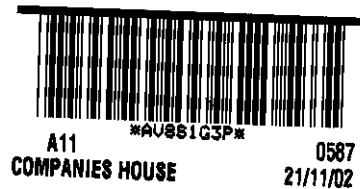


L K COMPLIANCE LIMITED
FINANCIAL STATEMENTS
YEAR ENDED
28 FEBRUARY 2002

Company Registration Number 03926716



L K COMPLIANCE LIMITED

FINANCIAL STATEMENTS

YEAR ENDED 28 FEBRUARY 2002

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L K COMPLIANCE LIMITED**THE DIRECTOR'S REPORT****YEAR ENDED 28 FEBRUARY 2002**

The director has pleasure in presenting her report and the unaudited financial statements of the company for the year ended 28 February 2002.

PRINCIPAL ACTIVITIES

The principal activity of the company during the period was as compliance consultants.

THE DIRECTOR AND HER INTERESTS IN SHARES OF THE COMPANY

The director who served the company during the year together with her beneficial interests in the shares of the company was as follows:

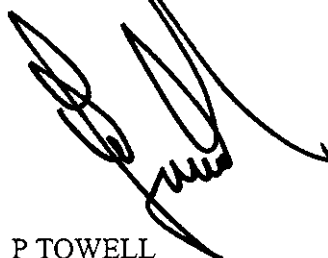
	Ordinary Shares of £1 each	
	At 28 February 2002	At 1 March 2001
L Kelvey	<u>1</u>	<u>1</u>

SMALL COMPANY PROVISIONS

This report has been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

Registered office:
61 London Road
Maidstone
Kent
ME16 8TX

Signed by order of the director



P TOWELL
Company Secretary

Approved by the director on 12/11/02

L K COMPLIANCE LIMITED
PROFIT AND LOSS ACCOUNT
YEAR ENDED 28 FEBRUARY 2002

		Year to 28 Feb 02	Period from 16 Feb 00 to 28 Feb 01 (restated)
	Note	£	£
TURNOVER		—	44,389
Cost of sales		1,169	7,461
GROSS (LOSS)/PROFIT		(1,169)	36,928
Administrative expenses		2,335	10,527
OPERATING (LOSS)/PROFIT	2	(3,504)	26,401
Interest receivable		9	138
(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		(3,495)	26,539
Tax on (loss)/profit on ordinary activities	3	(1,299)	6,193
(LOSS)/PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		(2,196)	20,346
Equity dividends paid		—	11,600
(LOSS)/RETAINED PROFIT FOR THE FINANCIAL YEAR		(2,196)	8,746

L K COMPLIANCE LIMITED**STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES****YEAR ENDED 28 FEBRUARY 2002**

	Year to 28 Feb 02	Period from 16 Feb 00 to 28 Feb 01 (restated)
	£	£
(Loss)/Profit for the financial year attributable to the shareholders	(2,196)	20,346
Total recognised gains and losses relating to the year	<u>(2,196)</u>	<u>20,346</u>
Prior year adjustment (see note 4)	<u>(7,074)</u>	
Total gains and losses recognised since the last annual report	<u>(9,270)</u>	

L K COMPLIANCE LIMITED**BALANCE SHEET****28 FEBRUARY 2002**

	Note	2002 £	2001 (restated) £
CURRENT ASSETS			
Debtors	5	8,970	15,503
Cash at bank		372	1,173
		<u>9,342</u>	<u>16,676</u>
CREDITORS: Amounts falling due within one year	6	<u>2,791</u>	<u>7,929</u>
NET CURRENT ASSETS		<u>6,551</u>	<u>8,747</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>6,551</u>	<u>8,747</u>
CAPITAL AND RESERVES			
Called-up equity share capital	8	1	1
Profit and Loss Account		<u>6,550</u>	<u>8,746</u>
SHAREHOLDERS' FUNDS		<u>6,551</u>	<u>8,747</u>

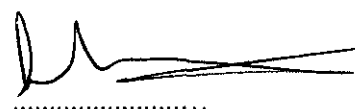
The director is satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the accounts for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

The director acknowledges her responsibility for:

- (i) ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and
- (ii) preparing accounts 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 financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company.

