

Registration Number 2811009

Ohm Construction Limited

Director's Report and Financial Statements

for the year ended 31st December 1997



Ohm Construction Limited

Company Information

Director	H D Kara
Secretary	Mrs I H Kara
Company Number	2811009
Registered Office	Suites 211-212, Empire House Empire Way, Wembley Middlesex HA9 0NA
Business Address	48 Ormesby Way Kenton Harrow Middlesex HA3 9SF

Ohm Construction Limited

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Ohm Construction Limited

Director's Report for the year ended 31st December 1997

The director presents his report and the financial statements for the year ended 31st December 1997.

Principal Activity

The principal activity of the company was that of building contractors and there was no change therein during the year.

Director and his Interest

The director who served during the year and his interest in the company are as stated below:

	Ordinary shares	
	1997	1996
H D Kara	2	2

Director's Responsibilities

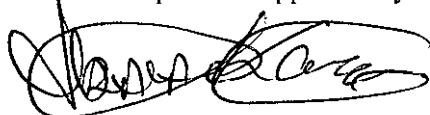
Company law requires the director to prepare financial statements for each financial year which give a true and fair view of the state of the affairs of the company and of the profit or loss of the company for that year. In preparing these the director is required to:

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

The director is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable him to ensure that the financial statements comply with the Companies Act 1985. He is 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.

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

This report was approved by the Board on 29th October 1998 and signed on its behalf by



H D Kara
Director

Ohm Construction Limited

Profit and Loss Account for the year ended 31st December 1997

		Continuing operations	
		1997	1996
	Notes	£	£
Turnover	2	35,676	48,065
Cost of sales		(23,240)	(37,950)
Gross profit		<u>12,436</u>	<u>10,115</u>
Administrative expenses		(10,710)	(16,816)
Operating profit/(loss)	3	<u>1,726</u>	<u>(6,701)</u>
Interest receivable and similar income		142	44
Interest payable and similar charges	4	(69)	(9)
Retained profit/(loss) for the year		<u>1,799</u>	<u>(6,666)</u>
Accumulated (loss)/profit brought forward		(5,276)	1,390
Accumulated (loss) carried forward		<u><u>(3,477)</u></u>	<u><u>(5,276)</u></u>

There are no recognised gains or losses other than the profit or loss for the above two financial years.

The notes on pages 5 to 7 form an integral part of these financial statements.

Ohm Construction Limited

Balance Sheet as at 31st December 1997

		1997		1996	
	Notes	£	£	£	£
Fixed Assets					
Tangible assets	6		-		64
Current Assets					
Debtors	7	-		1,035	
Cash at bank and in hand		1,646		8,784	
		<u>1,646</u>		<u>9,819</u>	
Creditors: amounts falling due within one year	8	<u>(5,121)</u>		<u>(15,157)</u>	
Net Current Liabilities			<u>(3,475)</u>		<u>(5,338)</u>
Total Assets Less Current Liabilities			<u>(3,475)</u>		<u>(5,274)</u>
Capital and Reserves					
Called up share capital	9		2		2
Profit and loss account			<u>(3,477)</u>		<u>(5,276)</u>
Equity Shareholders' Funds	10		<u>(3,475)</u>		<u>(5,274)</u>

The director's statements required by Section 249B(4) are shown on the following page which forms part of this Balance Sheet.

The notes on pages 5 to 7 form an integral part of these financial statements.

Ohm Construction Limited

Balance Sheet (continued)

**Director's statements required by Section 249B(4)
for the year ended 31st December 1997**

In approving these financial statements as director of the company I hereby confirm:

(a) that for the year stated above the company was entitled to the exemption conferred by Section 249A(1) of the Companies Act 1985;

(b) that no notice has been deposited at the registered office of the company pursuant to Section 249B(2) requesting that an audit be conducted for the year ended 31st December 1997 and

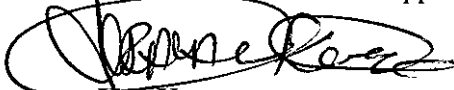
(c) that I acknowledge my responsibilities for:

(1) ensuring that the company keeps accounting records which comply with Section 221, and

(2) 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 year then ended in accordance with the requirements of Section 226 and which otherwise comply with the provisions of the Companies Act relating to financial statements, so far as applicable to the company.

These financial statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The financial statements approved by the Board on 29th October 1998 and signed on its behalf by



H D Kara
Director

The notes on pages 5 to 7 form an integral part of these financial statements.

Ohm Construction Limited

Notes to the Financial Statements for the year ended 31st December 1997

1. Accounting Policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

The company has taken advantage of the exemption in FRS1 from the requirement to produce a cashflow statement because it is a small company.

1.2 Turnover

Turnover represents the total invoice value, excluding value added tax, of sales made during the year.

1.3 Tangible fixed assets and depreciation

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Fixtures, fittings and equipment	- 25% Straight Line
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1.4 Deferred taxation

Provision is made for deferred taxation using the liability method to take account of timing differences between the incidence of income and expenditure for taxation and accounting purposes except to the extent that the director considers that a liability to taxation is unlikely to materialise.

1.5 Going Concern

The accounts have been prepared on a going concern basis, the validity of which is dependent upon the belief of the director that the company will continue to receive financial support from its shareholders.

2. Turnover

The total turnover of the company for the year has been derived from its principal activity wholly undertaken in the UK.

3. Operating profit/(loss)

	1997	1996
	£	£
Operating profit/(loss) is stated after charging:		
Depreciation of tangible assets	64	64

Ohm Construction Limited

Notes to the Financial Statements for the year ended 31st December 1997

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4. Interest payable and similar charges	1997	1996
	£	£
Included in this category is the following:		
On bank loans and overdrafts	2	-
On overdue tax	67	9
	<u>69</u>	<u>9</u>
5. Director's emoluments	1997	1996
	£	£
Remuneration and other benefits	7,500	12,041
	<u>7,500</u>	<u>12,041</u>
6. Tangible assets	Fixtures, fittings equipment	Total
	£	£
Cost		
At 1st January 1997 and		
At 31st December 1997	257	257
Depreciation		
At 1st January 1997	193	193
Charge for the year	64	64
At 31st December 1997	257	257
Net book values		
At 31st December 1997	-	-
At 31st December 1996	64	64
7. Debtors	1997	1996
	£	£
Other debtors	-	1,035
	<u>-</u>	<u>1,035</u>

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Notes to the Financial Statements for the year ended 31st December 1997

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8. Creditors: amounts falling due within one year	1997	1996
	£	£
Trade creditors	-	1,691
Other taxes and social security costs	828	1,992
Director's accounts	2,793	8,374
Other creditors	-	2,000
Accruals and deferred income	1,500	1,100
	<u>5,121</u>	<u>15,157</u>
9. Share capital	1997	1996
	£	£
Authorised equity		
1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>
Allotted, called up and fully paid equity		
2 Ordinary shares of £1 each	<u>2</u>	<u>2</u>
10. Reconciliation of movements in shareholders' funds	1997	1996
	£	£
Profit/(loss) for the year	1,799	(6,666)
Opening shareholders' funds	(5,274)	1,392
	<u>(3,475)</u>	<u>(5,274)</u>
11. Related party transactions		

The company was under the control of Mr H D Kara, a director. As last year and as disclosed in the Director's Report, Mr H D Kara together with Mrs I H Kara own 100% of the company's issued share capital. During the year the director was repaid £5,581 out of his loan to the company and the balance due to him at 31st december 1997 was £2,793 (1996: £8,374).