

C1485

REGISTERED NUMBER: 03910684 (England and Wales)

**Strategic Report, Report of the Directors and
Financial Statements for the Year Ended 31 January 2016**
for
G K TELECOM (UK) LIMITED



Chapmans Associates Ltd
· T/A Chapmans
Statutory Auditors
3 Coombe Road
London
NW10 0EB

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for the Year Ended 31 JANUARY 2016**

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**Company Information
for the Year Ended 31 JANUARY 2016**

DIRECTORS:

G S Dulku
A S Patel

SECRETARY:

Mrs K Dulku

REGISTERED OFFICE:

Alpha House
646c Kingsbury Road
Kingsbury
London
NW9 9HN

REGISTERED NUMBER:

03910684 (England and Wales)

AUDITORS:

Chapmans Associates Ltd
T/A Chapmans
Statutory Auditors
3 Coombe Road
London
NW10 0EB

**Strategic Report
for the Year Ended 31 JANUARY 2016**

The directors present their strategic report for the year ended 31 January 2016.

The Company is controlled by the two directors, Mr G S Dulku and Mr A S Patel. They have a team of managers that are responsible for controlling the key area of the business, who report to the Directors.

The main business of the company is that of distributing network pay as you go simcards.

REVIEW OF BUSINESS

As reported in the previous year, the company has now exited its post-pay operation and also its phonecard and voucher market. Instead, the company has invested resources in the acquisition and retention of its retail base to enable the company to sustain its position in the very competitive market.

This repositioning of the company's future direction has seen turnover fall to 25% of the previous year's turnover but the more lucrative retail business has seen margins increase substantially and has resulted in net profits increasing by over 400%

The results for the year are set out on Page 5.

PRINCIPAL RISKS AND UNCERTAINTIES

The company faces some business risk due to the difficult trading conditions and competition. The directors are constantly looking at maintaining its current market and also the possibilities of entering potential new markets.

NEW BUSINESS OPPORTUNITIES

The company has a 49.9% shareholding in Wrapchic Ltd and has provided a loan of £1,150,169 to date. The development of this brand continues and the directors are confident that once this is established the brand will accrue value which will provide a good return on the investment made.

ON BEHALF OF THE BOARD:



.....
A S Patel - Director

Date: 28/10/16

**Report of the Directors
for the Year Ended 31 JANUARY 2016**

The directors present their report with the financial statements of the company for the year ended 31 January 2016.

DIVIDENDS

The total distribution of dividends for the year ended 31 January 2016 will be £522,312.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 February 2015 to the date of this report.

G S Dulku
A S Patel

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Report of the Directors and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they 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 these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting 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 adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. 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.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and each director has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

AUDITORS

The auditors, Chapmans Associates Ltd, will be proposed for re-appointment at the forthcoming Annual General Meeting in accordance with S485 of the Companies Act 2006.

ON BEHALF OF THE BOARD:



.....
A S Patel - Director

Date: 28/10/16

Report of the Independent Auditors to the Members of G K TELECOM (UK) LIMITED

We have audited the financial statements of G K TELECOM (UK) LIMITED for the year ended 31 January 2016 on pages six to twenty. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in a Report of the Auditors and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As explained more fully in the Statement of Directors' Responsibilities set out on page three, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Strategic Report and the Report of the Directors to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 January 2016 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Strategic Report and the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements.

**Report of the Independent Auditors to the Members of
G K TELECOM (UK) LIMITED**

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.



Praful Patel FCA (Senior Statutory Auditor)
for and on behalf of Chapmans Associates Ltd
T/A Chapmans
Statutory Auditors
3 Coombe Road
London
NW10 0EB

Date: 28/10/2016

Income Statement

for the Year Ended 31 JANUARY 2016

	Notes	31.1.16 £	31.1.15 £
TURNOVER		9,088,641	37,358,160
Cost of sales		<u>(6,296,774)</u>	<u>(35,270,500)</u>
GROSS PROFIT		2,791,867	2,087,660
Administrative expenses		<u>(1,987,634)</u>	<u>(1,899,618)</u>
		804,233	188,042
Other operating income		<u>2,000</u>	<u>2,000</u>
OPERATING PROFIT	3	806,233	190,042
Interest receivable and similar income		96	376
Revaluation of Investment property	8	<u>88,771</u>	<u>-</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		895,100	190,418
Tax on profit on ordinary activities	4	<u>(180,334)</u>	<u>(36,993)</u>
PROFIT FOR THE FINANCIAL YEAR		<u>714,766</u>	<u>153,425</u>

