

Company No: 03120326

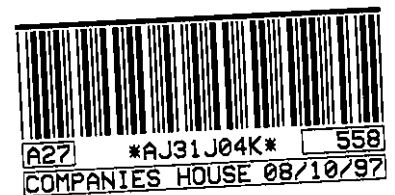
KILLIGREW, KING LIMITED

FINANCIAL STATEMENTS

SEVENTEEN MONTH PERIOD ENDED 31 MARCH 1997

MORISON STONEHAM

Chartered Accountants
Mayfair House
5 Little London Court
Swindon
Wiltshire



KILLIGREW, KING LIMITED

DIRECTOR

C King

SECRETARY

John Playfair Associates

BUSINESS ADDRESS

24 Coleherne Mews
London
SW10 9EA

REGISTERED OFFICE

Mayfair House
5 Little London Court
Old Town
Swindon
Wiltshire
SN1 3HY

ACCOUNTANTS

Morison Stoneham
Chartered Accountants
Mayfair House
5 Little London Court
Old Town
Swindon
Wiltshire
SN1 3HY

PRINCIPAL BANKERS

Lloyds Bank plc
Harlow Town Centre Branch
25 East Gate
Harlow
Essex
CM20 1LD

KILLIGREW, KING LIMITED

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FOR THE SEVENTEEN MONTH PERIOD ENDED 31 MARCH 1997

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KILLIGREW, KING LIMITED

REPORT OF THE DIRECTOR

The director presents his report and the financial statements for the seventeen month period ended 31 March 1997.

INCORPORATION AND COMMENCEMENT OF TRADE

The company was incorporated on 30 October 1995 (as Buildslot Limited) and commenced trading in February 1996.

PRINCIPAL ACTIVITIES

The principal activity of the company for the year under review was that of renovation and redecoration of properties.

A summary of this period's trading results are given on page 3 of the financial statements.

DIVIDEND AND TRANSFER TO RESERVES

The director does not recommend payment of a dividend.

It is proposed that the loss of £42,352 is transferred to reserves.

DIRECTOR AND HIS INTERESTS

The director at the balance sheet date and his interests in the company at that date and at the beginning of the seventeen month period (or on appointment if later), were as follows:

| | <u>Class of share</u> | <u>Number of shares</u> |
|--------|-----------------------|-------------------------|
| C King | Ordinary shares | 2 |

FIXED ASSETS

Full disclosure of all matters relating to fixed assets is set out in the notes to the financial statements.

GOING CONCERN

The director is aware that the company has a deficiency of net assets at the balance sheet date. However, the losses incurred in the first period of trading were in line with expectations, and the director believes that the company is now trading profitably. The director considers that the company will be solvent at 31 March 1998 and is continuing to make sufficient funds available so that the company can continue in operation.

CLOSE COMPANY

The company is a close company as defined by the Income and Corporation Taxes Act 1988.

SMALL COMPANY DISCLOSURE

In preparing this report, the director has taken advantage of the special exemptions applicable to small companies on the grounds that the company is small.



Date: 9 September 1997

By Order of the Board

C King
Director

KILLIGREW, KING LIMITED

**ACCOUNTANTS' REPORT TO THE SHAREHOLDERS ON THE UNAUDITED FINANCIAL
STATEMENTS OF KILLIGREW, KING LIMITED**

We report on the financial statements for the seventeen month period ended 31 March 1997 set out on pages 3 to 7.

Respective responsibilities of director and reporting accountants

As described on the Balance Sheet the company's director is responsible for the preparation of the financial statements, and he considers that the company is exempt from an audit. It is our responsibility to carry out procedures designed to enable us to report our opinion.

Basis of opinion

Our work was conducted in accordance with the Statement of Standards for Reporting Accountants, and so our procedures consisted of comparing the financial statements with the accounting records kept by the company, and making such limited enquiries of the officers of the company as we considered necessary for the purposes of this report. These procedures provide only the assurance expressed in our opinion.

Opinion

In our opinion:

- (a) the financial statements are in agreement with the accounting records kept by the company under section 221 of the Companies Act 1985;
- (b) having regard only to, and on the basis of, the information contained in those accounting records:
 - (i) the financial statements have been drawn up in a manner consistent with the accounting requirements specified in section 249C(6) of the Act; and
 - (ii) the company satisfied the conditions for exemption from an audit of the financial statements for the seventeen month period specified in section 249A(4) of the Act and did not, at any time within that seventeen month period, fall within any of the categories of the companies not entitled to the exemption specified in section 249B(1).



MORISON STONEHAM
Reporting Accountants

Date: 9 September 1997

Mayfair House
5 Little London Court
Old Town
Swindon
Wiltshire

KILLIGREW, KING LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE SEVENTEEN MONTH PERIOD ENDED 31 MARCH 1997

| | Notes | £ |
|--|-------|-----------|
| TURNOVER | | 323,592 |
| Cost of sales | | (227,343) |
| GROSS PROFIT | | 96,249 |
| Administrative expenses | | (138,601) |
| LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION | 2 | (42,352) |
| Tax on loss on ordinary activities | | - |
| LOSS FOR THE FINANCIAL PERIOD | 8 | (42,352) |

All of the company's activities were acquired during the above financial period.

