

Company Registration No. 5078642 (England and Wales)

BURLOW DEVELOPMENTS LIMITED
DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2005



BURLLOW DEVELOPMENTS LIMITED

COMPANY INFORMATION

Directors	S Paine G N Tromans
Secretary	C C Morse
Company number	5078642
Registered office	7 Queen Street London W1J 5PB
Auditors	BDO Stoy Hayward LLP 8 Baker Street London W1U 3LL
Business address	7 Queen Street London W1J 5PB

BURLLOW DEVELOPMENTS LIMITED

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BURLow DEVELOPMENTS LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2005

The directors present their report and financial statements for the year ended 31 December 2005.

Principal activities and review of the business

The principal activity of the company was that of property development.

Results and dividends

The results for the year are set out on page 5.

The directors do not recommend payment of an ordinary dividend.

Directors

The following directors have held office since 1 January 2005:

S Paine

G N Tromans

Directors' interests

The directors' interests in the shares of the company were as stated below:

	Ordinary shares of £ 1 each	
	31 December 2005	1 January 2005
S Paine	2	2
G N Tromans	-	-

During the year the directors had no beneficial interests in the shares of the ultimate parent company, Macniven & Cameron PLC.

Auditors

During the year Rushton Osborne & Co resigned as auditors and BDO Stoy Hayward LLP were appointed in their place. In accordance with section 385 of the Companies Act 1985, a resolution proposing that BDO Stoy Hayward LLP be re-appointed will be put to the Annual General Meeting.

BURLLOW DEVELOPMENTS LIMITED

DIRECTORS' REPORT (CONTINUED) **FOR THE YEAR ENDED 31 DECEMBER 2005**

Directors' responsibilities

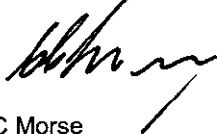
The directors are responsible for preparing the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice.

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;
- 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 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.

By order of the board



C C Morse

Secretary

16 October 2006

BURLOW DEVELOPMENTS LIMITED

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF BURLOW DEVELOPMENTS LIMITED

We have audited the financial statements of Burlow Developments Limited for the year ended 31 December 2005 which comprise the profit and loss account, the balance sheet and the related notes. These financial statements have been prepared under the accounting policies set out therein.

Respective responsibilities of the directors and auditors

As described in the Statement of Directors' Responsibilities on page 2 the company's directors are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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 if, in our opinion, the directors' report is not consistent with the financial statements, if the company has not kept proper accounting records or 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 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 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.

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.

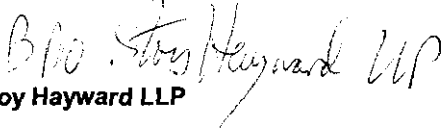
BURLOW DEVELOPMENTS LIMITED

INDEPENDENT AUDITORS' REPORT (CONTINUED) TO THE SHAREHOLDERS OF BURLOW DEVELOPMENTS LIMITED

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 2005 and of its profit for the year then ended ; and
- have been properly prepared in accordance with the Companies Act 1985.


BDO Stoy Hayward LLP

Chartered Accountants
Registered Auditor

16 October 2006

8 Baker Street
London
W1U 3LL

BURLow DEVELOPMENTS LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2005

	Notes	2005 £	2004 £
Turnover	2	1,049,080	-
Cost of sales		(461,067)	-
Gross profit		588,013	-
Administrative expenses		(101,730)	(95,320)
Operating profit/(loss)	3	486,283	(95,320)
Other interest receivable and similar income	4	463	76
Interest payable and similar charges	5	(11,785)	(6,300)
Profit/(loss) on ordinary activities before taxation		474,961	(101,544)
Tax on profit/(loss) on ordinary activities	6	-	-
Profit/(loss) for the year	11	474,961	(101,544)

The profit and loss account has been prepared on the basis that all operations are continuing operations.

There are no recognised gains and losses other than those passing through the profit and loss account.

BURLOW DEVELOPMENTS LIMITED

BALANCE SHEET AS AT 31 DECEMBER 2005

	Notes	2005 £	£	2004 £	£
Current assets					
Stocks	7	-		439,363	
Debtors	8	383,611		24,252	
Cash at bank and in hand		1,834		-	
		<u>385,445</u>		<u>463,615</u>	
Creditors: amounts falling due within one year	9	<u>(12,008)</u>		<u>(565,139)</u>	
Total assets less current liabilities			<u>373,437</u>		<u>(101,524)</u>
Capital and reserves					
Called up share capital	10		20		20
Profit and loss account	11		<u>373,417</u>		<u>(101,544)</u>
Shareholders' funds	12		<u>373,437</u>		<u>(101,524)</u>

Approved by the Board and authorised for issue on 16 October 2006



G N Tromans
Director

BURLOW DEVELOPMENTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2005

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

1.2 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts.