The notes form part of these financial statements

Other Comprehensive Income

for the Year Ended 31 JANUARY 2016

	Notes	31.1.16 £	31.1.15 £
PROFIT FOR THE YEAR		714,766	153,425
OTHER COMPREHENSIVE INCOME		—	—
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		<u>714,766</u>	<u>153,425</u>

The notes form part of these financial statements

Balance Sheet
31 JANUARY 2016

	Notes	31.1.16 £	31.1.15 £
FIXED ASSETS			
Tangible assets	6	41,774	55,485
Investments	7	1,620,069	972,074
Investment property	8	425,000	336,229
		<u>2,086,843</u>	<u>1,363,788</u>
CURRENT ASSETS			
Stocks	9	49,561	195,762
Debtors	10	2,897,342	3,772,782
Cash at bank and in hand		549,775	617,431
		<u>3,496,678</u>	<u>4,585,975</u>
CREDITORS			
Amounts falling due within one year	11	(2,714,031)	(3,289,120)
NET CURRENT ASSETS		<u>782,647</u>	<u>1,296,855</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>2,869,490</u>	<u>2,660,643</u>
PROVISIONS FOR LIABILITIES	12	(22,479)	(6,086)
NET ASSETS		<u>2,847,011</u>	<u>2,654,557</u>
CAPITAL AND RESERVES			
Called up share capital	13	200	200
Retained earnings	14	2,846,811	2,654,357
SHAREHOLDERS' FUNDS		<u>2,847,011</u>	<u>2,654,557</u>

The financial statements were approved by the Board of Directors on 28/10/2016 and were signed on its behalf by:

AS/-

.....
A S Patel - Director

The notes form part of these financial statements

**Statement of Changes in Equity
for the Year Ended 31 JANUARY 2016**

	Called up share capital £	Retained earnings £	Total equity £
Balance at 1 February 2014	200	2,740,932	2,741,132
Changes in equity			
Dividends	-	(240,000)	(240,000)
Total comprehensive income	-	<u>153,425</u>	<u>153,425</u>
Balance at 31 January 2015	<u>200</u>	<u>2,654,357</u>	<u>2,654,557</u>
Changes in equity			
Dividends	-	(522,312)	(522,312)
Total comprehensive income	-	<u>714,766</u>	<u>714,766</u>
Balance at 31 January 2016	<u><u>200</u></u>	<u><u>2,846,811</u></u>	<u><u>2,847,011</u></u>

The notes form part of these financial statements

**Cash Flow Statement
for the Year Ended 31 JANUARY 2016**

	Notes	31.1.16 £	31.1.15 £
Cash flows from operating activities			
Cash generated from operations	1	492,854	161,178
Tax paid		<u>(39,265)</u>	<u>(309,538)</u>
Net cash from operating activities		<u>453,589</u>	<u>(148,360)</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		-	(4,791)
Purchase of investment property		-	(336,229)
Sale of tangible fixed assets		1,927	-
Interest received		<u>96</u>	<u>376</u>
Net cash from investing activities		<u>2,023</u>	<u>(340,644)</u>
Cash flows from financing activities			
Amount withdrawn by directors		(956)	-
Equity dividends paid		<u>(522,312)</u>	<u>(240,000)</u>
Net cash from financing activities		<u>(523,268)</u>	<u>(240,000)</u>
Decrease in cash and cash equivalents			
		(67,656)	(729,004)
Cash and cash equivalents at beginning of year	2	<u>617,431</u>	<u>1,346,435</u>
Cash and cash equivalents at end of year	2	<u><u>549,775</u></u>	<u><u>617,431</u></u>

