

DIRECTOR'S REPORT

The director presents her first report together with the financial statements for the period ended 31st July 2003.

PRINCIPAL ACTIVITY

The principal activity of the company during the period has been that of providing health and safety care and driver training at Heathrow airport and also supplying personal and protective equipment for this purpose. The company was incorporated on 25th July 2002, but commenced trading on 1st August 2002.

DIRECTOR AND HER INTEREST

The director's interest in the shares of the company at the beginning and end of the period was as follows:-

	<u>Ordinary shares of £1 each</u>	
	<u>At start of period</u>	<u>At end of period</u>
MS C PATEL	1	1

RESULT AND DIVIDENDS

The director submits the financial statements of the company for the period ended 31st July 2003. The results are dealt with as shown in the profit and loss account on page 3.

CLOSE COMPANY

The company is a close company for taxation purposes, within the meaning of Section 414 of the Income and Corporation Taxes Act 1988.

In the preparation of this report, the director has taken advantage of the provisions in the Companies Act applicable to small companies.

By order of the Board



MR C T MORE
Company Secretary

Date: 16th July 2004



**ACCOUNTANTS' REPORT TO THE MEMBERS OF
AIRSIDE COMPANY LIMITED**

As described on the balance sheet you are responsible for the preparation of the accounts for the period ended 31st July 2003, set out on pages 3 to 7 and you consider that the company is exempt from an audit. In accordance with your instructions, we have compiled these unaudited accounts in order to assist you to fulfil your statutory responsibilities from the accounting records and information and explanations supplied to us.

A handwritten signature in cursive script, appearing to read 'Ata Khan', followed by a horizontal line and a small double dot at the end.

ATA KHAN & CO
Accountants

35 Lulworth Drive
Pinner
Middlesex HA5 1NF

Date: 16th July 2004

AIRSIDE COMPANY LIMITED**PROFIT AND LOSS ACCOUNT**

FOR THE PERIOD FROM 25 JULY 2002 TO 31 JULY 2003

	Notes	£
TURNOVER	2	141390
Cost of turnover		(35960)
		<hr/>
GROSS PROFIT		105430
Administrative expenses		(71560)
		<hr/>
OPERATING PROFIT	6	33870
Other income		-
		<hr/>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		33870
Taxation	3	(5582)
		<hr/>
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		28288
Dividend payable		(21600)
		<hr/>
RETAINED PROFIT CARRIED FORWARD	7	6688
		=====

The notes on page 6 and 7 form part of these financial statements.

AIRSIDE COMPANY LIMITED

BALANCE SHEET AT 31 JULY 2003

	Notes	£	£
FIXED ASSETS			
Tangible assets	2		21190
CURRENT ASSETS			
Stock		2150	
Trade debtors		8445	
Balance at bank and in hand		<u>4645</u>	
		<u>15240</u>	
CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR			
Trade and sundry creditors		6556	
Current taxation	3	5582	
Director's current account		<u>17603</u>	
		<u>29741</u>	
NET CURRENT LIABILITIES			(14501)
NET ASSETS			£ 6689
			=====
CAPITAL AND RESERVE			
Called up share capital	5		1
Profit and loss account	7		<u>6688</u>
SHAREHOLDER'S FUND			£ 6689
			====

The notes on page 6 and 7 form part of these financial statements.

AIRSIDE COMPANY LIMITED

BALANCE SHEET AT 31 JULY 2003 (CONTINUED)

The director confirms that :-

- 1) during the accounting period ended 31st July 2003, the company was entitled to the exemption under Section (1) of Section 249A of the Companies Act 1985 (according to the turnover and balance sheet total of the company);
- 2) no member or members have requested an audit under Section 249B(2) of the Companies Act 1985;

The director acknowledges her responsibility for:-

- 3) ensuring that the company keeps accounting records which comply with Section 221, and
- 4) preparing accounts that give a true and fair view of the state of affairs of the company as at 31st July 2003, and its profit for the financial period ended 31st July 2003, in accordance with the requirements of Section 226 of the Companies Act 1985, and which otherwise comply with this Act relating to accounts.

In preparing these accounts the director has relied upon the exemptions for individual accounts provided by Section 246 of the Companies Act 1985 (or Schedule 8 of paragraph 23).

Approved by the director on 16th July 2004.



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MS C PATEL

AIRSIDE COMPANY LIMITED

NOTES TO THE ACCOUNTS

FOR THE PERIOD FROM 25 JULY 2002 TO 31 JULY 2003

1. ACCOUNTING POLICIES:

a) BASIS OF PREPARATION:

The financial statements have been prepared under the historical cost convention and in accordance with applicable accounting standards. The accounts does not show a comparative as this is the first year of company's trading.

b) TURNOVER:

Turnover represents amounts derived from services falling within the company's ordinary activities excluding of Value Added Tax.

2. ASSETS EMPLOYED:

TANGIBLE ASSETS

	Equipment	Motor vehicle	Total
	<u>£</u>	<u>£</u>	<u>£</u>
Cost of acquisition	<u>14300</u>	<u>13000</u>	<u>27300</u>
Cost at end of period	<u>14300</u>	<u>13000</u>	<u>27300</u>

ACCUMULATED DEPRECIATION

Charge for the period	<u>2860</u>	<u>3250</u>	<u>6110</u>
At end of period	<u>2860</u>	<u>3250</u>	<u>6110</u>

NET BOOK AMOUNTS

At end of period	<u>11440</u>	<u>9750</u>	<u>21190</u>
	=====	=====	=====

DEPRECIATION

Depreciation is provided using the reducing balance method in order to write off the cost of tangible assets over their estimated useful lives at the following rates:

Equipment	-	20%
Motor vehicle	-	25%

3. TAXATION:

Due to profit generated during the period, there will be a U K corporation tax liability of £2636.

AIRSIDE COMPANY LIMITED

NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE PERIOD FROM 25 JULY 2002 TO 31 JULY 2003

4. DIRECTOR'S REMUNERATION:

	<u>Under PAYE</u>		<u>Total</u>
	<u>Gross</u>	<u>Employer's NIC</u>	
	£	£	£
Ms C Patel	5000	140	5140
	===	==	===

5. SHARE CAPITAL:

Share capital consists of ordinary shares of £1 each as follows:

Authorised	
1000 ordinary shares of £1 each	£ 1000
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Issued and fully paid:	
1 ordinary share of £1 each	£ 1
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6. OPERATING PROFIT:

Operating profit has been arrived at after charging:

	£
Depreciation	6110
Accountancy fees	1250
Director's remuneration	5150
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7. RESERVE:

	£
Profit for the period after taxation	28288
Dividend payable	(21600)
Retained profit carried forward	£ 6688
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