

AATUSH DESAI LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MAY 1996

Company No. 02101493



AATUSH DESAI LIMITED

COMPANY INFORMATION
FOR THE YEAR ENDED 31ST MAY 1996

DIRECTORS: DGSA1
 Mrs T A Patel
 Mrs U P Patel

SECRETARY: Mrs U P Patel

REGISTERED OFFICE: 17 Farm Way
 Buchurst Hill
 Essex
 IG9 5AH

REGISTERED NUMBER: 02101493 (England and Wales)

ACCOUNTANTS: A D Pandit & Co.
 Certified Accountants & Registered Auditors
 70 Great Northway
 Hendon
 London
 NW4 1HS

BANKERS: Barclays Bank Plc
 Loughton & Woodford Branch
 33 The Broadway
 Woodford Green
 Essex
 IG8 0HJ

AATUSH DESAI LIMITED

INDEX TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MAY 1996

Page No.

1 - 2	Directors' Report
3	Income and Expenditure Account
4 - 5	Balance Sheet
6 - 9	Notes to the Financial Statements
10	Detailed Income and Expenditure Account

AATUSH DESAI LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31ST MAY 1996

The directors present herewith their annual report, of the company for the year ended 31st May 1996.

STATEMENT OF DIRECTORS RESPONSIBILITIES

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 period. In preparing those financial statements, the directors are required to:

1. Select suitable accounting policies and then apply them consistently;
2. Make judgements and estimates that are reasonable and prudent;
3. 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 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.

RESULTS AND DIVIDENDS

The profit for the year after taxation was £5,410.

The directors do not recommend payment of a dividend for the current year.

REVIEW OF THE BUSINESS

The company's principal activity during the year continued to be the provision of services as a computer bureau and agency. The directors are pleased with the company's overall trading results.

DIRECTORS AND THEIR INTERESTS

The directors of the company during the year and their interests in the share capital of the company at the end of the year were as follows:

	<u>Number of shares</u>	
	31st May 1996	31st May 1995
Mrs T A Desai	2	2
Mrs U P Patel	-	-

FIXED ASSETS

The movements in fixed assets during the year are set out in note 7 to the accounts.

AATUSH DESAI LIMITED

DIRECTORS' REPORT (CONT.)

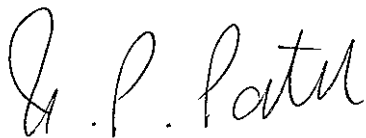
FOR THE YEAR ENDED 31ST MAY 1996

ACCOUNTANTS

Messrs A D Pandit & Co. have expressed their willingness to continue to act as the company's accountants for the ensuing year. Since the company is entitled to exemption from an audit under section 249(2) of the Companies Act, 1985 and subject to the approval of the shareholders they will continue to act in the capacity of reporting accountants only.

By Order of the Board

Mrs U P Patel
(Secretary)



19th August, 1996

AATUSH DESAI LIMITED

INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31ST MAY 1996

	<u>Notes</u>	£	<u>1996</u> £	£	<u>1995</u> £
TURNOVER	2		54,778		56,535
COST OF SALES			45,192		50,881
GROSS PROFIT			9,586		5,654
ADMINISTRATION COSTS			2,494		783
OPERATING INCOME	3/4		7,092		4,871
Interest receivable	5	105	105	-	-
INCOME ON ORDINARY ACTIVITIES BEFORE TAXATION			7,197		4,871
Tax on ordinary activities	6		1,787		1,216
SURPLUS FOR THE FINANCIAL YEAR			5,410		3,655

No activities have been acquired or discontinued during the two years ended 31st May, 1996.

All gains and losses recognised during the year have been included in the income and expenditure account above.

The notes on pages 6 to 9 form part of these financial statements.

AATUSH DESAI LIMITED**BALANCE SHEET****AS AT 31ST MAY 1996**

	<u>Notes</u>	£	<u>1996</u> £	£	<u>1995</u> £
FIXED ASSETS					
Tangible assets	7		147		173
CURRENT ASSETS					
Debtors	8	210		1,183	
Cash at bank and in hand		14,978		7,826	
		<u>15,188</u>		<u>9,009</u>	
CREDITORS - amounts falling due within one year	9	(2,863)		(2,119)	
NET CURRENT ASSETS			<u>12,325</u>		<u>6,890</u>
NET ASSETS			<u>£ 12,472</u>		<u>£ 7,063</u>

Financed by:

CAPITAL AND RESERVES

Called up share capital	10		2		2
Income and expenditure account	11		12,470		7,061
SHAREHOLDERS FUNDS	12		<u>£ 12,472</u>		<u>£ 7,063</u>

For the year in question the company was entitled to exemption from an audit under S249A(1) of the Companies Act. No notice has been deposited under section 249B(2) of the Act in relation to the financial statements for the year.

AATUSH DESAI LIMITED

BALANCE SHEET

AS AT 31ST MAY 1996

The directors acknowledge their responsibilities for:

- a) ensuring that the company keeps accounting records which comply with section 221 of the Companies Act; and
- b) preparing financial statements 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 for the financial year in accordance with the requirements of section 226 of the Companies Act 1985 and which otherwise comply with the requirements of that Act relating to financial statements so far as applicable to the company.