The notes form part of these financial statements

**Notes to the Cash Flow Statement
for the Year Ended 31 JANUARY 2016**

1. RECONCILIATION OF PROFIT BEFORE TAXATION TO CASH GENERATED FROM OPERATIONS

	31.1.16	31.1.15
	£	£
Profit before taxation	895,100	190,418
Depreciation charges	12,411	16,204
Profit on disposal of fixed assets	(627)	-
Revaluation of Investment property	(88,771)	-
Finance income	(96)	(376)
	818,017	206,246
Decrease in stocks	146,201	3,021,790
Decrease in trade and other debtors	457,769	186,757
Decrease in trade and other creditors	(929,133)	(3,253,615)
Cash generated from operations	<u>492,854</u>	<u>161,178</u>

2. CASH AND CASH EQUIVALENTS

The amounts disclosed on the Cash Flow Statement in respect of cash and cash equivalents are in respect of these Balance Sheet amounts:

Year ended 31 January 2016

	31.1.16	1.2.15
	£	£
Cash and cash equivalents	<u>549,775</u>	<u>617,431</u>

Year ended 31 January 2015

	31.1.15	1.2.14
	£	£
Cash and cash equivalents	<u>617,431</u>	<u>1,346,435</u>

The notes form part of these financial statements

**Notes to the Financial Statements
for the Year Ended 31 JANUARY 2016**

1. ACCOUNTING POLICIES**Basis of preparing the financial statements**

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention as modified by the revaluation of certain assets.

Turnover

Turnover represents net invoiced sale of goods, excluding value added tax. Turnover also includes commission receivable from the sale of goods.

Tangible fixed assets

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

Fixtures and fittings	- 15% on reducing balance
Motor vehicles	- 25 % on reducing balance
Computer equipment	- 25 % on reducing balance

Investment property

Investment property is shown at most recent valuation. Any aggregate surplus or deficit arising from changes in fair value is recognised in profit or loss.

Stocks

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

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Pension costs and other post-retirement benefits

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

Employee benefit trust

The company established a discretionary trust for the benefit of the families of all of its officers and employees (the Employee Benefit Trust or EBT). In accordance with UITF abstract 32 "Employee Benefit Trusts and other intermediate payment arrangements" the company includes the assets and liabilities of its EBT on its balance sheet to the extent that it considers that it will retain any economic benefit from the assets of the EBT or will have control of the rights or other access to those present economic benefits.

2. STAFF COSTS

	31.1.16	31.1.15
	£	£
Wages and salaries	730,298	765,585
Social security costs	52,701	57,834
Other pension costs	87,453	5,255
	<u>870,452</u>	<u>828,674</u>

Notes to the Financial Statements - continued
for the Year Ended 31 JANUARY 2016

2. STAFF COSTS - continued

The average monthly number of employees during the year was as follows:

	31.1.16	31.1.15
Management	2	3
Administration	12	12
Sales	22	24
Accounts and finance	7	7
	<u>43</u>	<u>46</u>

3. OPERATING PROFIT

The operating profit is stated after charging/(crediting):

	31.1.16	31.1.15
	£	£
Depreciation - owned assets	12,411	16,204
Profit on disposal of fixed assets	(627)	-
Auditors' remuneration	<u>3,750</u>	<u>4,000</u>
Directors' remuneration	<u>28,800</u>	<u>28,800</u>

4. TAXATION

Analysis of the tax charge

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

	31.1.16	31.1.15
	£	£
Current tax:		
UK corporation tax	163,941	39,265
Deferred tax	<u>16,393</u>	<u>(2,272)</u>
Tax on profit on ordinary activities	<u>180,334</u>	<u>36,993</u>

5. DIVIDENDS

	31.1.16	31.1.15
	£	£
Interim	<u>522,312</u>	<u>240,000</u>

Notes to the Financial Statements - continued
for the Year Ended 31 JANUARY 2016

6. TANGIBLE FIXED ASSETS

	Fixtures and fittings £	Motor vehicles £	Computer equipment £	Totals £
COST				
At 1 February 2015	55,719	58,879	84,999	199,597
Disposals	-	(9,750)	-	(9,750)
At 31 January 2016	<u>55,719</u>	<u>49,129</u>	<u>84,999</u>	<u>189,847</u>
DEPRECIATION				
At 1 February 2015	41,116	43,932	59,064	144,112
Charge for year	2,191	3,736	6,484	12,411
Eliminated on disposal	-	(8,450)	-	(8,450)
At 31 January 2016	<u>43,307</u>	<u>39,218</u>	<u>65,548</u>	<u>148,073</u>
NET BOOK VALUE				
At 31 January 2016	<u>12,412</u>	<u>9,911</u>	<u>19,451</u>	<u>41,774</u>
At 31 January 2015	<u>14,603</u>	<u>14,947</u>	<u>25,935</u>	<u>55,485</u>

