

COMPANY REGISTRATION NO.1727537

CONNOR CONSTRUCTION LIMITED

REPORT AND ACCOUNTS

FOR THE YEAR ENDED 30TH JUNE 1998

MAVANI SHAH & CO.  
CHARTERED CERTIFIED ACCOUNTANTS  
141 CAMROSE AVENUE  
EDGWARE  
MIDDX HA8 6BY.



CONNOR CONSTRUCTION LIMITED

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# CONNOR CONSTRUCTION LIMITED

## REPORT OF THE DIRECTORS

The Directors present their report together with the accounts for the year ended 30th June 1998.

### RESULTS AND DIVIDENDS

The profit for the year ended 30th June 1998 after taxation amounted to £ 9,032 (£14,161 in 1997).

### PRINCIPAL ACTIVITY

The principal activity of the company is that of subcontracting in the building industry and property developers.

### BUSINESS REVIEW

Another difficult year in line with difficult trading conditions. Forthcoming year looks even more difficult judging from the beginning of current year.

### DIRECTORS AND THEIR INTERESTS

The directors who held office in the year and their interests in the Ordinary £1 Shares of the company were:-

	Ordinary shares of £1 each	
	<u>30.6.1998</u>	<u>30.6.1997</u>
P.D. Connor	90	90

### DIRECTORS RESPONSIBILITIES

The Company Law requires the directors to prepare accounts for each financial year which give a true and fair view of the state of affairs of the Company as at the end of financial year and of the profit or loss of the Company for that year. In preparing these accounts, the directors are required to:

- select suitable accounting policies and apply them consistently.
- make judgement and estimates that are reasonable and prudent.
- follow applicable accounting standards, subject to any material departures disclosed and explained in the accounts.

Prepare the accounts on a going concern basis unless it is not appropriate to presume that the Company will continue in business.


CONNOR CONSTRUCTION LIMITED

REPORT OF THE DIRECTORS

DIRECTORS RESPONSIBILITIES -Contd.

The directors are responsible for maintaining proper accounting records which disclose with reasonable accuracy at any time the financial position of the Company and enable them to ensure that the accounts comply with the Companies Acts. They are also responsible for safeguarding the assets of the Company and hence, for taking reasonable steps for prevention and detection of fraud and other irregularities.

By Order of the Board

  
.....  
Director

Date 23.4.99

Registered Office:

The Twinings  
Sheering  
Herts

REPORT OF THE ACCOUNTANTS

TO THE MEMBERS OF

CONNOR CONSTRUCTION LIMITED

In accordance with instructions given to us we have prepared without carrying out an audit, the Accounts set out on Pages 4 to 9 from the accounting records of Connor Construction Limited and from information and explanations supplied to us.

23RD APRIL 1999

*Manani Shah & Co.*  
MAVANI SHAH & CO.  
CHARTERED CERTIFIED ACCOUNTANTS

141 CAMROSE AVENUE  
EDGWARE  
MIDDX HA8 6BY.

CONNOR CONSTRUCTION LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 30TH JUNE 1998

	<u>Notes</u>	<u>1998</u>	<u>1997</u>
		£	£
TURNOVER	1 (c)	100,002	76,713
Cost of Sales		(84,134)	(51,813)
		<hr/>	<hr/>
GROSS PROFIT		15,868	24,900
Administrative Expenses		(29,209)	(31,539)
Other Operating Income		24,750	26,439
		<hr/>	<hr/>
OPERATING PROFIT	2	11,409	19,800
Interest payable and similar charges		(2,377)	(3,000)
		<hr/>	<hr/>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		9,032	16,800
TAXATION ON ORDINARY ACTIVITY	3	-	(2,639)
		<hr/>	<hr/>
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		9,032	14,161
(Accumulated Profit) brought forward		222,920	208,759
		<hr/>	<hr/>
ACCUMULATED PROFIT carried forward		£ 231,952	£ 222,920
		<hr/>	<hr/>

RECOGNISED GAINS OR LOSSES

There are no recognised gains or losses other than profit attributable to the shareholders of the company for the year ended 30th June 1998.

The notes on pages 7 to 9 form part of these Accounts.

CONNOR CONSTRUCTION LIMITED

BALANCE SHEET AS AT 30TH JUNE 1998

	<u>Notes</u>	<u>1998</u>	<u>1997</u>
		£	£
<u>FIXED ASSETS</u>			
Tangible Assets	4	11,327	15,022
<u>CURRENT ASSETS</u>			
Stocks - Land & Buildings	5	284,471	316,471
Debtors	6	18,840	26,942
Cash at bank and in hand		4,041	518
		<u>307,352</u>	<u>343,931</u>
<u>CREDITORS</u> : due within one year	7	( 55,603)	( 89,045)
		<u>251,749</u>	<u>254,886</u>
NET CURRENT ASSETS			
		<u>263,076</u>	<u>269,908</u>
TOTAL ASSETS LESS LIABILITIES			
CREDITORS: Amounts falling due after more than one year	8	(31,024)	(46,888)
		<u>£ 232,052</u>	<u>£ 223,020</u>
NET ASSETS		<u>=====</u>	<u>=====</u>
<u>CAPITAL AND RESERVES</u>			
Called Up Share Capital	9	100	100
Profit and loss Account		231,952	222,920
		<u>£ 232,052</u>	<u>£ 223,020</u>
		<u>=====</u>	<u>=====</u>

