

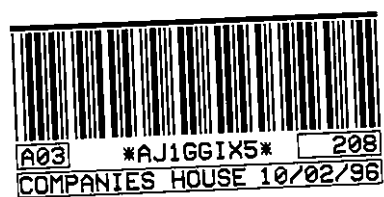
DIRECTOR'S REPORT AND ACCOUNTS

SAINT DAVID PROPERTIES LIMITED

30 SEPTEMBER 1995

COMPANY REGISTRATION

England 989379



SAINT DAVID PROPERTIES LIMITED

**DIRECTOR'S REPORT AND AUDITED STATEMENT OF ACCOUNTS
FOR THE YEAR ENDED 30 SEPTEMBER 1995**

REGISTERED OFFICE

12 Alma Square
Scarborough
North Yorkshire
YO11 1JU

DIRECTOR

J Guthrie

SECRETARY

J M Johnson

REGISTERED AUDITOR

Moore Stephens
Chartered Accountants
12 Alma Square
Scarborough
YO11 1JU

BANKERS

Barclays Bank plc
St Nicholas Street
Scarborough

COMPANY REGISTRATION

England 989379

DIRECTOR'S REPORT FOR THE YEAR ENDED 30 SEPTEMBER 1995

The director presents his Annual Report together with the Company's Audited Statement of Accounts for the year ended 30 September 1995

PRINCIPAL ACTIVITY

The principal activity of the company is farming. The company currently participates in a farming partnership at Barachander Farm.

DIRECTOR'S REVIEW

The farming activity has made a loss on ordinary activities after taxation of £4,697, which has been transferred to reserves. No dividend is recommended.

DIRECTOR

The director who served during the period was:

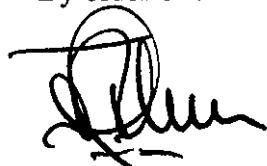
J Guthrie

The interests of Mr J Guthrie, who is also a director of the Parent Company, are stated in the Directors' Report of that company.

ELECTIVE RESOLUTIONS

The shareholders have passed elective resolutions dispensing with the requirement to hold an annual general meeting and to lay the accounts before an annual general meeting. Nevertheless the directors would like to remind the shareholders that any shareholder has the right to call for the accounts to be laid before a meeting of the shareholders and this right may be exercised by notice in writing to the company's registered office within 28 days from the date of receipt of the accounts.

By order of the Board



J M JOHNSON
Secretary

30 January 1996

Registered Office
12 Alma Square
SCARBOROUGH
YO11 1JU

STATEMENT OF DIRECTOR'S RESPONSIBILITIES

Company law requires the director 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 director is 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 director is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable him to ensure that the financial statements comply with the Companies Act 1985. He is 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 SHAREHOLDERS OF
SAINT DAVID PROPERTIES LIMITED**

We have audited the financial statements on pages 4 to 7 which have been prepared under the historical cost convention and the accounting policies set out on page 6.

Respective responsibilities of directors and auditors

As described on page 2 the company's director is responsible for the preparation of financial statements. 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 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 30 September 1995 and of its loss for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

12-13 Alma Square
SCARBOROUGH

30 January 1996

Moore Stephens

MOORE STEPHENS

Registered Auditor
Chartered Accountants

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 30 SEPTEMBER 1995

	Notes	£	1994 £
FARMING PARTNERSHIP - continuing operations			
Share of Loss		(4,697)	(448)
Administration expenses		0	0
LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION	3	<u>(4,697)</u>	<u>(448)</u>
Taxation	4	0	0
LOSS ON ORDINARY ACTIVITIES AFTER TAXATION	8	<u><u>(4,697)</u></u>	<u><u>(448)</u></u>

STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES

The company has no recognised gains or losses other than have been recognised in the profit and loss account.

BALANCE SHEET AS AT 30 SEPTEMBER 1995

	Notes	£	1994 £
CURRENT ASSETS			
Debtors due after more than one year	5	108,881	89,778
Cash at bank and in hand		3	3
CREDITORS		<u>108,884</u>	<u>89,781</u>
Amounts falling due within one year	6	(138,814)	(115,014)
NET CURRENT LIABILITIES		<u>(29,930)</u>	<u>(25,233)</u>
CAPITAL AND RESERVES			
Called up share capital	7	100	100
Profit and loss account	8	(30,030)	(25,333)
EQUITY SHAREHOLDER'S FUNDS		<u>(29,930)</u>	<u>(25,233)</u>


 J Guthrie
 DIRECTOR

APPROVED BY THE BOARD
 30 January 1996

NOTES ON THE ACCOUNTS FOR THE YEAR ENDED 30 SEPTEMBER 1995

1 ACCOUNTING POLICIES

The accounts have been prepared under the historical cost convention.

Farming Partnership

The company has included in these accounts its share of the farming partnership results for the year ended 31 March 1995 (being the latest date for which accounts are available). The company's share of partnership results is based on results after the other three partners receive a salary of £1,000 per annum, the remainder being allocated equally between the partners.

2 DIRECTOR'S EMOLUMENTS

The director, who was the only employee, did not receive any emoluments for his services to the company during the current year. (1994 - £Nil)

3 LOSS ON ORDINARY ACTIVITY

Auditors remuneration has been borne by the holding company.

4 TAXATION

No charge to taxation arises on the loss for the year.

5 DEBTORS

	1995	1994
	£	£
Barachander Farm Partnership Capital Account	<u>108,881</u>	<u>89,778</u>

Debtors are due after more than one year.

NOTES ON THE ACCOUNTS FOR THE YEAR ENDED 30 SEPTEMBER 1995

6 CREDITORS Amounts falling due within one year

	1995	1994
	£	£
Amounts due to Ultimate Holding Company	138604	114804
Other Creditors	210	210
	<u>138814</u>	<u>115014</u>

Amounts owed to group companies have no specific repayment terms and may therefore be repayable after more than one year.

7 SHARE CAPITAL

	1995 and 1994	
	Authorised	Allotted and fully paid
	£	£
Ordinary shares of £1 each	<u>100</u>	<u>100</u>

8 PROFIT AND LOSS ACCOUNT

	1995	1994
	£	£
As at 30 September 1994	(25,333)	(24,885)
Loss for period	(4,697)	(448)
	<u>(30,030)</u>	<u>(25,333)</u>

9 ULTIMATE HOLDING COMPANY

The accounts of this company are included in the consolidated accounts of the ultimate holding company, Broadland Properties Limited, which is incorporated in England. The holding company has indicated its willingness to provide the necessary financial support to enable the company to meet its liabilities as they fall due.

10 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS FUNDS

	1995	1994
	£	£
Loss for the financial period	(4,697)	(448)
Opening shareholders funds	(25,233)	(24,785)
	<u>(29,930)</u>	<u>(25,233)</u>