

JAMES PARK ASSOCIATES INTERNATIONAL LIMITED

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31ST AUGUST 1999

MICHAEL H. SCOTT & COMPANY

Chartered Accountants

Registered Auditors

107 Kenton Road

Kenton Harrow

Middlesex HA3 0AN



JAMES PARK ASSOCIATES INTERNATIONAL LIMITED

COMPANY INFORMATION

DIRECTORS: J. Park
J. M. F. Newberry (Resigned 4.7.2000)
P. Haith (Resigned 4.7.2000)

SECRETARY: Greystone House Registrars Limited

COMPANY NO.: 3183968

REGISTERED OFFICE: 107 Kenton Road
Kenton Harrow
Middlesex HA3 OAN

AUDITORS: MICHAEL H. SCOTT & COMPANY
Chartered Accountants
Registered Auditors
107 Kenton Road
Kenton Harrow
Middlesex HA3 OAN

JAMES PARK ASSOCIATES INTERNATIONAL LIMITED

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JAMES PARK ASSOCIATES INTERNATIONAL LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31ST AUGUST 1999

The Directors present their report and the audited accounts of the company for the year ended 31st August 1999.

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

- select suitable accounting policies and then 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 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.

PRINCIPAL ACTIVITY

The principal activity of the company throughout the year was that of Design Consultants.

DIRECTORS

The directors who served during the year and their interests in the shares of the company during the year are as follows:

	<u>Ordinary Shares of £1 each</u>		
	<u>1999</u>	<u>1998</u>	
J. Park	1	1	
J. M. F. Newberry	1	1	(resigned 4.7. 2000)
P. Haith	1	1	(resigned 4.7. 2000)

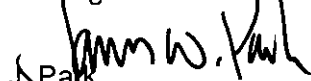
YEAR 2000

The directors do not anticipate any significant problems or costs associated with the year 2000.

AUDITORS

The auditors, Michael H. Scott & Co. will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

This report, which has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 applicable to small companies, was approved by the board on 20-9-2000 and signed on its behalf.


J. Park
Director

JAMES PARK ASSOCIATES INTERNATIONAL LIMITED

AUDITORS' REPORT TO THE MEMBERS OF

JAMES PARK ASSOCIATES INTERNATIONAL LIMITED

We have audited the financial statements on pages 3 to 8 which have been prepared under the historical cost convention, and the accounting policies set out on page 5.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As described on page 1, the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

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 judgements 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 as at 31st August 1999 and of its loss for the year then ended and have been properly prepared in accordance with the Companies Act 1985, applicable to small companies.

MICHAEL H. SCOTT & COMPANY
Chartered Accountants
Registered Auditors
107 Kenton Road
Kenton Harrow
Middlesex HA3 0AN

20/9/2000

JAMES PARK ASSOCIATES INTERNATIONAL LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31ST AUGUST 1999

	<u>Notes</u>	<u>1999</u>
		£
<u>TURNOVER</u>	2	454,930
Cost of Sales		<u>376,703</u>
GROSS PROFIT		78,227
Selling and Distribution		29,865
Establishment		6,341
Financial		738
Administration		<u>78,676</u>
		<u>115,620</u>
OPERATING (LOSS)	3	(37,393)
Interest Receivable		<u>-</u>
		(37,393)
Interest Payable	4	<u>-</u>
(LOSS) on ordinary activities before taxation		(37,393)
Tax on Ordinary Activities	5	<u>-</u>
(LOSS) on ordinary activities after taxation		(37,393)
RETAINED PROFIT brought forward		<u>-</u>
RETAINED (LOSS) carried forward		<u>£(37,393)</u>

There were no recognised gains and losses for 1998 and 1999 other than those included in the profit and loss account.

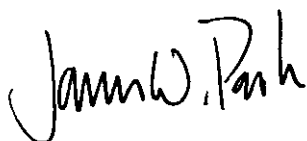
The notes on pages 5 to 8 form part of these financial statements.

JAMES PARK ASSOCIATES INTERNATIONAL LIMITED

BALANCE SHEET AS AT 31ST AUGUST 1999

	<u>Notes</u>	<u>1999</u>	<u>1998</u>
		<u>£</u>	<u>£</u>
FIXED ASSETS			
Tangible Assets	6	5,556	-
CURRENT ASSETS			
Work in Progress	7	56,335	
Debtors	8	56,338	
Cash at Bank and in Hand		<u>23,005</u>	<u>-</u>
		<u>135,678</u>	<u>3</u>
CREDITORS: Amount falling due within one year	9	<u>178,624</u>	<u>-</u>
NET CURRENT LIABILITIES		(42,946)	-
		<u>(37,390)</u>	<u>3</u>
CAPITAL AND RESERVES			
Called up Share Capital	10	3	3
Profit and Loss Account		(37,393)	-
		<u>£(37,390)</u>	<u>£ 3</u>

The financial statements, which have been prepared in accordance with the special of Part VII of the Companies Act 1985 applicable to small companies, were approved by the board on 20-9-2000



J. PARK - Director

The Notes on pages 5 to 8 form part of these financial statements.