CONNOR CONSTRUCTION LIMITED

BALANCE SHEET AS AT 30TH JUNE 1998

DIRECTORS STATEMENTS

In approving these accounts as directors of the company we hereby confirm:

- (a) that for the year in question the company was entitled to the exemption conferred by Section 249A(1) of the Companies Act 1985;
- (b) that no notice has been deposited at the registered office of the company pursuant to section 249B(2) requesting that an audit be conducted for the year ended 30th June 1998; and
- (c) that we acknowledge our responsibilities for:
  - (i) ensuring that 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 30th June 1998 and of its results for the year then ended and which otherwise comply with the provisions of the Companies Act relating to accounts, so far as applicable to the Company.

The Accounts have been approved by the Board of Directors on 23.4.99

..... P.D. Corry .....

The notes on pages 7 to 9 form part of these Accounts.



# CONNOR CONSTRUCTION LIMITED

## NOTES TO THE ACCOUNTS - 30TH JUNE 1998

### 1. ACCOUNTING POLICIES

#### a) Accounting Convention

The accounts have been prepared under the historical cost convention.

#### b) Cash Flow Statement

The director has taken advantage of the exemption in Financial Reporting Standard No.1 from including a cash flow statement in the financial statements on the grounds that the company is small.

#### c) Turnover

Turnover represents net sales invoiced during the year and excludes Value Added Tax.

#### d) Depreciation

Depreciation of tangible fixed assets is calculated to write off the cost or valuation, less their estimated residual value, over their expected useful lives as follows:

Plant & Equipment	:	25%	Reducing Balance Method
Motor Vehicles	:	25%	Reducing Balance Method
Fixtures and Fittings	:	20%	Reducing Balance Method

#### e) Stocks

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

### 2. OPERATING PROFIT

Operating profit is stated after charging:

	1998	1997
	£	£
Directors emoluments	-	-
Amortisation	2,414	4,235
Depreciation	3,695	5,648
Profit on disposal of fixed assets	-	(6,250)
Auditors fees	-	-
	=====	=====

### 3. TAXATION ON PROFIT ON ORDINARY ACTIVITIES

Taxation provided at the UK Corporation		
Tax Rate 23% (1997-24%)	£ NIL	£ 2,639
	=====	=====

CONNOR CONSTRUCTION LIMITED

NOTES TO THE ACCOUNTS - 30TH JUNE 1998

4. TANGIBLE FIXED ASSETS

		<u>Plant &amp; Machinery</u>	<u>Motor Vehicles</u>	<u>Fixtures &amp; Fittings</u>	<u>Total</u>
		<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>
COST		7,154	46,103	1,898	55,155
At 30th June 1998	£	7,154	46,103	1,898	55,155
<u>DEPRECIATION</u>					
At 1st July 1997		1,789	37,660	684	40,133
Charge for the year		1,341	2,111	243	3,695
At 30th June 1998	£	3,130	39,771	927	43,828
N.B.V. at 30.6.98	£	4,024	6,332	971	11,327
N.B.V. at 30.6.97	£	5,365	8,443	1,214	15,022

5. STOCKS

	1998	1997
	<u>£</u>	<u>£</u>
Stock	284,471	-
Payments on account	-	316,471

6. DEBTORS

Trade Debtors	2,629	18,116
VAT Recoverable	-	827
Other Debtors	390	878
Directors current account	15,821	4,885
Prepayments and accrued income	-	2,236
Receivable within one year	£ 18,840	£ 26,942

CONNOR CONSTRUCTION LIMITED

NOTES TO THE ACCOUNTS - 30TH JUNE 1998

7. CREDITORS: Amounts falling due within one year

	<u>1998</u>	<u>1997</u>
	<u>£</u>	<u>£</u>
Bank Loans and Overdrafts	-	2,702
Trade Creditors	4,525	12,020
Deposit against option re:		
Development Property	25,500	25,500
Corporation Tax	2,639	2,639
Other Taxes, VAT and Social Security	844	5,089
Directors Loan Account	22,095	41,095
	<hr/>	<hr/>
	£ 55,603	£ 89,045
	=====	=====

8. CREDITORS: Amounts falling after more than one year

Bank loans and overdrafts	<u>31,024</u>	<u>46,888</u>
	=====	=====

9. SHARE CAPITAL

Authorised:

100 Ordinary Shares of £1 each	<u>£ 100</u>	<u>£ 100</u>
	=====	=====

Allotted, Called Up and Fully Paid:

100 Ordinary Shares of £1 each	<u>£ 100</u>	<u>£ 100</u>
	=====	=====