

11/11/2003

**MOUNT ANVIL (CHATHAM)
LIMITED**

Report and Financial Statements

Period Ended

31 December 2002



BDO Stoy Hayward
Chartered Accountants



MOUNT ANVIL (CHATHAM) LIMITED

Annual report and financial statements for the period ended 31 December 2002

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Directors

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Directors

G Fitzpatrick
C K Hurley

Secretary and registered office

P M Stevens, Park Mill, Burydell Lane, Park Street, St Albans, Herts. AL2 2HB

Company number

4464288

Auditors

BDO Stoy Hayward, Prospect Place, 85 Great North Road, Hatfield, Herts. AL9 5BS

MOUNT ANVIL (CHATHAM) LIMITED

Report of the directors for the period ended 31 December 2002

The directors present their report together with the audited financial statements for the period ended 31 December 2002.

Principal activities, trading review and future developments

The company was incorporated on 19 June 2002.

The principal activity of the company in the period under review was that of a property development company. There has not been any recognised gains or losses and therefore a profit and loss account has not been prepared.

Directors

The directors of the company during the year were:

M C Formations Ltd (resigned 19 June 2002)
K Larkin (appointed 19 June 2002, resigned 31 October 2002)
G Fitzpatrick (appointed 19 June 2002)
P Stevens (appointed 19 June 2002, resigned 6 November 2002)
C K Hurley (appointed 12 July 2002)
E Loughlin (appointed 19 June 2002, resigned 30 September 2002)

None of the directors held any beneficial interest in the Company during the year.

The interests of Messrs Fitzpatrick and Hurley in the shares of the ultimate holding company, Mount Anvil Group Limited, are shown in the report and financial statements of that Company.

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 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, subject to any material departures disclosed and explained in the financial statements; 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 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.

MOUNT ANVIL (CHATHAM) LIMITED

Report of the directors for the period ended 31 December 2002 (*Continued*)

Auditors

BDO Stoy Hayward have expressed their willingness to continue in office and a resolution to re-appoint them will be proposed at the annual general meeting.

By order of the Board



P M Stevens
Secretary

Date 10 July 2003

MOUNT ANVIL (CHATHAM) LIMITED

Report of the independent auditors

To the shareholders of Mount Anvil (Chatham) Limited

We have audited the financial statements of Mount Anvil (Chatham) Limited for the period ended 31 December 2002 on pages 5 to 7 which have been prepared under the accounting policies set out on page 6.

Respective responsibilities of directors and auditors

The directors' responsibilities for preparing the annual report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards 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 United Kingdom Auditing Standards.

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 if, in our opinion, the Directors' Report is not consistent with the financial statements, if 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 transactions with the company is not disclosed.

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

Our report has been prepared pursuant to the requirements of the Companies Act 1985 and for no other purpose. No person is entitled to rely on this report unless such a person is a person entitled to rely upon this report by virtue of and for the purpose of the Companies Act 1985 or has been expressly authorised to do so by our prior written consent. Save as above, we do not accept responsibility for this report to any other person or for any other purpose and we hereby expressly disclaim any and all such liability.

Basis of audit 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.

MOUNT ANVIL (CHATHAM) LIMITED

Report of the independent auditors (*Continued*)

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 2002 and have been properly prepared in accordance with the Companies Act 1985.

BDO Stoy Hayward

BDO STOY HAYWARD

*Chartered Accountants
and Registered Auditors
Hatfield*

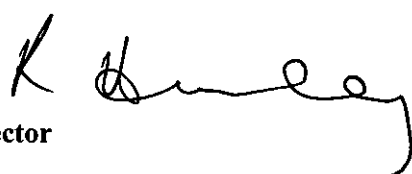
Date *10 July 2003*

MOUNT ANVIL (CHATHAM) LIMITED

Balance sheet at 31 December 2002

	Note	31 December 2002 £
Current assets		
Stock and work in progress		62,950
Creditors:		
amounts due to parent undertaking		(62,949)
Net Current Assets		<u>1</u>
Capital and reserves		
Called up share capital	4	<u>1</u>
Equity shareholders' funds		<u>1</u>

The financial statements were approved by the Board on 10 July 2003


Director

The notes on pages 6 to 7 form part of these financial statements.

MOUNT ANVIL (CHATHAM) LIMITED

Notes forming part of the financial statements for the period ended 31 December 2002

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.

2 Operating profit

Audit fees were paid by the holding company.

3 Information regarding directors and employers

No directors' emoluments were paid during the period under review.

No persons were employed by the company.

4 Called up share capital

	2002 Number	Authorised 2002 £
Ordinary shares of £1 each	1,000	1,000

	2002 Number	Allotted, called up and fully paid 2002 £
Ordinary shares of £1 each	1	1

5 Reconciliation of movements in shareholders' funds

	2002 £
Opening shareholders' funds	-
Share issued in the period	1
Closing shareholders' funds	1

MOUNT ANVIL (CHATHAM) LIMITED

Notes forming part of the financial statements for the period ended 31 December 2002 *(Continued)*

6 Ultimate parent company

The parent undertaking is Mount Anvil Group Limited. Copies of the Group accounts are available from Park Mill, Burydell Lane, Park Street, St Albans, Herts. AL2 2HB.