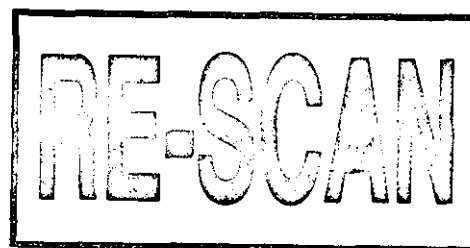


P K Trading (UK) Limited

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JANUARY 2003



Company Registration No. 4047223

06.12.03- 040

PK Trading (UK) Limited
DIRECTORS AND OFFICERS
FOR THE YEAR ENDED 31 JANUARY 2003

DIRECTORS

Mrs S Kandial
Mrs C Glassup

SECRETARY

Mr G De Sousa

AUDITORS

Faria and Associates

REGISTERED OFFICE

Unit 8
Ashford Business Complex
158 – 166 Feltham Road
Ashford
Middlesex TW15 1YQ

PK Trading (UK) Limited

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 JANUARY 2003

The directors submit their report and the financial statements of PK Trading (UK) Limited for the year ended 31 January, 2003.

PRINCIPAL ACTIVITIES

The principal activity of the company continued to be that of wholesale and retail trading.

DIRECTORS' INTERESTS IN SHARES

Directors' interests in the shares of the company, including family interests, were as follows:

	<i>Ordinary shares of £1 each</i>
Mrs S Kandial	1
Mrs C Glassup	1

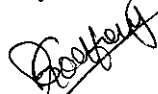
BASIS OF PREPARATION

This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

AUDITORS

In the year, Messers Faria and Associates were appointed auditors. A resolution to re-appoint Faria and Associates, as auditors will be put to the members at the annual general meeting.

By order of the board


G De Sousa
Secretary

27 November, 2003

PK Trading (UK) Limited

DIRECTORS' RESPONSIBILITIES IN THE PREPARATION OF FINANCIAL STATEMENTS

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that year. In preparing those financial statements, the directors are required to:

- a. select suitable accounting policies and then apply them consistently;
- b. make judgements and estimates that are reasonable and prudent;
- c. prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the requirements of the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

PK Trading (UK) Limited

DIRECTORS' RESPONSIBILITIES IN THE PREPARATION OF FINANCIAL STATEMENTS

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF P K TRADING (UK) LIMITED

We have audited the financial statements on pages five to eleven

This report is made solely to the company's members, as a body, in accordance with section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to any one other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

The directors' responsibilities for preparing the Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards are set out in the Statement of Directors' Responsibilities.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you, if in our opinion, the Directors' Report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the company is not disclosed.

We read other information contained in the Annual Report, and consider whether it is consistent with the audited financial statements. This other information comprises only the Directors' Report. We consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements. Our responsibilities do not extend to any other information.

Basis of opinion

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements.

It also includes an assessment of the significant estimates and judgments made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

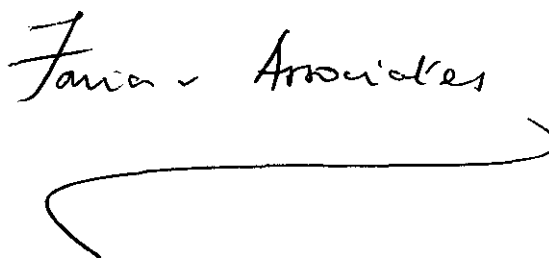
We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs at 31 January, 2003 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

FARIA AND ASSOCIATES

Chartered Certified Accountants
and Registered Auditors



A handwritten signature in dark ink, reading 'Faria - Associates', with a long, sweeping horizontal line underneath it.

27 November, 2003

PK Trading (UK) Limited
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 JANUARY 2003

	<i>Notes</i>	Year ended 31 January, 2003 £	Period to 31 January, 2002 £
TURNOVER	1	1,522,302	385,941
Cost of sales		(1,112,725)	(290,833)
Gross profit		<u>409,577</u>	<u>95,108</u>
Other income		840	
Administrative expenses		(280,488)	(83,190)
PROFIT ON ORDINARY ACTIVITIES	2	<u>129,929</u>	<u>11,918</u>
Tax on profit on ordinary activities		(25,013)	(1,708)
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		<u> </u>	<u> </u>
	7	104,916	10,210
Dividends		(14,000)	-
		<u>90,916</u>	<u>10,210</u>

The profit for the year arises from the company's continuing operations.

No separate statement of Total Recognised Gains and Losses has been presented as all such gains and losses have been dealt with in the profit and loss account.