In preparing these financial statements the directors have taken advantage of the exemptions conferred by section A of Part III of Schedule 8 of the Companies Act 1985 on the grounds that the company qualifies as a small company under sections 246 and 247 of the Companies Act 1985.

The notes on pages 6 to 9 form part of these financial statements.

The financial statements were approved by the Board on 19th August, 1996 and signed on its behalf by T. A. Desai. (Mrs T A Desai - Director).

AATUSH DESAI LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MAY 1996

1. ACCOUNTING POLICIES

1.1 Accounting conventions

The financial statements are prepared under the historical cost convention.

1.2 Turnover

This represents the invoiced amounts for consultancy and ancilliary services provided, net of value added tax.

1.3 Depreciation of tangible assets

Provision is made for depreciation on all tangible assets, other than freehold land, at rates calculated to write off the cost or valuation, less estimated residual value, of each asset over its expected useful life, as follows:

Furniture, fixtures

and equipment: 15.0% per annum on a reducing balance basis

1.4 Cashflow statement

The company has adopted Financial Reporting Standard No 1 and has applied the small company exemption thereto.

2. TURNOVER

The turnover and pre-tax Profit are wholly attributable to the company's main activity.

The turnover arises entirely in the U.K.

3. OPERATING INCOME

This is stated after charging (crediting):

	<u>1996</u>	<u>1995</u>
	£	£
Staff costs (see note 4)	1,680	-
Accountant's remuneration	700	675
Depreciation	26	31
	<hr/>	<hr/>

AATUSH DESAI LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MAY 1996

- continued

4. EMPLOYEE INFORMATION

4.1 Staff costs:

Wages and salaries

<u>1996</u>	<u>1995</u>
£	£
1,680	-
£ 1,680	£ -

4.2 The average weekly number of employees during the year was made up as follows:

Office and management

<u>No.</u>	<u>No.</u>
2	2
2	2

5. INTEREST RECEIVABLE

Bank interest

<u>1996</u>	<u>1995</u>
£	£
105	-
£ 105	£ -

6. TAXATION

6.1 The tax charge on the Profit on ordinary activities for the year was as follows:

U.K corporation tax at 25% and 24% (1995 - 25%)

<u>1996</u>	<u>1995</u>
£	£
1,787	1,216

6.2 The company is a close company within the terms of section 282 of the Taxes Act, 1970.

AATUSH DESAI LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MAY 1996

- continued

7. TANGIBLE FIXED ASSETS

	<u>Furniture, fixtures & equipment</u>
	£
Cost:	
At 1st June 1995 &	
At 31st May 1996	570
Depreciation:	
At 1st June 1995	397
Charge for year	26
At 31st May 1996	423
Net book value at 31st May 1996	£ 147
Net book value at 31st May 1995	£ 173

8. DEBTORS

	<u>1996</u>	<u>1995</u>
	£	£
Social security and other taxes	210	1,183
	£ 210	£ 1,183

9. CREDITORS - AMOUNTS FALLING DUE
WITHIN ONE YEAR

	<u>1996</u>	<u>1995</u>
	£	£
Corporation tax	1,787	1,216
Other taxes and social security costs	376	228
Accruals	700	675
	£ 2,863	£ 2,119

AATUSH DESAI LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MAY 1996
- continued

10. SHARE CAPITAL

<u>Equity interests:</u>	<u>Authorised</u>	<u>Allotted, Issued</u> <u>and fully paid</u>	
		<u>1996</u>	<u>1995</u>
	£	£	£
2 Ordinary shares of £1 each	1,000	2	2

11. STATEMENT OF MOVEMENTS ON RESERVES

	<u>Profit and</u> <u>loss account</u>	
	<u>1996</u>	<u>1995</u>
	£	£
As at 1st June 1995	7,060	3,405
Surplus for the financial year	5,410	3,655
As at 31st May 1996	£12,470	£ 7,060

12. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS FUNDS

	<u>1996</u>	<u>1995</u>
	£	£
Opening shareholders funds	7,062	3,407
Surplus for the financial year	5,410	3,655
Closing shareholders funds	£12,472	£ 7,062

AATUSH DESAI LIMITED

DETAILED INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31ST MAY 1996

		<u>1996</u>		<u>1995</u>
	£	£	£	£
Charges for services rendered		54,778		56,535
LESS:				
Cost of bought-in-services	45,192		50,881	
		(45,192)		(50,881)
GROSS PROFIT		9,586		5,654
ADMINISTRATIVE EXPENSES				
General expenses:				
Directors' remuneration	1,680		-	
Financial expenses:				
Accountancy fees	700		675	
Bank charges	70		45	
Registrar of Companies	18		32	
Depreciation:				
Fixtures, fittings & equipment	26		31	
	2,494		783	
TOTAL OVERHEAD EXPENSES		2,494		783
NET INCOME FOR THE YEAR		£ 7,092		£ 4,871