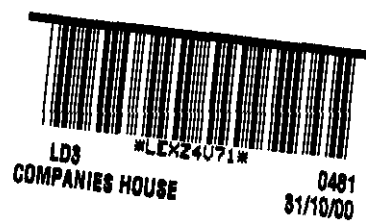


Company Registration No: 3266758

**DEVELOPMENT SECURITIES (No 5) LIMITED**

**Report and Financial Statements**

**31 December 1999**



# **DEVELOPMENT SECURITIES (No 5) LIMITED**

## **REPORT AND FINANCIAL STATEMENTS 1999**

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# **DEVELOPMENT SECURITIES (No 5) LIMITED**

## **REPORT AND FINANCIAL STATEMENTS 1999**

### **OFFICERS AND PROFESSIONAL ADVISORS**

#### **DIRECTORS**

M H Marx  
Development Securities Estates PLC

#### **SECRETARY**

S A Lanes

#### **REGISTERED OFFICE**

Portland House  
Stag Place  
London SW1E 5DS

# DEVELOPMENT SECURITIES (No 5) LIMITED

## DIRECTORS' REPORT

The directors present their annual report and the financial statements for the year ended 31 December 1999.

## PRINCIPAL ACTIVITIES

The Company was incorporated on 22 October 1996, and has not traded throughout the period since its incorporation.

## DIVIDENDS

The directors do not recommend the payment of a dividend (1998:£nil).

## DIRECTORS AND DIRECTORS' INTERESTS

The directors who held office during the period were as follows:

M H Marx  
N S Corderey  
Development Securities Estates PLC

N S Corderey resigned as a director on 29 September 2000.

None of the directors had any interests in the shares of the company nor any other Group company except as noted below.

The interests of M H Marx at 31 December 1999 in the 50p ordinary shares of Development Securities PLC, the ultimate parent company, and the options granted to him under that company's share option scheme are disclosed in the 1999 Report and Financial Statements of that Company.

N S Corderey is entitled to the following options granted by Development Securities PLC at 31 December 1999 and 1998:

<i>Date of Grant</i>	<i>Number</i>	<i>Exercise Date</i>	<i>Exercise Price</i>
7 April 1994	10,000 (1)	7 April 1997 to 6 April 2004	322.5p
23 June 1995	3,959 (2)	1 August 2000 to 31 January 2001	122.0p
6 June 1996	15,000 (3)	6 June 1999 to 5 June 2006	190.5p
6 May 1997	3,520 (2)	1 June 2002 to 30 November 2002	196.0p
19 May 1997	15,000 (3)	19 May 2000 to 18 May 2007	250.0p
21 May 1998	15,000 (3)	21 May 2001 to 20 May 2008	328.5p

- (1) Granted under the 1985 Share Option Scheme
- (2) Granted under the Savings Related Option Scheme 1995
- (3) Granted under the Executive Share Option Scheme 1995, with a performance condition that the net assets per ordinary share of the Development Securities PLC Group are equal to or in excess of the average growth in the All Properties Capital Growth Index during the same period over three consecutive financial years.

## PAYMENT POLICY

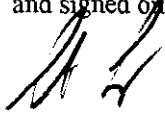
Amounts due to suppliers are settled promptly by Development Securities PLC on behalf of the company within their terms of payment, except in cases of dispute. The number of days' outstanding for the Development Securities PLC group at 31 December 1999 was 5 days (1998: 19 days).

**DIRECTORS' REPORT (continued)**

**AUDITORS**

The company has been dormant throughout the period since its incorporation and has passed a resolution under S250 Companies Act 1985 not to appoint auditors.

Approved by the Board of Directors  
and signed on behalf of the Board



S A Lanes  
Secretary

31 October 2000

**STATEMENT OF DIRECTORS' RESPONSIBILITIES**

Company law requires the directors to prepare financial statements for each financial period which give a true and fair view of the state of affairs of the company as at the end of the financial period and of its profit or loss 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;
- state whether applicable accounting standards have been followed; and
- prepare the financial statements on a 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.

# DEVELOPMENT SECURITIES (No 5) LIMITED

## BALANCE SHEET 31 December 1999

	Note	1999 £	1998 £
<b>CURRENT ASSETS</b>			
Amount due from group undertaking:			
Unpaid share capital		<u>2</u>	<u>2</u>
<b>CAPITAL AND RESERVES</b>			
<b>CALLED UP SHARE CAPITAL</b>	3	<u>2</u>	<u>2</u>
<b>EQUITY SHAREHOLDERS' FUNDS</b>		<u>2</u>	<u>2</u>

The company has been dormant throughout the period since its incorporation.

The financial statements were approved by the Board of Directors on **31** October 2000.

Signed on behalf of the Board of Directors

  
M H Marx  
Director

**NOTES TO THE ACCOUNTS**

**Period ended 31 December 1999**

**1 ACCOUNTING POLICY**

The financial statement has been prepared in accordance with applicable accounting standards and the historic cost basis of accounting.

**2 PROFIT AND LOSS ACCOUNT**

The company has not traded during the current financial period and accordingly no profit and loss account is presented. There were no recognised gains or losses or movements in shareholders' funds during the current financial period.

None of the directors received any emoluments from the company during the period (1998: £nil).

The company does not have any employees (1998: none).

The company has been dormant throughout the financial period and has passed a resolution under S250 Companies Act 1985 not to appoint auditors.

**3 CALLED UP SHARE CAPITAL**

	1999 £	1998 £
Authorised:		
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>
Called up, allotted and nil paid:		
2 Ordinary shares of £1 each	<u>2</u>	<u>2</u>

**4 ULTIMATE AND IMMEDIATE CONTROLLING PARTIES**

The ultimate parent and controlling company of the largest group for which consolidated accounts are produced is Development Securities PLC. The immediate parent company of the smallest group for which consolidated accounts are produced is Development Securities (Investments) PLC. Both companies are registered in England and Wales. Copies of the Report and Financial Statements of Development Securities PLC and Development Securities (Investments) PLC can be obtained from Portland House, Stag Place, London SW1E 5DS.

**5 RELATED PARTY DISCLOSURE**

The company is a wholly owned subsidiary undertaking and is thus exempt from the disclosure requirements of Financial Reporting Standard 8, "Related Party Disclosures", in accordance with paragraph 3(c) of the standard.