These financial statements have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities (effective March 2000).

These financial statements were approved and signed by the director on 12/11/02



.....
L KELVEY

L K COMPLIANCE LIMITED**NOTES TO THE FINANCIAL STATEMENTS****YEAR ENDED 28 FEBRUARY 2002****1. ACCOUNTING POLICIES****Basis of accounting**

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

The turnover shown in the profit and loss account represents amounts invoiced during the year.

Pension costs

The company operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the company. The annual contributions payable are charged to the Profit and Loss Account.

Deferred taxation

Provision is made, under the liability method, to take account of timing differences between the treatment of certain items for accounts purposes and their treatment for tax purposes. Tax deferred or accelerated is accounted for in respect of all material timing differences to the extent that it is considered that a net liability may arise.

2. OPERATING (LOSS)/PROFIT

Operating (loss)/profit is stated after charging:

	Year to 28 Feb 02	Period from 16 Feb 00 to 28 Feb 01 (restated)
	£	£
Director's emoluments	—	3,951
Director's pension contributions	<u>1,169</u>	<u>3,510</u>

3. TAX ON LOSS OR PROFIT ON ORDINARY ACTIVITIES

	Year to 28 Feb 02	Period from 16 Feb 00 to 28 Feb 01 (restated)
	£	£
Current tax:		
UK Corporation tax based on the results for the year at -% (2001 - 18%)	121	6,193
Over/under provision in prior year	<u>(1,420)</u>	<u>—</u>
Total current tax	<u>(1,299)</u>	<u>6,193</u>
Tax on loss or profit on ordinary activities	<u>(1,299)</u>	<u>6,193</u>

L K COMPLIANCE LIMITED**NOTES TO THE FINANCIAL STATEMENTS****YEAR ENDED 28 FEBRUARY 2002****4. PRIOR YEAR ADJUSTMENT**

A prior year adjustment has been made due to an error in the year to 28 February 2001 which caused sales to be overstated by £7,074. The result of the correction is to reduce the reserves of the company by £7,074.

5. DEBTORS

	2002	2001 (restated)
	£	£
Other debtors	<u>8,970</u>	<u>15,503</u>

6. CREDITORS: Amounts falling due within one year

	2002	2001 (restated)
	£	£
Other creditors including taxation and social security:		
Corporation tax	896	6,193
PAYE and social security	367	796
Other creditors	<u>1,528</u>	<u>940</u>
	<u>2,791</u>	<u>7,929</u>

7. RELATED PARTY TRANSACTIONS

The company was under the control of L Kelvey throughout the current year and previous period as director and sole shareholder.

During the year the director paid £50 on behalf of the company (2001 - £677), paid £8,500 into the company (2001 - £nil) and withdrew £nil (2001 - £12,816). As at 28 February 2002 the director owed the company £3,589 (2001 - £12,139) which is included in other debtors.

8. SHARE CAPITAL**Authorised share capital:**

	2002	2001 (restated)
	£	£
200,000 Ordinary shares of £1 each	<u>200,000</u>	<u>200,000</u>

Allotted, called up and fully paid:

	2002	2001 (restated)
	£	£
Ordinary share capital	1	—
Issue of ordinary shares	<u>—</u>	<u>1</u>
	<u>1</u>	<u>1</u>

L K COMPLIANCE LIMITED**NOTES TO THE FINANCIAL STATEMENTS****YEAR ENDED 28 FEBRUARY 2002****9. PROFIT AND LOSS ACCOUNT**

	Year to 28 Feb 02	Period from 16 Feb 00 to 28 Feb 01 (restated)
	£	£
Original balance brought forward	15,820	-
Prior year adjustment (note 4)	(7,074)	-
Restated balance brought forward	8,746	-
(Accumulated loss)/retained profit for the financial year	(2,196)	8,746
Balance carried forward	6,550	8,746