

**MCKNIGHT AND SON BUILDERS LIMITED**

**FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER, 2004**

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**COMPANY INFORMATION**

**COMPANY NUMBER** 04914092

**REGISTERED OFFICE** 5 Cecil Street.  
Carlisle  
CA1 1NL

**DIRECTOR** R. McKnight, Esq.

**SECRETARY** Mrs. D.A. Greenhow

**AUDITORS** N.B. Lancaster and Co.,  
Chartered Accountants,  
and Registered Auditor,  
5 Cecil Street,  
Carlisle,  
CA1 1NL



**MCKNIGHT AND SON BUILDERS LIMITED****DIRECTORS REPORT**

The Directors present their second Annual Report together with the Accounts for year ended 31<sup>st</sup> December, 2004.

**Trading Results and State of Affairs**

The company became a partner with Messrs. R; A and W.R. McKnight (Director and Shareholder of the Company) in the firm of McKnight Builders as from 1<sup>st</sup> October, 2003. The company's share of profit from this firm amounted to £199.616 before Tax in the year to 31<sup>st</sup> December, 2004.

**Directors and Their Interests**

The persons serving as Directors during the year and their Interests in the Company's Share Capital was as follows:-

	<b><u>ORDINARY SHARES AS AT</u></b>	
	<b><u>31.12.2004</u></b>	<b><u>31.12.2003</u></b>
R. McKnight, Esq.	25 (25%)	25 (25%)

**OTHER SHAREHOLDINGS** (In Excess of 3% of Issued Share Capital)

Mrs. A. McKnight	25 (25%)	25 (25%)
W.R. McKnight, Esq.	25 (25%)	25 (25%)
Mrs. D.A. Greenhow	25 (25%)	25 (25%)

**AUDITORS**

Although the Company is entitled to exemption from the requirements to have an Audit under the provisions of Section 249 (A) (1) and no Audit has been undertaken the company's Auditors, Messrs. N.B. Lancaster and Co., Chartered Accountants, continue to hold office and a resolution re-appointing them as Registered Auditors will be put to the Annual General Meeting.

**BY ORDER OF THE BOARD**



Mrs. D.A. Greenhow

**24<sup>th</sup> AUGUST, 2005**

**SECRETARY**

**MCKNIGHT AND SON BUILDERS LIMITED**

**STATEMENT OF DIRECTORS RESPONSIBILITIES FOR THE FINANCIAL STATEMENTS**

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

- select suitable accounting policies and then apply them consistently
- make judgements and 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 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.

**BY ORDER OF THE BOARD**

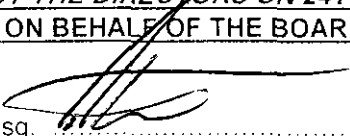
**24<sup>TH</sup> AUGUST, 2005**



R. McKnight

**DIRECTOR**

MCKNIGHT AND SON BUILDERS LIMITEDBALANCE SHEET AS AT 31ST DECEMBER, 2004AS. AT 31.12.2003

		<b><u>ASSETS EMPLOYED</u></b>		
		<b><u>FIXED ASSETS</u></b>		
		<b><u>CURRENT ASSETS</u></b>		
30,659		Investments (Note 3)	224,779	
100		Debtors	100	
<u>30,759</u>			<u>224,879</u>	
=====			=====	
		<b><u>LESS CURRENT ASSETS</u></b>		
5,472		Creditors Falling Due Within One Year (Note 4)	36,957	
=====			=====	
	25,287	<b><u>NET CURRENT ASSETS</u></b>		187,922
	<u>25,287</u>	<b><u>NET ASSETS</u></b>		<u>187,922</u>
	=====			=====
		<b><u>REPRESENTED BY:-</u></b>		
		<b><u>CAPITAL AND RESERVES</u></b>		
	100	Called Up Share Capital (Note 2)		100
	25,187	Profit and Loss Account		187,822
	<u>25,287</u>	<b><u>CAPITAL EMPLOYED</u></b>		<u>187,922</u>
	=====			=====
		<p>The Directors consider that the Company is entitled to exemption from the requirement to have an Audit under the provisions of Section 249 A (1) of the Companies Act 1985. Shareholders holding 10% or more of the Company's Share Capital have not issued a notice requiring an Audit. The Directors have confirmed that no notice has been deposited under Section 249(b) (2) of the Companies Act 1985. The Directors acknowledge their responsibilities for ensuring that the Company keeps Accounting Records which comply with Section 221 of the Companies Act 1985, and for 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 for the year in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Act relating to the Accounts so far as applicable to the Company.</p>		
		<p><b><u>APPROVED BY THE DIRECTORS ON 24TH AUGUST, 2005</u></b>  <b><u>AND SIGNED ON BEHALF OF THE BOARD BY:-</u></b></p>		
		<p>R. McKnight Esq.  DIRECTOR</p>		

MCKNIGHT AND SON BUILDERS LIMITEDPROFIT AND LOSS ACCOUNT FOR THE PERIOD YEAR ENDED 31ST DECEMBER, 2004

Period 29.9.03 to 31.12.03

30,659	<u>TURNOVER</u> (Note 1(b))	199,616
-	<u>Less</u> Cost of Sales	-
30,659	<u>GROSS PROFIT</u>	199,616
-	<u>Less</u> Administrative Expenses	-
30,659	<u>PROFIT ON ORDINARY ACTIVITIES BEFORE TAX</u>	199,616
5,472	<u>TAXATION</u> (Note 5)	36,981
25,187	<u>PROFIT ON ORDINARY ACTIVITIES AFTER TAX</u>	162,635
-	<u>APPROPRIATIONS</u>	-
25,187	<u>RETAINED PROFIT FOR THE FINANCIAL PERIOD</u>	162,635
-	<u>Add</u> Retained Earnings B/Fwd.	25,187
25,187 =====	<u>RETAINED EARNINGS</u>	187,822 =====

NOTES:-1. Continuing Operations

The Company's activities commenced on 1st October, 2003 with the Company becoming a partner in a Trading Partnership

2. Total Recognised Gains and Losses

The Company has no recognised Gains or Losses other than the Profit and Loss for the above Financial Years.

**MCKNIGHT AND SON BUILDERS LIMITED****NOTES TO THE ACCOUNTS****1. ACCOUNTING POLICIES****(a) Basis of Preparation**

The Accounts have been drawn up under the Historical Cost Convention and comply with applicable Statements of Standard Accounting Practice.

**(b) Turnover**

Turnover represents the Company's share of profit before tax from its partnership in the firm of McKnight Builders.

**2. CALLED UP SHARE CAPITAL**20042003Authorised

1,000 Ordinary Shares of £1 each

1,000

1,000

=====

=====

Issued

100 Ordinary Shares of £1 each, Fully Paid

100

100

=====

=====

**3. INVESTMENTS**Trade Investments

Capital Balance Due from Partnership of McKnight Builders

224,779

30,659

=====

=====

**4. CREDITORS FALLING DUE WITHIN ONE YEAR**

Corporation Tax Due

36,957

5,472

=====

=====

**5. TAXATION**

U.K. Corporation Tax on Profits  
Under Provision for Previous Year

36,957

5,472

24

-

36,981

5,472

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