

DUNFERMLINE DEVELOPMENT SERVICES LTD

DIRECTORS' REPORT & ACCOUNTS
For the year ended 31 December 2003

Company Reg. No. 113429



DUNFERMLINE DEVELOPMENT SERVICES LTD

DIRECTORS

J M Ward
G D Dalziel

SECRETARY

A M McQuade

BANKERS

Royal Bank of Scotland plc
PO Box 15/16
DUNFERMLINE
KY12 7HB

SOLICITORS

Dundas & Wilson CS
20 Castle Terrace
EDINBURGH
EH1 2EN

REGISTERED OFFICE

Caledonia House
Carnegie Avenue
DUNFERMLINE
KY11 8PJ

DUNFERMLINE DEVELOPMENT SERVICES LTD
DIRECTORS' REPORT

The Directors present their report and accounts for the year ended 31 December 2003.

PRINCIPAL ACTIVITY

The company was dormant throughout the period.

DIRECTORS AND THEIR INTERESTS

The Directors throughout 2003 and their interests in the share capital of the company at 31 December 2003 were as follows:-

	Ordinary £1 Shares at 1.1.03	Ordinary £1 Shares at 31.12.03
Graeme D Dalziel	1	1
John M Ward	Nil	Nil

DIRECTORS RESPONSIBILITY FOR THE ACCOUNTS

Company Law requires the Directors to prepare accounts for each financial year which give a true and fair view of the state of affairs of the company and of the profit and loss of the company for that period. In preparing those accounts 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 accounts on the going concern basis unless it is inappropriate to presume that the company will continue in business for the foreseeable future.

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 accounts comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps the prevention and detection of fraud and other irregularities.

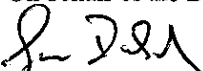
SMALL COMPANIES EXEMPTIONS

The Directors have taken advantage of the exemptions conferred by Part I of Schedule 8 to the Companies Act 1985.

AUDIT EXEMPTION

For the year ended 31 December 2003 the company was entitled to exemption under section 249AA(1) of the Companies Act 1985.

On behalf of the Board


Graeme D Dalziel

Director

17 February 2004

DUNFERMLINE DEVELOPMENT SERVICES LTD

BALANCE SHEET

as at 31 December 2003

	Note	2003 £000	2002 £000
Fixed Assets:			
Tangible Fixed Assets		0	0
Current Assets			
Amounts falling due after 1 year:		0	0
Amount owed by Group Undertaking		0	0
Net Current Assets		0	0
Total Assets less Current Liabilities		0	0
Creditors: Amounts falling due after more than 1 year			
Amount owed to group undertaking		0	0
Net Assets		0	0
Capital and Reserves			
Share Capital	2	0	0
Profit and Loss Account	3	0	0
	4	0	0

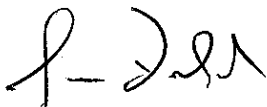
For the year ended 31 December 2003 the company was entitled to exemption under section 249AA(1) of the Companies Act 1985.

Members have not required the company to obtain an audit in accordance with section 249B(2) of the Companies Act 1985.

The directors acknowledge their responsibility for:

(1) ensuring the company keeps accounting records which comply with section 221; and

(2) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year, and of its profit or loss for the financial year, in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Companies Act relating to accounts, so far as applicable to the company.



Graeme D Dalziel, Director
17 February 2004

NOTES TO THE ACCOUNTS

at 31 December 2003

1. Accounting Policies

Accounting convention: The accounts are prepared under the historical cost convention and in accordance with applicable accounting standards.

Related Parties: the company has taken advantage of the exemption available under FRS8 not to disclose details of transactions with related parties that are part of the Dunfermline Building Society group

Depreciation: Feuhold office premises are not depreciated, it being the company's policy to maintain them to such a standard that the estimated residual values exceed the net book values in the accounts. Office plant and equipment is depreciated on a straight line basis at 20% per annum.

2. Share Capital

	Authorised £100	Issued & Unpaid £2
Ordinary shares of £1 each		

3. Reserves

	2003 £000	2002 £000
Profit & Loss Account: At 1 January and 31 December	0	0

4. Reconciliation of shareholders funds

	2003 £000	2002 £000
At 1 January and 31 December	0	0

5. Parent Company: The immediate parent company which is also the ultimate parent undertaking is Dunfermline Building Society. The society is registered in Scotland and copies of the group accounts may be obtained from Caledonia House, Carnegie Avenue, Dunfermline, KY11 8PJ