

COMPANY REGISTRATION NO.1727537

CONNOR CONSTRUCTION LIMITED

REPORT AND ACCOUNTS

FOR THE YEAR ENDED 30TH JUNE 1997

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 1997.

#### RESULTS AND DIVIDENDS

The profit for the year ended 30th June 1997 after taxation amounted to £ 14,161 (£12,666 in 1996).

#### 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>30.6.1997</u>	<u>30.6.1996</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

Date 28.4.98

  
.....P. O'Connor.....  
Director

Registered Office:

3 Twyford Gardens  
Bishop Stortford  
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.

*Mavani Shah & Co.*

MAVANI SHAH & CO.

CHARTERED CERTIFIED ACCOUNTANTS

28<sup>th</sup> April 1998

141 CAMROSE AVENUE  
EDGWARE  
MIDDX HA8 6BY.

CONNOR CONSTRUCTION LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 30TH JUNE 1997

	<u>Notes</u>	<u>1997</u>	<u>1996</u>
		£	£
TURNOVER	1(c)	76,713	124,578
Cost of Sales		(51,813)	(86,057)
		<hr/>	<hr/>
GROSS PROFIT		24,900	38,521
Other Operating Income		20,189	14,600
		<hr/>	<hr/>
		45,089	53,121
Administrative Expenses		(22,413)	(36,830)
		<hr/>	<hr/>
OPERATING PROFIT		22,676	16,291
Interest Payable		(5,876)	(3,625)
		<hr/>	<hr/>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	2	16,800	12,666
TAXATION ON ORDINARY ACTIVITY	3	(2,639)	-
		<hr/>	<hr/>
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION		14,161	12,666
(Accumulated Profit) brought forward		208,759	196,093
		<hr/>	<hr/>
ACCUMULATED PROFIT carried forward		£ 222,920	£ 208,759
		=====	=====

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 1997.

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

CONNOR CONSTRUCTION LIMITED

BALANCE SHEET AS AT 30TH JUNE 1997

	<u>Notes</u>	<u>1997</u>	<u>1996</u>
		£	£
<u>FIXED ASSETS</u>			
Tangible Assets	5	15,022	15,680
<u>CURRENT ASSETS</u>			
Stocks - Land & Buildings	4	316,471	302,854
Debtors	6	19,695	29,298
Cash at bank and in hand		518	564
		<hr/>	<hr/>
		336,684	332,716
<u>CREDITORS</u> :due within one year	7	(128,686)	(139,537)
		<hr/>	<hr/>
<u>NET CURRENT ASSETS (LIABILITIES)</u>		207,998	193,179
		<hr/>	<hr/>
<u>TOTAL ASSETS LESS LIABILITIES</u>		£ 223,020	£ 208,859
		=====	=====
<u>CAPITAL AND RESERVES</u>			
Called Up Share Capital	8	100	100
Profit and loss Account		222,920	208,759
		<hr/>	<hr/>
		£ 223,020	£ 208,859
		=====	=====

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 1997; and


CONNOR CONSTRUCTION LIMITED

BALANCE SHEET AS AT 30TH JUNE 1997

DIRECTORS STATEMENTS - Contd.

- (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 1997 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 28.4.98

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



CONNOR CONSTRUCTION LIMITED

NOTES TO THE ACCOUNTS - 30TH JUNE 1997

1. ACCOUNTING POLICIES

a) Accounting Convention

The accounts have been prepared under the historical cost convention.

b) 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

c) Turnover

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

2. PROFIT ON ORDINARY ACTIVITIES

The profit is stated after charging:

	<u>1997</u>	<u>1996</u>
	£	£
Directors Remuneration	NIL	6,552
Company Pension	1,200	1,200
Depreciation	4,908	5,100
Profit on sale of fixed assets	6,250	NIL
Bank Charges and Interest	2,876	3,625
Interest on Loan	3,000	NIL
	=====	=====

3. TAXATION

Taxation provided at the UK Corporation

Tax Rate 24% (1996-25%)	£ 2,639	£ NIL
	=====	===

4. STOCK

£ 316,471	£ 302,854
=====	=====

Stock is stated at the lower of cost or net realisable value.

CONNOR CONSTRUCTION LIMITED

NOTES TO THE ACCOUNTS - 30TH JUNE 1997

5. TANGIBLE FIXED ASSETS

	<u>Plant &amp; Equipment</u>	<u>Motor Vehicles</u>	<u>Fixtures &amp; Fittings</u>	<u>Total</u>
	£	£	£	£
COST	53,018	45,103	1,898	100,019
Additions	3,250	1,000	-	4,250
Disposal	(49,114)	-	-	(49,114)
At 30th June 1997 £	7,154	46,103	1,898	55,155
<u>DEPRECIATION</u>				
At 1st July 1996	49,114	34,845	380	84,339
Charge for the year	1,789	2,815	304	4,908
Disposal Adjustment	(49,114)	-	-	(49,114)
At 30th June 1997 £	1,789	37,660	684	40,133
N.B.V.at 30.6.97 £	5,365	8,443	1,214	15,022
N.B.V.at 30.6.96 £	3,904	10,258	1,518	15,680

6. DEBTORS

	<u>1997</u>	<u>1996</u>
	£	£
Trade Debtors	3,405	7,727
Prepayments and Other Debtors	2,236	-
CT 60 Tax Receivable	13,227	21,571
VAT Receivable	827	-
Receivable within one year	£ 19,695	£ 29,298

# CONNOR CONSTRUCTION LIMITED

## NOTES TO THE ACCOUNTS - 30TH JUNE 1997

### 7. CREDITORS: Amounts falling due within one year

	<u>1997</u>	<u>1996</u>
	£	£
Bank Loan	46,888	-
Bank Overdraft	2,702	25,888
Trade Creditors	7,569	10,956
Corporation Tax	2,639	-
Other Taxes, VAT and Social Security	4,211	8,639
Deposit against option re:		
Development Property	25,500	25,500
Directors Loan Account	36,210	64,687
Accruals	2,967	3,867
	<hr/>	<hr/>
	£ 128,686	£ 139,537
	=====	=====

Bank Overdraft is secured by a Legal Charge on the land to the North Side of Rhodes Avenue and 3 Twyford Gardens, Bishop Stortford.

### 8. SHARE CAPITAL

#### Authorised:

100 Ordinary Shares of £1 each	£ 100	£ 100
	===	===
Allotted, Called Up and Fully Paid:		
100 Ordinary Shares of £1 each	£ 100	£ 100
	===	===