

Company Registration No. 04251774 (England and Wales)

RAJ KHANNA ASSOCIATES
DIRECTORS' REPORT AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 JULY 2004



**RAJ KHANNA ASSOCIATES
COMPANY INFORMATION**

Directors	Rajiv Khanna
Secretary	Rebecca Khanna
Company number	4251774
Registered office	82 Whitestone Road Nuneaton Warickshire CV11 4SY
Bankers	Abbey National PO BOX 10102 21 Prescot Street London E1 8TN

RAJ KHANNA ASSOCIATES LIMITED

**DIRECTORS' REPORT
FOR THE YEAR ENDED 31 JULY 2004**

The directors present their report and financial statements for the year ended 31 July 2004

Principal activity, business review and further developments

The principal activities of the company continued to be that of providing Project, Programme and Risk Management training and consultancy.

The directors do not expect any change in the activities of the company in the foreseeable future

Directors

The following director have held office since 1 August 2003

Rajiv Khanna

Directors' Interests

The directors' interests in the share of the company were as stated below.

Ordinary Shares of £1 each

31-Jul-04

1

01-Aug-03

1

Directors' responsibilities

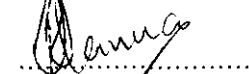
Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for the period. In preparing those statements, the directors are required to:

- select suitable accounting policies and apply them consistently;
- make judgements and estimates that are prudent;
- prepare 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.

This report is prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to smaller companies.

On behalf of the board



Rajiv Khanna

(Director)

24th April 2005

RAJ KHANNA ASSOCIATES

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JULY 2004

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with the financial Reporting Standard for Smaller Entities.

1.2 Turnover

Turnover and profit before tax are attributable to the principal activities of the company.

1.3 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off cost less estimated residual value of each asset over its expected useful life, as follows:

Plant and machinery 33% Straight line basis

Fixtures, fitting & equipment 20% Reducing balance basis

2 Operating Profit

	2,004	2,003
Operating Profit is stated after charging:	£	£
Depreciation of tangible assets	2,359	1,414
Directors' emoluments	0	0
	<u>2,359</u>	<u>1,414</u>

RAJ KHANNA ASSOCIATES LIMITED
Profit and Loss Account for the 31st July 2004

	Notes	2004 £	2003 £
TURNOVER	1.2	214,481	87,059
Cost of Sales		51,931	11,283
Gross Profit		162,551	75,776
Other operating expenses (net)	3	36,293	24,791
OPERATING PROFIT	2	126,258	50,985
Financing and treasury			
Other interest receivable and similar income	6	1,654	438
Operating and Financing income before taxation		127,911	51,423
Taxation on operating and financing income	7	25,008	10,214
PROFIT FOR THE FINANCIAL YEAR AFTER TAX			
TOTAL PROFIT FOR THE FIANACIAL YEAR		102,903	41,209
Dividend Paid		60,000	0
RETAINED PROFIT FOR THE YEAR	12	42,903	41,209

RAJ KHANNA ASSOCIATES LIMITED

Balance Sheet As At 31st July 2004

	Notes	2004 £	2003 £
FIXED ASSETS			
Tangible Assets	8	3,166	4,780
Investments			
		<u>3,166</u>	<u>4,780</u>
CURRENT ASSETS			
Debtors	9	29,792	18,566
Cash at bank and in hand		<u>128,712</u>	<u>55,791</u>
		<u>158,505</u>	<u>74,357</u>
CREDITORS			
Amount falling due within one year	10	52,940	13,310
NET CURRENT ASSETS		<u>105,564</u>	<u>61,047</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>108,730</u>	<u>65,828</u>
CAPITAL & RESERVES			
Called up share capital	11	1	1
Profit & loss account	12	<u>108,729</u>	<u>65,826</u>
TOTAL EQUITY SHAREHOLDERS FUND		<u>108,730</u>	<u>65,827</u>

a) For the year ended 30 April 2003 the company was entitled to exemption under section 249A(1) of the Companies Act 1985.

(b) Members have not required the company to obtain an audit in accordance with section 249B(2) of the Companies Act 1985.

(c) The directors acknowledge their responsibility for:

i. ensuring the company keeps accounting records which comply with section 221; 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 Companies Act relating to accounts, so far as applicable to the company;

(d) The accounts have been prepared in accordance with the special provisions in Part VII of the Companies Act 1985 relating to small companies and with the financial Reporting Standard for smaller Entities (effective June 2002)

The financial statements were approved by the board on 25th March 2005

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RAJIV KHANNA

(Director)

RAJ KHANNA ASSOCIATES LIMITED

4. **STAFF NUMBERS AND COSTS**

Aggregate staff costs comprised the followings

	2004 £	2003 £
Wages and salaries		
Social security Costs		
Pension Contribution		
	<u>0</u>	<u>0</u>

	2004 No..	2003 No..
Directors	1	1
Administration	1	1
Production	0	0
	<u>2</u>	<u>2</u>

5. **DIRECTORS' EMOLUMENTS**

Directors' emoluments comprised the following:

	2004 £	2003 £
Fees for services as directors	0	0
Company contributions to money purchase schemes	0	0
	<u>0</u>	<u>0</u>

6 **INTEREST RECEIVABLE AND SIMILAR INCOME**

	2004 £	2003 £
Bank Interest	<u>1,654</u>	<u>438</u>

7. **TAXATION**

	2004 £	2003 £
UK corporation tax at current rates	25,008	10,214
Over provision in previous years		
	<u>25,008</u>	<u>10,214</u>

8 TANGIBLE FIXED ASSETS

	Freehold Land and Building	Fixtures and Fittings	Equipment	Computers and Motor Vehicles	Total
	£	£	£	£	£
Cost:					
1st August 2003		257	6,299	0	6,556
Additions		0	1,149		1,149
Disposals			854		854
Amounts written off					
31st July 2004	0	257	6,594	0	6,851
Depreciation					
1st August 2003		73	1,703	0	1,776
On Disposal			450		450
Charged for the year		37	2,322		2,359
Amounts written off					0
31st July 2004	0	110	3,575	0	4,585
Net book Value					
31st July 2004	0	147	3,019	0	3,166
1st August 2003	0	184	4,596	0	4,780

RAJ KHANNA ASSOCIATES LIMITED

9.	DEBTORS	2004	2003
		£	£
	Due within one year		
	Trade Debtors	29,792	18,566
	Other Debtors	0	0
	Prepayment & accrued income	0	0
		<u>29,792</u>	<u>18,566</u>

10. CREDITORS

Amount falling due within one year:

Bank Loans & Overdraft	0	0
Obligation under finance lease	0	0
Trade Creditors	16,234	0
Corporation Tax	25,008	10,214
Taxation and social security costs	4,141	216
Directors Loan	0	0
Other Creditors	3,123	380
Accruals and deferred income	4,435	2,500
	<u>52,940</u>	<u>13,310</u>

CREDITORS

Amount falling more than one year	0	0
Loans	0	0
Other loans	0	0
Obligations under finance leases and hire purchase agreements	0	0
	<u>0</u>	<u>0</u>

RAJ KHANNA ASSOCIATES LIMITED
NOTES TO THE FINANCIAL STATEMENTS (Continued)

FOR THE YEAR ENDED 31st July 2004

11	SHARE CAPITAL	2004	2003
		£	£
	Authorised		
	10,000 Ordinary shares of £1 each	<u>1</u>	<u>1</u>
	Alloted, called up and fully paid		
	1 Ordinary shares of £1 each	<u>1</u>	<u>1</u>
12	PROFIT AND LOSS ACCOUNT	2004	2003
			£
	Balance brought forward	65,826	24,618
	Retained profit for the financial year	<u>42,903</u>	<u>41,209</u>
		<u>108,729</u>	<u>65,826</u>
13	RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS		
		2004	2003
		£	£
	Profit for the financial year	42,903	41,209
	Opening shareholders' funds	<u>65,827</u>	<u>24,619</u>
		<u>108,730</u>	<u>65,827</u>

RAJ KHANNA ASSOCIATES LIMITED
DETAILED TRADING AND PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 JULY 2004

		<u>2004</u>	<u>2003</u>
		£	£
Sales	1.2	214,481.42	87,059.10
less cost of sales:		51,930.65	11,282.98
Gross Profit		<u>162,550.77</u>	<u>75,776.12</u>
Administrative Expenses			
Directors' remuneration		0	0
Directors' pension contribution		0	0
Wages & Salaries		300	1,750
Employer's N.I. Contribution		0	0
Staff welfare		1,122	864
Medical Insurance		0	0
Staff recruitment costs		0	0
Rates & Rent		960	960
Utilities		0	0
Repairs & Maintainance		856	390
Sundry Expense		507	6
Insurance/Licence Fees		6,840	0
Postage and Courier		367	288
Stationery Printing & Photocopying		1,083	2,554
Telephones & Fax		1,462	1,366
Computer software and other expenses		0	0
Publications membership and subscriptions		2,350	98
Advertising Marketing and promotional costs		0	0
Research/Training and Sponsorship		1,092	540
Motor running and travelling expenses		6,536	6,221
Travelling expenses		5,969	4,936
Entertaining		1,824	889
Legal and prof fees		15	15
Audit & Accountancy		2,500	2,500
Class IA Insurance		0	0
Bank Charges		25	0
Depreciation on Office improvement		0	0
Depreciation on computer equipment		2,322	1,368
Depreciation on Fixtures Fittings & Equipment		37	46
Depreciation on motor vehicles		0	0
Profit/loss on disposal of fixed assets		404	0
Gains/Loss on Currency		0	0
Gains/Loss on Currency		0	0
Corporation Tax		-277	0
	3.	<u>36,293.13</u>	<u>24,791.39</u>
Net Profit before Interest and Taxation	2.	<u>126,257.64</u>	<u>50,984.73</u>
Interest receivable	6.	1,653.74	438.07
NET PROFIT BEFORE TAXATION		<u>127,911.38</u>	<u>51,422.80</u>