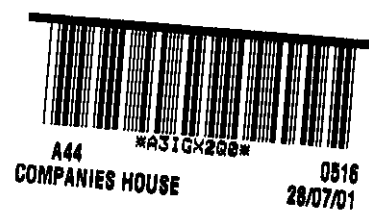


**FAIRVIEW NEW HOMES (CAMBRIDGE)  
LIMITED**

**Report and Financial Statements**

**31 December 2000**

**Deloitte & Touche  
Hill House  
1 Little New Street  
London EC4A 3TR**



**REPORT AND FINANCIAL STATEMENTS 2000**

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**DIRECTORS' REPORT**

The directors present their report and the audited financial statements for the year to 31 December 2000. The comparative period was 10 May 1999 to 31 December 1999.

**ACTIVITIES AND REVIEW OF DEVELOPMENTS**

The company's principal activity is that of property developer. The directors do not foresee that there will be any change to the activity in the current year. The only transactions during the year relate to the development of the site and no units have been sold. The company has made neither a profit nor a loss in the current year or the preceding period.

**DIRECTORS AND THEIR INTERESTS**

The directors who served throughout the year and to date are set out below.

The directors' interests, including their beneficial and family interests, at their date of appointment and the end of the year in the ordinary 10p shares and options of the ultimate parent company, Fairview Holdings Plc, are as follows:

	Shares		Share options	
	2000 No.	1999 No.	2000 No.	1999 No.
R H Westcott (resigned 30 April 2001)	139,559	139,559	-	-
S C Casey	180,467	180,467	5,802	4,036
J B Cousins	144,344	144,344	-	-
D G Jones (resigned 20 March 2001)	-	-	-	-
M F Jewell	-	-	-	-
G A Malton (appointed 8 February 2001)	-	-	-	-
R J Lotherington (appointed 20 March 2001)	-	-	1,780	1,239

The directors had no interests in the company or any other group companies apart from those listed above.

On 31 December 2000, as part of the arrangement for a recommended cash offer for Fairview Holdings Plc ("Fairview"), the directors holding shares in Fairview entered into an agreement for the sale of their shares to General London Constructors Limited.

None of the directors has a service contract or contract for services with the company.

**AUDITORS**

Deloitte & Touche were appointed first auditors of the company and have expressed their willingness to continue in office. A resolution to reappoint them will be proposed at the forthcoming annual general meeting.

By order of the board



D K Tipping  
Secretary

12 July 2001

Registered office:

50 Lancaster Road  
Enfield  
Middlesex  
EN2 0BY

## **STATEMENT OF DIRECTORS' RESPONSIBILITIES**

Company law requires the directors to prepare financial statements for each financial year 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 the profit or loss of the company 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;
- 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 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.

## **AUDITORS' REPORT TO THE MEMBERS OF FAIRVIEW NEW HOMES (CAMBRIDGE) LIMITED**

We have audited the financial statements on pages 4 to 6 which have been prepared under the accounting policies set out on page 5.

### **Respective responsibilities of directors and auditors**

As described on page 2 the company's directors are responsible for the preparation of financial statements, which are required to be prepared in accordance with applicable United Kingdom law and accounting standards. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

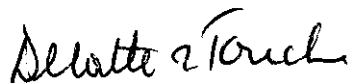
### **Basis of opinion**

We conducted our audit in accordance with United Kingdom auditing standards 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.

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 of the state of the company's affairs as at 31 December 2000 and of the result for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



DELOITTE & TOUCHE

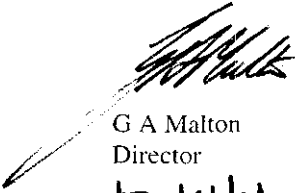
Chartered Accountants and  
Registered Auditors

26 July 2001

**BALANCE SHEET**  
**31 December 2000**

	Note	2000 £	1999 £
<b>CURRENT ASSETS</b>			
Land and buildings in course of development	1,3	<u>1,614,955</u>	<u>1,535,041</u>
<b>CREDITORS: amounts falling due within one year</b>	4	<u>(1,614,953)</u>	<u>(1,535,039)</u>
<b>NET ASSETS</b>		<u><u>2</u></u>	<u><u>2</u></u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital	5	<u>2</u>	<u>2</u>
<b>TOTAL EQUITY SHAREHOLDERS' FUNDS</b>		<u><u>2</u></u>	<u><u>2</u></u>

Approved by the board



G A Malton  
Director

12 July 2001

## NOTES TO THE ACCOUNTS

### Year ended 31 December 2000

#### 1. ACCOUNTING POLICIES

The financial statements are prepared in accordance with applicable accounting standards. The particular accounting policies adopted are described below.

##### Accounting convention

The financial statements are prepared under the historical cost convention.

##### Land and buildings in course of development

Land and buildings in the course of development and land upon which development has not yet commenced are valued at the lower of cost and net realisable value. Cost includes the cost of acquiring land, development expenditure to date and an appropriate proportion of overhead expenditure.

In considering net realisable value, it is assumed that the site will be fully developed and completed residential units sold in the ordinary course of the company's business and that the sites will not be placed on the market for immediate sale in their existing state.

#### 2. PROFIT AND LOSS ACCOUNT

The company has made no sales during the year ended 31 December 2000 and the company has made neither a profit nor a loss nor any other recognised gains or losses for the year.

The company has had no employees during the current or preceding year. None of the directors has received any emoluments or other benefits during the current or preceding year. Auditors' remuneration has been borne by another group company in both the current and preceding year.

#### 3. LAND AND BUILDINGS IN COURSE OF DEVELOPMENT

As at 31 December 2000 approximately £1.6 million of land included in land and buildings in the course of development had not received appropriate residential planning consent.

It is the nature of the company's business activities that negotiations with local authorities to obtain planning consent often continue for a number of months and delays in resolution of these negotiations can occasionally occur. The directors have assessed the status of negotiations with local authorities on the sites currently without planning permission and are of the opinion that the underlying value of the site is at least equal to the value shown in the financial statements.

#### 4. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2000 £	1999 £
Amount owed to Group Undertakings	1,614,953	1,535,039

#### 5. CALLED UP SHARE CAPITAL

	2000 £	1999
Authorised share capital:		
100 ordinary shares of £1 each	100	100
Called up, allotted and fully paid:		
2 ordinary shares of £1 each	2	2

**NOTES TO THE ACCOUNTS**  
**Year ended 31 December 2000**

**6. ULTIMATE PARENT COMPANY**

At 31 December 2000, the ultimate parent company and controlling party was Fairview Holdings Plc, a company incorporated in Great Britain. The immediate parent company is Fairview New Homes Plc, a company incorporated in Great Britain.

An offer for Fairview Holdings Plc by General London Constructors Limited was declared wholly unconditional on 26 January 2001 and accordingly General London Constructors Limited became the ultimate parent company on that date.

The largest and smallest group of undertakings for which group accounts to 31 December 2000 are drawn up and of which the company is a member is Fairview Holdings Plc. Copies of the group accounts may be obtained from 50 Lancaster Road, Enfield, Middlesex EN2 0BY.

**7. RELATED PARTY TRANSACTIONS**

In accordance with FRS 8 "Related Party Disclosures", transactions with other undertakings within the group have not been disclosed in these financial statements.

**8. POST BALANCE SHEET EVENT**

On 2 April 2001 as part of the arrangements for the acquisition of the company's former parent company, Fairview Holdings plc, by General London Constructors Limited, the company gave guarantees supported by fixed and floating charges over its assets in respect of certain borrowings of General London Constructors Limited.