

Sunguard Homes Limited

Financial statements

For the year ended 31 December 2006

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COMPANIES HOUSE

Company No. 1008144

Company information

Company registration number	1008144
Registered office	The Clock House Frogmoor HIGH WYCOMBE Buckinghamshire HP13 5DL
Directors	N H Brunskill A Lakhani R F Reynolds
Secretary	A Lakhani
Bankers	National Westminster Bank plc 4 Abbey Road READING Berkshire RG1 3BA
Auditor	Grant Thornton UK LLP Chartered Accountants Registered Auditors 1 Westminster Way OXFORD OX2 0PZ

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Report of the directors

The directors present their report and the financial statements of the company for the year ended 31 December 2006.

Principal activities and business review

The company is principally engaged in the sale of land and the building of houses for resale.

Results and dividends

The profit for the year amounted to £219,149. The directors have not recommended a dividend.

Directors

The directors who served the company during the year were as follows:

N H Brunskill
A Lakhani
R F Reynolds

Directors' responsibilities

The directors are responsible for preparing the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice). The financial statements are required by law to give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these 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; and
- 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 that disclose with reasonable accuracy at any time the financial position of the company and 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.

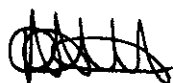
In so far as the directors are aware:

- there is no relevant audit information of which the company's auditor is unaware; and
- the directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

Auditor

A resolution to re-appoint Grant Thornton UK LLP as auditors for the ensuing year will be proposed at the annual general meeting in accordance with section 385 of the Companies Act 1985.

ON BEHALF OF THE BOARD



A Lakhani
Director
30 October 2007

Grant Thornton 

Report of the independent auditor to the members of Sunguard Homes Limited

We have audited the financial statements of Sunguard Homes Limited for the year ended 31 December 2006 which comprise the principal accounting policies, profit and loss account, balance sheet and notes 1 to 15. These financial statements have been prepared under the accounting policies set out therein.

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditor

The directors' responsibilities for preparing the Report of the directors and the financial statements in accordance with United Kingdom law and Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out in the statement of directors' responsibilities.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you whether in our opinion the information given in the Report of the directors is consistent with the financial statements.

In addition we report to you if, in our opinion, the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and other transactions is not disclosed.

We read the Report of the directors and consider the implications for our report if we become aware of any apparent misstatements within it.

Basis of opinion

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

Report of the independent auditor to the members of Sunguard Homes Limited (continued)

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion:

- the financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the company's affairs as at 31 December 2006 and of its profit for the year then ended;
- the financial statements have been properly prepared in accordance with the Companies Act 1985; and
- the information given in the Report of the directors is consistent with the financial statements.

Grant Thornton UK LLP

GRANT THORNTON UK LLP
REGISTERED AUDITORS
CHARTERED ACCOUNTANTS
OXFORD
30 October 2007

Principal accounting policies

Basis of accounting

The financial statements have been prepared under the historical cost convention and in accordance with applicable accounting standards.

The accounting policies remain unchanged from the prior year and are set out below.

Consolidation

The company was, at the end of the year, a wholly-owned subsidiary of another company incorporated in the EEA and in accordance with Section 228 of the Companies Act 1985, is not required to produce, and has not published, consolidated accounts.

Cash flow statement

The directors have taken advantage of the exemption in Financial Reporting Standard No 1 (Revised 1996) from including a cash flow statement in the financial statements on the grounds that the company is wholly owned and is part of a published consolidated cash flow statement.

Related parties transactions

As a wholly owned subsidiary, the company is exempt from the requirements of FRS 8 to disclose transactions with other members of the group headed by Saxon Developments Limited on the grounds that consolidated accounts for that company are publicly available from Companies House.

Stocks

Land and developments held as trading stock are valued on the basis of direct costs plus attributable overheads. Provision is made for any foreseeable losses where appropriate. No element of profit is included in the valuation of stocks.

Investments

Investments are included at cost less amounts written off.

Profit and loss account

	Note	2006 £	2005 £
Turnover		—	—
Other operating charges	1	(35,851)	(31,000)
Other operating income	2	<u>255,000</u>	<u>—</u>
Operating profit/(loss)		219,149	(31,000)
Interest payable and similar charges	4	—	9
Profit/(loss) on ordinary activities before taxation		<u>219,149</u>	<u>(31,009)</u>
Tax on loss on ordinary activities	5	—	—
Profit/(loss) for the financial year	13	<u>219,149</u>	<u>(31,009)</u>

All of the activities of the company are classed as continuing.

The company has no recognised gains or losses other than the results for the year as set out above.