PK Trading (UK) Limited
BALANCE SHEET
31 JANUARY 2003

	Notes	2002	
		£	£
FIXED ASSETS			
Tangible assets	3	32,094	21,562
		<hr/>	<hr/>
CURRENT ASSETS			
Stock		63,980	34,238
Debtors	4	333,582	173,416
Cash at bank and in hand		1,641	11,451
		<hr/>	<hr/>
		399,203	219,105
		<hr/>	<hr/>
CREDITORS: Amounts falling due within one year	5	(255,018)	(155,304)
		<hr/>	<hr/>
NET CURRENT LIABILITIES		144,185	63,801
		<hr/>	<hr/>
NET ASSETS		176,279	85,363
		<hr/>	<hr/>
CAPITAL AND RESERVES			
Called up share capital	6	2	2
Profit and loss account	7	176,277	85,361
		<hr/>	<hr/>
SHAREHOLDERS' FUNDS	8	176,279	85,363
		<hr/>	<hr/>

We acknowledge that as directors of the company it is our responsibility:

- i. to keep accounting records which comply with Section 221 of the Companies Act 1985; and
- ii. to prepare accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to the accounts.

These accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

Approved by the board on 27 November, 2003

S Kandial-Director



C Glassup-Director

PK Trading (UK) Limited

BALANCE SHEET

31 JANUARY 2003

BASIS OF ACCOUNTING

The financial statements have been prepared under the historical cost convention modified.

TANGIBLE FIXED ASSETS

Depreciation is provided on all tangible fixed assets at rates calculated to write each asset down to its estimated residual value evenly over its expected useful life, as follows:-

Fixtures, fittings and equipment	25% reducing balance
Motor vehicles	25% reducing balance

DEFERRED TAXATION

Provision is made for taxation deferred or accelerated by the effect of timing differences, to the extent that it is probable that a liability will crystallise, at the rate expected to be ruling at that date.

TURNOVER

Turnover represents the invoiced value, net of Value Added Tax, of services provided to customers.

PK Trading (UK) Limited
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2003

1 TURNOVER AND PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION

The company's turnover and profit before taxation were all derived from its principal activity.

	2003 £	2002 £
2 PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		
This is stated after charging:		
Depreciation of tangible fixed assets	6,048	2,474
Directors' remuneration		
Auditors' remuneration		

3 TANGIBLE FIXED ASSETS	<i>Fixtures & fittings</i> £	<i>Motor Vehicles</i> £	<i>Total</i> £
Cost			
	12,565	14,583	27,148
Additions	16,995	1,500	18,495
Disposals	(1,133)	(1,500)	(2,633)
At 31 January 2003	28,427	14,583	43,010
Depreciation			
1 February 2002	2,174	3,412	5,586
Disposals	(374)	(344)	(718)
Charged in the year	2,912	3,136	6,048
At 31 January 2003	4,712	6,204	10,916
Net book value			
At 31 January 2003	23,715	8,379	32,094
Net book value			
At 31 January 2002	10,391	11,171	21,562

	2003 £	2002 £
4 DEBTORS		
Due within one year:		
Trade debtors	327,954	165,782
Other debtors and prepayments	5,628	7,634
	333,582	173,416

PK Trading (UK) Limited
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2003

5	CREDITORS: Amounts falling due within one year	2003 £	2002 £
	Trade creditors	133,344	75,537
	Corporation tax	23,279	18,266
	Other taxes and social security costs	4,270	4,907
	Other creditors	94,125	56,594
		<u>255,018</u>	<u>155,304</u>
6	SHARE CAPITAL	2003 £	2002 £
	Authorised: 25,000 ordinary shares of £1 each	25,000	25,000
		<u> </u>	<u> </u>
	Allotted, issued and fully paid: 2 ordinary shares of £1 each	2	2
		<u> </u>	<u> </u>
7	PROFIT AND LOSS ACCOUNT	2003 £	2002 £
	Balance at 1 February 2002	85,361	75,151
	Profit for the year	90,916	10,210
	Balance at 31 January 2003	<u>176,277</u>	<u>85,361</u>
8	RECONCILIATION OF MOVEMENT IN SHAREHOLDERS' FUNDS	2003 £	2002 £
	Profit for the year	90,916	10,210
	Net addition to shareholders' funds	<u>90,916</u>	<u>10,210</u>
	Opening shareholders' funds	85,363	75,153
	Closing shareholders' funds	<u>176,279</u>	<u>85,363</u>