DIRECTORS' REPORT AND ACCOUNTS

FOR THE YEAR ENDED 31st DECEMBER 1988



DIRECTORS' REPORT

The directors present their annual report and audited accounts for the year ended 31st December 1988.

Business review

The company is principally engaged in developing a prime retail centre in Leeds

			<u> 1988 </u>
발 그 시간인 하셔요 됐다.		그림을 시민 나라는 걸었다.	1400 1401
보기를 하고 있는 지원 경찰.		그 본 및 살아보다 되는다.	고 살아왔다고 <u>하다 주하는</u> 있고 <u>이 어주하다</u> 이
	그 여행, 중심하다 시나다.		
Loss on ordinary	y activities before	e taxation	(1,165) $(1,155)$
Taxation credit			400 8.800
	国际中心中央 设 制设施。5万		고 있다. 그리트 <u>크리스 레트리트</u> 및 <u>리트트 (100</u> 5년
(Ince)/profit fo	or the fir ncial ye	그 그들은 사람이 아르게 되다.	(765) 7.645
(Loss)/piolic lo	or the III hela. y		
(2055), profit			

The directors do not recommend the payment of a dividend.

Directors and directors' interests

The directors serving during the year were:

S.F. Pickstock

A.J. Collins

B.R. Burletson (resigned 13th September 1988)

S.M. Millington

R.T.E. Ware

B.S.P. Dowling (appointed 13th September 1988)

No director had any interest in the shares of the company during the year.

Auditors

In accordance with Section 384(1) of the Companies Act 1985, a resolution for the re-appointment of Messrs. Peat Marwick McLintock as auditors of the company is to be proposed at the forthcoming annual general meeting.

By Order of the Board

Secretary

AUDITORS' REPORT TO THE MEMBERS OF

SCHOFIELD CENTRE LIMITED

We have audited the accounts on pages 3 to 7 in accordance with approved Auditing Standards.

In our opinion the accounts give a true and fair view of the state of the company's affairs at 31st December 1988 and of its loss for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

Birmingham

Chartered Accountants

8th March 1989

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31st DECEMBER 1988

현실 시간 여러움이 경기되었다. 이번 전 전에 대한 소리를 즐겁니다. 이번 가능성 에는 여러 시간 시간 전 등록한 경기를 가장 되었다. 소리 이렇게 문제하는 것이 되었다. 전 경기를 가장 하지 않아 보고 등록한 소리를 하는 것이 있다. 그런 그런 사람들이 되었다.	1988	1987
<u>Note</u>	£	£
Administrative expenses	(1,165)	(1,155)
LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION 3	(1,165)	(1,155)
Taxation on loss on ordinary activities 4	400	8,800
(LOSS)/PROFIT ON ORDINARY ACTIVITIES FOR THE FINANCIAL YEAR	(765)	7,645
Retained loss brought forward	110,552)	(118,197)
RETAINED LOSS CARRIED FORWARD	111,317)	(110,552)

BALANCE SHEET

AT 31st DECEMBER 1988

및 시청시간을 가입되었습니다. "이 분명을 보고 있는 이 등이 되었습니다. 장면 생활되었습니다 당한 등 보고 있는 것이 하는 것 같습니다.	Note	1988 	1987 £
CURRENT ASSETS Stocks	5	670,458	1,251,171
Debtors Cash at bank and in hand	6	676,852 10,000	596,469
		1,357,310	1,847,640
CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	7	(1,388,427)	(1,869,092)
NET CURRENT LIABILITIES		(31,117)	(21,452)
PROVISIONS FOR LIABILITIES AND CHARGES	8	(80,100)	(89,000)
NET LIABILITIES		(111,217)	(110,452)
CAPITAL AND RESERVES			
Called up share capital Profit and loss account	9	100 (111,317)	100 (110,552)
가 하는 것이 하는 것이 되는 것이 되었다. 하는 사람들은 것이 되었다. 그런 그는 것이 없는 것이 되었다. 것이 하는 것이 되었다. 그는 사람들은 것이 되었다. 그는 것이 되었다. 사용하는 것이 되었다. 그는 것이 나를 하는 것이 하는 것이 되었다. 그는 것이 되었다. 그는 것이 되었다. 그는 것이 되었다. 그는 것이 되었다.		(111,217)	(110,452)

These accounts were approved by the board of directors on 8th March 1989.

Sheerds ; DIRECTORS

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31st DECEMBER 1988

1. Principal accounting policies

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the company's accounts:

(a) Basis of accounting

The accounts have been prepared under the historical cost convention.

(b) Stocks

Stocks are valued at the lower of cost and net realisable value. Costs include interest charges on borrowings which are directly related to specific development projects. Such interest is capitalised from the time it is certain that the development will proceed.

2. <u>Directors' emoluments</u>

The directors have neither received nor waived any emoluments during the year (1987: £Ni1).

3. Loss on ordinary activities before taxation

Loss on ordinary activities before taxation is stated after charging:

	1988 £	1987 £
Auditors' remuneration	1,165	1,155
4. Taxation on loss on ordinary activities		
	1988 £	1987 £
Corporation tax at 35%	(8,500)	
Amount receivable for group relief based on the loss for the year at 357		41,800
Transfer (from)/to deferred taxation	8,900	(33,000)
	400	8,800

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31st DECEMBER 1988 (continued)

-5		Stocks	

Stocks comprise: $\frac{1988}{\underline{t}}$ $\frac{1987}{\underline{t}}$ Long term contract work in progress 670,458 1,251,171

Long term contract work in progress is stated after deducting progress payments receivable amounting to £24,206,628 (1987: £18,763,518).

Long term contract work in progress includes interest capitalised of £305,000 (1987: £305,000).

6. <u>Debtors</u>

					1988	1987
Amounts fall:	ing due wit	hin one y	ear:		£	£
Trade debtors	5		4		31,0	00 -
Amounts owed	by related	companie	S	Land Co.	420,20	54 50
Other debtors	アンプログラ しゅうしゅう アナー				225,5	38 596,419
					676.8	52 596,469
				시간 사람들		

Other debtors include consortium relief receivable of £161,800 (1987: £161,800).

7. Creditors: Amounts falling due within one year

1988	1987
	£
Bank loans and overdrafts -	81
Trade creditors 732,417	67,008
Amounts owing to related companies 622,136	1,802,003
Other creditors including taxation and	
social security 8,500	
Accruals and deferred income 25.374	
	<u> </u>
1,388,427	1,869,092
Other creditors comprise:	
Corporation tax 8,500	

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31st DECEMBER 1988 (continued)

8. Provisions for liabilities and charges

	Deferred taxation £
Balance at 1st January 1987 Credit in the profit and loss account	89,000 (8,900)
Balance at 3ist December 1988	80,100
에 생활을 받았다. 이 경기는 사용으로 받아 보고 있는 사람들은 수 있는 것이 되었다. 그 것이 되었다. 그는 것이 없는 것이 없다. 	1988 1987 £ £
Authorised, allotted, called up and fully paid: 50 'A' ordinary shares of £1 each 50 'B' ordinary shares of £1 each	50 50 50 50
	100 100

The company's share capital is held equally by Farmcote Developments Limited and Clayform Properties PLC.