Balance sheet

	Note	2006 £	2005 £
Fixed assets			
Investments	6	<u>1,000,000</u>	<u>1,000,000</u>
Current assets			
Stocks	7	54,784	49,883
Debtors	8	1,452,727	1,495,068
Cash at bank		5,341	4,206
		<u>1,512,852</u>	<u>1,549,157</u>
Creditors: amounts falling due within one year	9	<u>1,001,754</u>	<u>1,257,208</u>
Net current assets		<u>511,098</u>	<u>291,949</u>
Total assets less current liabilities		<u>1,511,098</u>	<u>1,291,949</u>
Capital and reserves			
Called-up equity share capital	11	997,195	997,195
Other reserves	12	2,805	2,805
Profit and loss account	13	511,098	291,949
Shareholders' funds	14	<u>1,511,098</u>	<u>1,291,949</u>

These financial statements were approved by the directors on 30 October 2007 and are signed on their behalf by:



A Lakhani
Director

Notes to the financial statements

1 Other operating charges

	2006 £	2005 £
Administrative expenses	<u>35,851</u>	<u>31,000</u>

2 Other operating income

	2006 £	2005 £
Waiver of inter-company debt	<u>255,000</u>	<u>-</u>

3 Directors and employees

The average number of staff employed by the company during the financial year amounted to:

	2006 No	2005 No
Number of administrative staff	<u>1</u>	<u>1</u>

The aggregate payroll costs of the above were:

	2006 £	2005 £
Wages and salaries	25,723	24,825
Social security costs	4,524	2,558
Other pension costs	1,810	1,331
	<u>32,057</u>	<u>28,714</u>

No salaries have been paid to directors during the year.

4 Interest payable and similar charges

	2006 £	2005 £
Interest payable on bank borrowing	<u>-</u>	<u>9</u>

5 Taxation on ordinary activities

Factors affecting current tax charge

The tax assessed on the loss on ordinary activities for the year is lower than the standard rate of corporation tax in the UK of 30% (2005: 30%).

	2006 £	2005 £
Profit/(loss) on ordinary activities before taxation	<u>219,149</u>	<u>(31,009)</u>
Profit/(loss) on ordinary activities by rate of tax	65,745	(9,303)
Capital allowances for period in excess of depreciation	(157)	(209)
Losses surrendered for group relief	10,912	9,512
Income not taxable	<u>(76,500)</u>	<u>-</u>
Total current tax	<u>-</u>	<u>-</u>

Factors that may affect future tax charges

There are £26,000 of unrelieved tax losses available to offset against future profits (2005: £26,000).

6 Investments

	Shares in group company £
Cost	
At 1 January 2006 and 31 December 2006	<u>1,000,000</u>
Net book value	
At 31 December 2006	<u>1,000,000</u>
At 31 December 2005	<u>1,000,000</u>

The company holds 100% of the ordinary share capital of Sunguard Homes (Eastern) Limited. Sunguard Homes (Eastern) Limited is registered in England and Wales and its principal activity is building houses for resale.

7 Stocks

	2006 £	2005 £
Land and developments held as trading stock	<u>54,784</u>	<u>49,883</u>

8 Debtors

	2006 £	2005 £
Amounts owed by group undertakings	1,448,909	1,493,832
Other debtors	3,818	1,236
	<u>1,452,727</u>	<u>1,495,068</u>

9 Creditors: amounts falling due within one year

	2006 £	2005 £
Trade creditors	558	2,158
Amounts owed to group undertakings	999,156	1,254,156
Social security and other taxes	2,040	894
	<u>1,001,754</u>	<u>1,257,208</u>

10 Contingent liabilities

The company, together with its parent and fellow group undertakings, has given indemnities to its bankers and the National House Building Council by Roxylight Properties Limited and its subsidiary undertakings in respect of performance bonds in the normal course of business.

11 Share capital

Authorised share capital:

	2006 £	2005 £
1,000,000 Ordinary shares of £1 each	<u>1,000,000</u>	<u>1,000,000</u>

Allotted, called up and fully paid:

	2006		2005	
	No	£	No	£
Ordinary shares of £1 each	<u>997,195</u>	<u>997,195</u>	<u>997,195</u>	<u>997,195</u>

12 Other reserves

	2006 £	2005 £
Capital redemption reserve	<u>2,805</u>	<u>2,805</u>

13 Profit and loss account

	2006 £	2005 £
Balance brought forward	291,949	322,958
Loss for the financial year	<u>219,149</u>	<u>(31,009)</u>
Balance carried forward	<u>511,098</u>	<u>291,949</u>

14 Reconciliation of movements in shareholders' funds

	2006 £	2005 £
Loss for the financial year	219,149	(31,009)
Opening shareholders' funds	<u>1,291,949</u>	<u>1,322,958</u>
Closing shareholders' funds	<u>1,511,098</u>	<u>1,291,949</u>

15 Ultimate parent company

The directors consider the ultimate parent undertaking of this company is Evermale Limited which is registered in England and Wales. The immediate parent undertaking is Roxylight Properties Limited.

The largest group of undertakings for which consolidated accounts have been drawn up is that headed by Evermale Limited.