

REGISTERED NUMBER: 3668280 (England and Wales)

ABBREVIATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 28 FEBRUARY 2001

FOR

KMS (LONDON) LIMITED



KMS (LONDON) LIMITED

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FOR THE YEAR ENDED 28 FEBRUARY 2001

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KMS (LONDON) LIMITED
COMPANY INFORMATION
FOR THE YEAR ENDED 28 FEBRUARY 2001

DIRECTORS: K L Bajaj
Dr A Bajaj

SECRETARY: K L Bajaj

REGISTERED OFFICE: 191-194 Bradford Street
Birmingham
West Midlands
B12 0JD

REGISTERED NUMBER: 3668280 (England and Wales)

AUDITORS: Sohals
Chartered Accountants
Registered Auditors
Marston Court
16 Binley Road
Coventry
CV3 1HZ

KMS (LONDON) LIMITED

REPORT OF THE INDEPENDENT AUDITORS TO
KMS (LONDON) LIMITED
UNDER SECTION 247B OF THE COMPANIES ACT 1985

We have examined the abbreviated financial statements on pages three to five, together with the full financial statements of the company for the year ended 28 February 2001 prepared under Section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated financial statements in accordance with Section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated financial statements prepared in accordance with Sections 246(5) and (6) of the Act to the Registrar of Companies and whether the financial statements to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

Basis of audit opinion

We have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated financial statements and that the abbreviated financial statements to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the full financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated financial statements prepared in accordance with Sections 246(5) and (6) of the Companies Act 1985, and the abbreviated financial statements on pages three to five are properly prepared in accordance with those provisions.

Sohals
Chartered Accountants
Registered Auditors
Marston Court
16 Binley Road
Coventry
CV3 1HZ

Dated: 21 December 2001

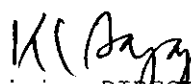
KMS (LONDON) LIMITED

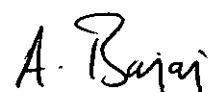
ABBREVIATED BALANCE SHEET
28 FEBRUARY 2001

		2001	2000
	Notes	£	£
FIXED ASSETS:			
Tangible assets	2	30,667	33,585
CURRENT ASSETS:			
Stocks		360,732	316,208
Debtors		142,516	83,625
Cash at bank		54,879	26,543
		558,127	426,376
CREDITORS: Amounts falling due within one year		(885,010)	(627,647)
NET CURRENT LIABILITIES:		(326,883)	(201,271)
TOTAL ASSETS LESS CURRENT LIABILITIES:		<u>£ (296,216)</u>	<u>£ (167,686)</u>
CAPITAL AND RESERVES:			
Called up share capital	3	10,000	10,000
Profit and loss account		(306,216)	(177,686)
SHAREHOLDERS' FUNDS:		<u>£ (296,216)</u>	<u>£ (167,686)</u>

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

ON BEHALF OF THE BOARD:


K L Bajaj - DIRECTOR


Dr A Bajaj - DIRECTOR

Approved by the Board on 21 December 2001

The notes form part of these financial statements

KMS (LONDON) LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 28 FEBRUARY 2001

1. **ACCOUNTING POLICIES**

Basis of preparing the financial statements

The accounts have been prepared under the historical cost convention. The effect of events relating to the year ended 28th February 2001 before the date of approval of the financial statements by the Board of Directors, have been included in the statements to the extent required to show a true and fair view of the state of affairs at 28th February 2001 and of the results for the year ended on that date.

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000).

Turnover

Turnover represents net invoiced sales of goods, excluding value added tax.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Leasehold property - in accordance with the property
Plant and machinery - 15% on reducing balance
Motor vehicles - 25% on reducing balance

Stocks

Stock is valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Deferred taxation

Provision is made at current rates for taxation deferred in respect of all material timing differences except to the extent that, in the opinion of the directors, there is reasonable probability that the liability will not arise in the foreseeable future.

2. **TANGIBLE FIXED ASSETS**

	<u>Total</u>
	£
COST:	
At 1 March 2000	40,439
Additions	5,275
	<hr/>
At 28 February 2001	45,714
	<hr/>
DEPRECIATION:	
At 1 March 2000	6,854
Charge for year	8,193
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At 28 February 2001	15,047
	<hr/>
NET BOOK VALUE:	
At 28 February 2001	30,667
	<hr/>
At 29 February 2000	33,585
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KMS (LONDON) LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 28 FEBRUARY 2001

3. **CALLED UP SHARE CAPITAL**

Authorised, allotted, issued and fully paid:

Number:	Class:	Nominal value:	2001 £	2000 £
10,000	Ordinary	1	<u>10,000</u>	<u>10,000</u>

4. **ULTIMATE PARENT COMPANY**

In the opinion of the directors' the company's ultimate parent undertaking at the balance sheet date was KMS International Limited, a company incorporated in England and Wales. KMS International own 87% of the share capital of the company.

5. **RELATED PARTY DISCLOSURES**

During the period the company purchased goods totalling £748,691 from KMS International Limited which is under the direct control of the Directors and their family. All of these transactions were under normal commercial terms and the balance due to KMS International Limited as at 28th February 2001 amounted to £819,108.