1.3 Leasing

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

1.4 Stock and work in progress

Work in progress is valued at the lower of cost and net realisable value.

1.5 Deferred taxation

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the balance sheet date except that the recognition of deferred tax assets is limited to the extent that the company anticipates to make sufficient taxable profits in the future to absorb the reversal of the underlying timing differences.

2 Turnover

The total turnover of the company for the year has been derived from its principal activity wholly undertaken in the United Kingdom.

3 Operating profit/(loss)	2005	2004
	£	£
Operating profit/(loss) is stated after charging:		
Auditors' remuneration	3,650	2,350
	<u> </u>	<u> </u>
4 Investment income	2005	2004
	£	£
Bank interest	96	76
Other interest	367	-
	<u> </u>	<u> </u>
	<u>463</u>	<u>76</u>
5 Interest payable	2005	2004
	£	£
On bank loans and overdrafts	11,785	6,300
	<u> </u>	<u> </u>

BURLLOW DEVELOPMENTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2005

6	Taxation	2005	2004
	Current tax charge	-	-
		<u> </u>	<u> </u>
	Factors affecting the tax charge for the year		
	Profit/(loss) on ordinary activities before taxation	474,961	(101,544)
		<u> </u>	<u> </u>
	Profit/(loss) on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 30.00% (2004 - 30.00%)	142,488	(30,463)
		<u> </u>	<u> </u>
	Effects of:		
	Non deductible expenses	137	-
	Group relief	(142,625)	30,463
		<u> </u>	<u> </u>
		(142,488)	30,463
		<u> </u>	<u> </u>
	Current tax charge	-	-
		<u> </u>	<u> </u>
7	Work in progress	2005	2004
		£	£
	Work in progress	-	439,363
		<u> </u>	<u> </u>
8	Debtors	2005	2004
		£	£
	Amounts owed by group undertakings	383,348	18
	Other debtors	263	24,234
		<u> </u>	<u> </u>
		383,611	24,252
		<u> </u>	<u> </u>
9	Creditors: amounts falling due within one year	2005	2004
		£	£
	Bank loans and overdrafts	-	411,905
	Trade creditors	9,008	44,131
	Amounts owed to group undertakings	-	83,760
	Other creditors	3,000	25,343
		<u> </u>	<u> </u>
		12,008	565,139
		<u> </u>	<u> </u>

BURLow DEVELOPMENTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2005

10 Share capital	2005	2004
	£	£
Authorised		
100 Ordinary shares of £1 each	100	100
	<u> </u>	<u> </u>
Allotted, called up and fully paid		
20 Ordinary shares of £1 each	20	20
	<u> </u>	<u> </u>
11 Statement of movements on profit and loss account		Profit and loss account £
Balance at 1 January 2005		(101,544)
Profit for the year		474,961
		<u> </u>
Balance at 31 December 2005		373,417
		<u> </u>
12 Reconciliation of movements in shareholders' funds	2005	2004
	£	£
Profit/(Loss) for the financial year	474,961	(101,544)
Proceeds from issue of shares	-	20
	<u> </u>	<u> </u>
Net addition to/(depletion in) shareholders' funds	474,961	(101,524)
Opening shareholders' funds	(101,524)	-
	<u> </u>	<u> </u>
Closing shareholders' funds	373,437	(101,524)
	<u> </u>	<u> </u>

13 Transactions with directors

During the year Mr S Paine incurred consultancy and office costs totalling £9,255 (2004 - £63,920) on behalf of the company.

14 Employees

Number of employees

There were no employees during the year apart from the directors.

BURLLOW DEVELOPMENTS LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) **FOR THE YEAR ENDED 31 DECEMBER 2005**

15 Control

The ultimate parent company is Macniven & Cameron PLC, a company registered in Scotland.

Macniven & Cameron PLC prepares group financial statements and copies can be obtained from Companies House.

16 Related party transactions

The company has taken advantage of the exemption in Financial Reporting Standard Number 8 from the requirement to disclose transactions with group companies on the grounds that consolidated financial statements are prepared by the ultimate parent company.