The company has no recognised gains or losses other than those dealt with in the profit and loss account.

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

KILLIGREW, KING LIMITED

BALANCE SHEET AT 31 MARCH 1997

| | Notes | £ | £ |
|---|-------|----------|----------------------|
| FIXED ASSETS | | | |
| Tangible assets | 3 | | 14,178 |
| CURRENT ASSETS | | | |
| Stocks | 4 | 7,122 | |
| Debtors | 5 | 22,092 | |
| Cash at bank and in hand | | 587 | |
| | | <hr/> | |
| | | 29,801 | |
| CREDITORS: Amounts falling due within one year | 6 | (86,329) | |
| | | <hr/> | |
| NET CURRENT LIABILITIES | | | (56,528) |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | | <hr/> (42,350) <hr/> |
| CAPITAL AND RESERVES | | | |
| Called up share capital | 7 | | 2 |
| Profit and loss account | 8 | | (42,352) |
| | | | <hr/> |
| EQUITY SHAREHOLDER'S FUNDS | | | <hr/> (42,350) <hr/> |

The director confirms that in accordance with Section 249B(4) of the Companies Act 1985 for the financial period ended 31 March 1997 the company was entitled to the exemption under Section 249A(2) of the Act from the requirement to have an audit.

No notice has been deposited under Section 249B(2) of the Act.

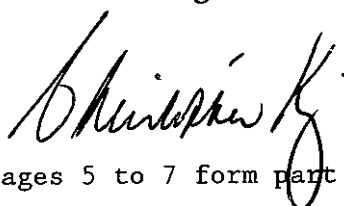
The director acknowledges his responsibilities for ensuring that:-

- i) The company keeps accounting records which comply with section 221 of the Companies Act 1985;
- ii) The financial statements give a true and fair view of the state of affairs of the company as at 31 March 1997 and of its loss for the seventeen month period then ended in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as is applicable to the company.

In preparing these financial statements, the director has taken advantage of the special exemptions applicable to small companies.

The financial statements were approved by the board on 9 September 1997 and signed on its behalf by:

C King



Director

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

KILLIGREW, KING LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE SEVENTEEN MONTH PERIOD ENDED 31 MARCH 1997

1. ACCOUNTING POLICIES

1.1 BASIS OF ACCOUNTING

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

1.2 TURNOVER

Turnover represents the total invoice value, excluding value added tax, of goods sold and services rendered during the seventeen month period.

1.3 GOING CONCERN

The financial statements have been drawn up on a going concern basis notwithstanding the deficiency of net assets on the basis of continued funding being made available by the director and the company's bankers.

1.4 DEPRECIATION

Depreciation is provided using the rates to reduce by annual instalments the cost, less estimated residual value, of the tangible assets over their estimated useful lives:-

| | |
|-----------------------|--------------------------|
| Fixtures and fittings | 33.3% Straight line |
| Motor vehicles | 25% to 50% Straight line |

1.5 STOCKS

Stocks are valued at the lower of cost and net realisable value. Cost is calculated as follows:

Work in progress - cost of raw materials and labour together with attributable overheads.

Net realisable value is based on estimated selling price less further costs to completion and disposal.

2. OPERATING LOSS

£

The operating loss is stated after charging:

| | |
|--------------|-------|
| Depreciation | 7,062 |
|--------------|-------|

KILLIGREW, KING LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE SEVENTEEN MONTH PERIOD ENDED 31 MARCH 1997

3. TANGIBLE ASSETS

| <u>Cost</u> | Additions £ | End of period £ |
|----------------------------------|-------------------------------|---------------------------|
| Plant and machinery etc. | 21,240 | 21,240 |
| | <u>21,240</u> | <u>21,240</u> |
| <u>Depreciation</u> | Charge for period £ | End of period £ |
| Plant and machinery etc. | 7,062 | 7,062 |
| | <u>7,062</u> | <u>7,062</u> |
| <u>Total net book values</u> | | £ 14,178 |

4. STOCKS

| | |
|--------|--------------|
| | £ |
| Stocks | <u>7,122</u> |

5. DEBTORS

| | |
|---------------|---------------|
| | £ |
| Trade debtors | 21,324 |
| Others | 768 |
| | <u>22,092</u> |

6. CREDITORS: AMOUNTS FALLING DUE
WITHIN ONE YEAR

| | |
|------------------------------|---------------|
| | £ |
| Bank overdrafts | 9,130 |
| Payments received on account | 5,542 |
| Trade creditors | 20,230 |
| Other creditors | 51,427 |
| | <u>86,329</u> |

Included within other creditors is an amount of £24,633 owing to the director at the balance sheet date.