7. FIXED ASSET INVESTMENTS

	31.1.16 £	31.1.15 £
Participating interests	49,900	49,900
Loans to undertakings in which the company has a participating interest	<u>1,570,169</u>	<u>922,174</u>
	<u>1,620,069</u>	<u>972,074</u>

Additional information is as follows:

	Participating interest £
COST	
At 1 February 2015 and 31 January 2016	<u>49,900</u>
NET BOOK VALUE	
At 31 January 2016	<u>49,900</u>
At 31 January 2015	<u>49,900</u>

Notes to the Financial Statements - continued
for the Year Ended 31 JANUARY 20167. **FIXED ASSET INVESTMENTS - continued**

	Loans to other participating interests £
At 1 February 2015	922,174
New in year	<u>647,995</u>
At 31 January 2016	<u><u>1,570,169</u></u>

The company's investments at the balance sheet date in the share capital of companies include the following:

Participating Interest company**WRAPCHIC LIMITED**

Nature of business: Restaurant & franchise business

Class of shares:	% holding
Ordinary £1 Shares	49.90

The reserve as at 31 May 2015 were £(553,960)

8. **INVESTMENT PROPERTY**

	Total £
FAIR VALUE	
At 1 February 2015	336,229
Revaluations	<u>88,771</u>
At 31 January 2016	<u><u>425,000</u></u>
NET BOOK VALUE	
At 31 January 2016	<u><u>425,000</u></u>
At 31 January 2015	<u><u>336,229</u></u>

Cost or valuation at 31 January 2016 is represented by:

	£
Valuation in 2016	88,771
Cost	<u>336,229</u>
	<u><u>425,000</u></u>

The property has been shown at at fair value as assessed by the directors based on market conditions.

9. **STOCKS**

	31.1.16 £	31.1.15 £
Stocks	<u><u>49,561</u></u>	<u><u>195,762</u></u>

Notes to the Financial Statements - continued
for the Year Ended 31 JANUARY 2016

10. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.1.16	31.1.15
	£	£
Trade debtors	330,342	1,125,365
Other debtors	2,567,000	2,642,000
VAT	-	5,417
	<u>2,897,342</u>	<u>3,772,782</u>

Other debtors include £800,000 due from an Employee Benefit Trust, a discretionary trust which was established for the benefit of the families of all of the company's officers and employees.

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.1.16	31.1.15
	£	£
Trade creditors	2,489,893	3,207,614
Tax	163,941	39,265
Social security and other taxes	12,769	11,838
VAT	15,761	-
Directors' current accounts	-	956
Accrued expenses	31,667	29,447
	<u>2,714,031</u>	<u>3,289,120</u>

12. PROVISIONS FOR LIABILITIES

	31.1.16	31.1.15
	£	£
Deferred tax	<u>22,479</u>	<u>6,086</u>
		Deferred tax
		£
Balance at 1 February 2015		6,086
Charge to Income Statement during year		<u>16,393</u>
Balance at 31 January 2016		<u>22,479</u>

13. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:			31.1.16	31.1.15
Number:	Class:	Nominal value:	£	£
200	Ordinary Shares	£ 1	<u>200</u>	<u>200</u>

Notes to the Financial Statements - continued
for the Year Ended 31 JANUARY 2016

14. RESERVES

	Retained earnings £
At 1 February 2015	2,654,357
Profit for the year	714,766
Dividends	<u>(522,312)</u>
At 31 January 2016	<u>2,846,811</u>

£ 88,771 of reserves are attributable to investment property revaluation to fair value and are non-distributable.

15. RELATED PARTY DISCLOSURES

During the year, the company paid rent of £80,000 (2015:£74,000) to a partnership entity, in which the directors are also the partners.

Other debtors includes £1,755,000 (2015: £1,775,000) due from Dulpot Investments Limited in which the directors have a material interest. The amount due from Dulpot Investments Limited is an interest free loan payable on demand.

