

# **Kielburn Homes Limited**

## **Directors' report and financial statements**

Year ended 31 December 2002

Registered number : SC173538



## **KIELBURN HOMES LIMITED**

**DIRECTORS**                      A A Venables                      (appointed 21.10.02)  
   E W Mackay  
   Brian Leith                      (resigned 30.09.02)

**SECRETARY**                      David Turner

**AUDITORS**                      KPMG LLP  
   Saltire Court  
   20 Castle Terrace  
   EDINBURGH  
   EH1 2EG

**BANKERS**                      Bank of Scotland  
   4<sup>th</sup> Floor  
   11 Earl Grey Street  
   Edinburgh EH3 9BN

**SOLICITORS**                      MacRoberts  
   152 Bath Street  
   GLASGOW G2 4TB

**REGISTERED OFFICE**              12 Atholl Crescent  
   Edinburgh  
   Midlothian  
   EH3 8HA

<b>CONTENTS</b>	<b>PAGE</b>
Directors' Report	1-2
Auditors' Report	3
Profit & Loss Account	4
Balance Sheet	5
Notes to the Accounts	6-7

**KIELBURN HOMES LIMITED**  
**REPORT OF THE DIRECTORS**  
**YEAR ENDED 31 DECEMBER 2002**

- 1 The directors submit their report and audited financial statements for the year ended to 31 December 2002. The contents of this report and the format of the accounts have been prepared to comply with the provisions of the Companies Act 1985.

2 **PRINCIPAL ACTIVITIES AND BUSINESS REVIEW**

The principal activity of the company was that of house construction.

3 **RESULTS AND DIVIDEND**

The result for the period was nil. No dividend was paid or proposed within the period.

4 **DIRECTORS AND THEIR INTERESTS**

The directors who held office during the year were:

A A Venables	(appointed 21.10.02)
E W Mackay	
B J Leith	(resigned 30.09.02)

In accordance with the Company's Articles of Association, none of the directors are required to retire. None of the directors who held office at the end of the period had any interest in the shares of the company.

5. **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 for that period. In preparing those financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- 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 to enable them to ensure that the financial statements comply with the Companies Act 1985. They have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the company and to prevent and detect fraud and other irregularities.

**KIELBURN HOMES LIMITED**

**REPORT OF THE DIRECTORS**

**YEAR ENDED 31 DECEMBER 2002 (CONTINUED)**

**6      AUDITORS**

Our auditors KPMG transferred their business to a limited liability partnership KPMG LLP on 3 May 2002. Accordingly KPMG resigned as auditors and the directors thereupon appointed KPMG LLP to fill the vacancy arising. In accordance with Section 384 of the Companies Act 1985, a resolution for the re-appointment of KPMG LLP as auditors of the company is to be proposed at the forthcoming Annual General Meeting.

By Order of the Board

A handwritten signature in black ink, appearing to be 'Ewan Mackay', written in a cursive style.

Ewan Mackay  
Director

18 November 2003

Registered in Scotland No SC214514

## INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF

### KIELBURN HOMES LIMITED

We have audited the financial statements on pages 4 to 7.

This report is made solely to the company's members, as a body, in accordance with section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

#### Respective responsibilities of directors and auditors

The directors are responsible for preparing the directors' report and, as described on page 1, the financial statements in accordance with applicable United Kingdom law and accounting standards. Our responsibilities, as independent auditors, are established in the United Kingdom by statute, the Auditing Practices Board and by our profession's ethical guidance.

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.

#### Basis of audit opinion

We conducted our audit in accordance with 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 2002 and of its result for the period then ended, and have been properly prepared in accordance with the Companies Act 1985.

KPMG LLP

KPMG LLP

Chartered Accountants

Registered Auditor

18 November 2003

**KIELBURN HOMES LIMITED**  
**PROFIT AND LOSS ACCOUNT**  
**YEAR ENDED 31 DECEMBER 2002**

	Note	Year Ended 31 December 2002	9 Months ended 31 December 2001
		£	£
<b>TURNOVER</b>		-	-
Cost of Sales		(269)	-
		<hr/>	<hr/>
<b>LOSS ON ORDINARY ACTIVITIES BEFORE INTEREST AND TAXATION</b>		(269)	-
Interest Received		269	-
		<hr/>	<hr/>
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		-	-
Taxation	3	-	-
		<hr/>	<hr/>
Profit for the period		-	-
		<hr/>	<hr/>

Other than the result for the period and the preceding year the company has no other recognised gains or losses.

**KIELBURN HOMES LIMITED**  
**BALANCE SHEET**  
**AS AT 31 DECEMBER 2002**

	<i>Notes</i>	<b>31 December 2002</b>		<b>31 December 2001</b>	
		£	£	£	£
<b>Current assets</b>					
Debtors	4	2		8,502	
Bank and Cash		7,222		6,953	
			7,224		15,455
<b>Creditors: amounts falling due within one year</b>	5	(7,222)		(15,453)	
<b>Net current assets</b>			2		2
<b>Capital and reserves</b>					
Called up share capital	6		2		2

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

The financial statements were approved by the Board of Directors on 18 November, 2003 and were signed on its behalf by:



**E W Mackay**  
*Director*

**KIELBURN HOMES LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**AS AT 31 DECEMBER 2002**

**1 ACCOUNTING POLICIES**

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the company's financial statements.

**(a) BASIS OF PREPARATION**

The financial statements have been prepared under the historical cost convention and in accordance with applicable accounting standards.

The company is exempt from the requirement of Financial Reporting Standard (FRS) 1 (revised 1996) to prepare a cash flow statement as it is a small company by definition.

**(b) DEFERRED TAXATION**

Deferred taxation is recognised, without discounting, in respect of all timing differences between the treatment of certain items for taxation and accounting purposes which have arisen but not reversed by the balance sheet date, except as otherwise required by FRS 19.

**2 AUDITORS REMUNERATION**

	Year ended 31 December 2002	9 months ended 31 December 2001
	£	£
Auditors remuneration for the year	750	-

**3 TAXATION**

	Year ended 31 December 2002	9 months ended 31 December 2001
	£	£
Corporation tax at 30%	-	-

The current tax charge for the period is the same as (2001: the same as) the standard rate of corporation tax in the UK (30%, 2001: 30%).

**4 DEBTORS**

	2002 £	2001 £
Other Debtors	-	8,500
Amounts due from shareholders	2	2
	2	8,502



**KIELBURN HOMES LIMITED****NOTES TO THE FINANCIAL STATEMENTS – CONTINUED  
AS AT 31 DECEMBER 2002****5 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2002	2001
	£	£
Accruals	750	1,500
Due to Shareholders	6,472	13,953
	<u>7,222</u>	<u>15,453</u>

**6 SHARE CAPITAL**

	2002	2001
	£	£
<i>Authorised, allotted, called-up and unpaid</i>		
‘A’ Ordinary shares of £1 each	1	1
‘B’ Ordinary shares of £1 each	1	1
	<u>2</u>	<u>2</u>

**7 RECONCILIATION OF MOVEMENT IN SHAREHOLDERS’ FUNDS**

	2002	2001
	£	£
Opening shareholder’s funds	2	2
Result for the period	-	-
	<u>2</u>	<u>2</u>

**8 RELATED PARTY TRANSACTIONS**

The company is wholly owned by AWG Residential Finance Ltd. AWG Residential Ltd own AWG Residential Finance Limited. The company’s ultimate holding company is AWG plc, a company registered in England.

At the period end, the balance owing to AWG Residential Finance Ltd was £6,472 (2001: £13,953).