JAMES PARK ASSOCIATES INTERNATIONAL LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED
31ST AUGUST 1998

1. ACCOUNTING POLICIES

1.1 Basis of Preparation of financial statements.

The financial statements are prepared under the historical cost conventions and include the results of the company's operations which are described in the Directors' Report and all of which are continuing.

The company has taken advantage of the exemption in Financial Reporting Standard No. 1 from the requirement to produce a cash flow statement on the grounds that it is a small company.

1.2 Turnover

Turnover comprises the invoiced value of goods and services supplied by the company, net of Value Added Tax.

1.3 Tangible fixed assets

Depreciation is provided at rates calculated to write off the cost of valuation of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Furniture and Fixtures	- 25% reducing balance basis
Office Equipment	- 25% reducing balance basis

1.4 Stock and Work in Progress

Stocks and work in progress are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

JAMES PARK ASSOCIATES INTERNATIONAL LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED
31ST AUGUST 1999 (Continued)

2. TURNOVER

The turnover for the year is attributable to the principal activity of the company which is Design, Consultancy and Research in aircraft sealing. 23% of the turnover is derived from overseas market.

3. OPERATING LOSS

<u>1999</u>	<u>1998</u>
<u>£</u>	<u>£</u>

The operating loss is stated
after charging:

Depreciation of Tangible Fixed Assets	1,853	-
Directors' Remuneration	-	-
Hire of Plant and Machinery	-	-
Hire of Equipment	-	-
Auditors' Remuneration	<u>4,000</u>	<u>-</u>

4. INTEREST PAYABLE

<u>1999</u>	<u>1998</u>
<u>£</u>	<u>£</u>

Bank Interest	<u>738</u>	<u>-</u>
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5. TAXATION

Corporation Tax	<u>-</u>	<u>-</u>
	<u>£ -</u>	<u>£ -</u>

JAMES PARK ASSOCIATES INTERNATIONAL LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED
31ST AUGUST 1999 (Continued)

6. TANGIBLE FIXED ASSETS

	Furniture & Fittings £	office Equipment £	TOTAL £
COST OR VALUATION			
At Cost	1,282	6,127	7,409
Additions in Year	-	-	-
Disposals in Year			
At 31st August 1999	1,282	6,127	7,409
DEPRECIATION			
B/Fwd	-	-	-
Write off on Disposal	-	-	-
Charge for year	321	1,532	1,853
At 31st August 1999	321	1,532	1,853
NET BOOK VALUE			
At 31st August 1999	<u>£961</u>	<u>£4,595</u>	<u>£5,556</u>
NET BOOK VALUE			
At 31st August 1998	<u>£ -</u>	<u>£ -</u>	<u>£ -</u>

7. WORK IN PROGRESS

	1999 £	1998 £
Work in progress	56,335	-

8. DEBTORS

Trade Debtors	50,478	-
Sundry Debtors	5,860	-
Prepayments	-	-
	<u>£56,338</u>	<u>£ -</u>

JAMES PARK ASSOCIATES INTERNATIONAL LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED **31ST AUGUST 1999 (Continued)**

	<u>1999</u>	<u>1998</u>
9. <u>CREDITORS:</u> Amounts falling due within one year	<u>£</u>	<u>£</u>
Trade Creditors	156,082	-
Other Creditors:	5,313	-
Social Security and Other Taxes	2,229	-
Directors ' Loan Account	<u>15,000</u>	<u>-</u>
	<u>£178,624</u>	<u>£ -</u>
10. <u>SHARE CAPITAL</u>	<u>1999</u>	<u>1998</u>
	<u>£</u>	<u>£</u>
Authorised:		
1,000 Ordinary Shares of £1 each	<u>1,000</u>	<u>1,000</u>
Called up, Allotted, issued and fully paid		
3 Ordinary Shares of £1 each	<u>3</u>	<u>3</u>
11. <u>MOVEMENT ON SHAREHOLDERS FUNDS</u>	<u>1999</u>	<u>1998</u>
	<u>£</u>	<u>£</u>
Loss for the year	(37,393)	-
<u>Less: Dividends</u>	<u>-</u>	<u>-</u>
	(37,393)	-
Opening Shareholders' Funds	<u>3</u>	<u>3</u>
Closing Shareholders' Funds	<u>£(37,390)</u>	<u>£ 3</u>
12. <u>FOREIGN CURRENCIES</u>		

Assets and liabilities in foreign currencies are translated into sterling at the rates ruling at the balance date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.