During the year, total dividends of £261,156 were paid to the directors.

The company has let its investment property to Wrapchic Limited, a company in which it has a significant shareholding (see note 7). The property has been provided rent free.

Reconciliation of Equity
1 FEBRUARY 2014
(Date of Transition to FRS 102)

	Notes	UK GAAP £	Effect of transition to FRS 102 £	FRS 102 £
FIXED ASSETS				
Tangible assets	6	66,898	-	66,898
Investments	7	450,000	-	450,000
		<u>516,898</u>	<u>-</u>	<u>516,898</u>
CURRENT ASSETS				
Stocks	8	3,217,552	-	3,217,552
Debtors	9	4,449,063	-	4,449,063
Cash at bank and in hand		1,346,435	-	1,346,435
		<u>9,013,050</u>	<u>-</u>	<u>9,013,050</u>
CREDITORS				
Amounts falling due within one year	101	(6,780,458)	-	(6,780,458)
NET CURRENT ASSETS		<u>2,232,592</u>	<u>-</u>	<u>2,232,592</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		2,749,490	-	2,749,490
PROVISIONS FOR LIABILITIES	12	(8,358)	-	(8,358)
NET ASSETS		<u>2,741,132</u>	<u>-</u>	<u>2,741,132</u>
CAPITAL AND RESERVES				
Called up share capital	13	200	-	200
Retained earnings	14	2,740,932	-	2,740,932
SHAREHOLDERS' FUNDS		<u>2,741,132</u>	<u>-</u>	<u>2,741,132</u>

The notes form part of these financial statements

Reconciliation of Equity - continued
31 JANUARY 2015

	Notes	UK GAAP £	Effect of transition to FRS 102 £	FRS 102 £
FIXED ASSETS				
Tangible assets	6	55,485	-	55,485
Investments	7	972,074	-	972,074
Investment property		<u>336,229</u>	<u>-</u>	<u>336,229</u>
		<u>1,363,788</u>	<u>-</u>	<u>1,363,788</u>
CURRENT ASSETS				
Stocks	8	195,762	-	195,762
Debtors	9	3,772,782	-	3,772,782
Cash at bank and in hand		<u>617,431</u>	<u>-</u>	<u>617,431</u>
		<u>4,585,975</u>	<u>-</u>	<u>4,585,975</u>
CREDITORS				
Amounts falling due within one year	101	<u>(3,289,120)</u>	<u>-</u>	<u>(3,289,120)</u>
NET CURRENT ASSETS		<u>1,296,855</u>	<u>-</u>	<u>1,296,855</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		2,660,643	-	2,660,643
PROVISIONS FOR LIABILITIES	12	<u>(6,086)</u>	<u>-</u>	<u>(6,086)</u>
NET ASSETS		<u>2,654,557</u>	<u>-</u>	<u>2,654,557</u>
CAPITAL AND RESERVES				
Called up share capital	13	200	-	200
Retained earnings	14	<u>2,654,357</u>	<u>-</u>	<u>2,654,357</u>
SHAREHOLDERS' FUNDS		<u>2,654,557</u>	<u>-</u>	<u>2,654,557</u>

The notes form part of these financial statements

**Reconciliation of Profit
for the Year Ended 31 JANUARY 2015**

	UK GAAP £	Effect of transition to FRS 102 £	FRS 102 £
TURNOVER	37,358,160	-	37,358,160
Cost of sales	<u>(35,270,500)</u>	<u>-</u>	<u>(35,270,500)</u>
GROSS PROFIT	2,087,660	-	2,087,660
Administrative expenses	(1,899,618)	-	(1,899,618)
Other operating income	<u>2,000</u>	<u>-</u>	<u>2,000</u>
OPERATING PROFIT	190,042	-	190,042
Interest receivable and similar income	<u>376</u>	<u>-</u>	<u>376</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	190,418	-	190,418
Tax on profit on ordinary activities	<u>(36,993)</u>	<u>-</u>	<u>(36,993)</u>
PROFIT FOR THE FINANCIAL YEAR	<u><u>153,425</u></u>	<u><u>-</u></u>	<u><u>153,425</u></u>

The notes form part of these financial statements