

# **CREST NICHOLSON BIOREGIONAL QUINTAIN (GALLIONS) LLP**

Registered in England number OC332383

## **Financial Statements**

**Year Ended 31<sup>st</sup> October 2009**



# CREST NICHOLSON BIOREGIONAL QUINTAIN (GALLIONS) LLP

## MEMBERS' REPORT

The Members have pleasure in submitting their report together with the financial statements for the year ended 31<sup>st</sup> October 2009

### Principal Activities and Business Review

The principal activity of Crest Nicholson BioRegional Quintain (Gallions) Limited Liability Partnership is the development of freehold land known as Gallions Park, Royal Docks Road, Beckton, London

All activities are conducted within the UK

### Members

The Members during the year were as follows

Crest Nicholson (Eastern) Limited ("Crest")  
BQL (Gallions) Limited ("BioRegional")

### Policy with regard to subscription of Capital, drawings and repayment of Capital

In due course, it is intended that the Members will provide interest-free loans in accordance with the requirements of the LLP agreement, to provide general working capital to the LLP in pursuit of its development objectives

No profits of the LLP available shall be drawn without the prior written agreement of both Members (except in circumstances where one Member has acquired a further share in the capital of the LLP, in which case the additional funder shall be entitled to withdraw an amount equal to its additional contributions without the consent of the non-funder subject to an appropriate adjustment to its share)

No Member shall be entitled to withdraw funds in excess of the share of profits applicable to its Share for any accounting period. In the event that any such excess withdrawal is made, that Member shall repay the excess drawings to the LLP immediately together with interest on the excess at the default interest rate

If the Members unanimously agree that further funding is required for the purposes of the Project or for the further working capital requirements of the LLP, such additional funding shall (unless otherwise agreed between the Parties) be provided firstly by the Members, such funds to be provided as to 50 per cent by Crest and 50 per cent by BioRegional and secondly (to the extent available) by borrowings from third Parties on the most favourable terms available

Detailed arrangements for repayment of capital exist to cover resignation by a member, where this results in the appointment of a replacement member, or in the winding up of the LLP

### Disclosure of information to auditors

The members who held office at the date of approval of this members' report confirm that, so far as they are each aware, there is no relevant audit information of which the company's auditors are unaware, and each member has taken all the steps that he ought to have taken as a member to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information

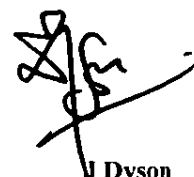
### Auditors

Pursuant to Section 487 of the Companies Act 2006, the auditors will be deemed to be reappointed and KPMG Audit Plc will therefore continue in office

Approved by the Members and signed on their behalf

Crest House  
Pycroft Road  
Chertsey  
Surrey KT16 9GN

24<sup>th</sup> February 2010



J Dyson  
Executive Secretary

**CREST NICHOLSON BIOREGIONAL QUINTAIN (GALLIONS) LLP**

**STATEMENT OF MEMBERS' RESPONSIBILITIES**

The members are responsible for preparing the Members' Report and the LLP financial statements in accordance with applicable law and regulations

The Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008 require the members to prepare LLP financial statements for each financial year. Under that law the members have elected to prepare the financial statements in accordance with UK Accounting Standards and applicable law (UK Generally Accepted Accounting Practice)

Under Regulation 8 of the Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008 the members must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the LLP and of the profit or loss of the LLP for that period. In preparing these financial statements, the members are required to

- select suitable accounting policies and then apply them consistently,
- make judgments and estimates that are reasonable and prudent,
- state whether applicable UK 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 LLP will continue in business

Under Regulation 6 of the Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008, the members are responsible for keeping adequate accounting records that are sufficient to show and explain the LLP's transactions and disclose with reasonable accuracy at any time the financial position of the LLP and enable them to ensure that its financial statements comply with those regulations. They have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the LLP and to prevent and detect fraud and other irregularities

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF CREST NICHOLSON  
BIOREGIONAL QUINTAIN (GALLIONS) LLP**

We have audited the financial statements of Crest Nicholson BioRegional Quintain (Gallions) LLP for the year ended 31 October 2009 set out on pages 4 to 6. These financial statements have been prepared under the accounting policies set out therein.

This report is made solely to the members of the limited liability partnership (LLP), as a body, in accordance with section 495 of the Companies Act 2006, as required by Regulation 39 of the Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008. Our audit work has been undertaken so that we might state to the LLP's members those matters we are required to state to them in an auditors' 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 LLP and the LLP's members, as a body, for our audit work, for this report, or for the opinions we have formed.

**Respective responsibilities of members and auditors**

The members' responsibilities for preparing the financial statements in accordance with applicable law and UK Accounting Standards (UK Generally Accepted Accounting Practice) and for being satisfied that the financial statements give a true and fair view are set out in the Statement of Members' Responsibilities on page 2. 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, have been properly prepared in accordance with UK Generally Accepted Accounting Practice and have been prepared in accordance with the Companies Act 2006.

We also report to you if, in our opinion, the LLP has not kept adequate accounting records, if we have not received all the information and explanations we require for our audit, or if certain disclosures of members' remuneration specified by law are not made.

We read the Members' Report and consider whether it is consistent with the audited financial statements. We consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements.

**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 judgments made by the members in the preparation of the financial statements, and of whether the accounting policies are appropriate to the LLP'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 affairs of the LLP as at 31 October 2009 and of its result for the year then ended,
- have been properly prepared in accordance with UK Generally Accepted Accounting Practice, and
- have been prepared in accordance with the Companies Act 2006.



**W E J Holland (Senior Statutory Auditor)**

**for and on behalf of KPMG Audit Plc, Statutory Auditor**

Chartered Accountants  
London

*24 February* 2010



**CREST NICHOLSON BIOREGIONAL QUINTAIN (GALLIONS) LLP**

**PROFIT AND LOSS ACCOUNT**

**FOR THE YEAR ENDED 31<sup>st</sup> OCTOBER 2009**

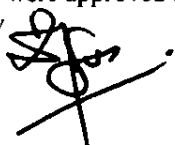
	<u>Notes</u>	<u>Year ended</u> <u>31<sup>st</sup> October</u> <u>2009</u>	<u>Period ended</u> <u>31<sup>st</sup> October</u> <u>2008</u>
		<u>£</u>	<u>£</u>
Administrative expenses		-	-
Loss on ordinary activities before taxation		-	-
Taxation		-	-
Result for the year before members' remuneration and profit shares	2	-	-
Members' remuneration charged as an expense	3	-	-
Loss for the year available for discretionary division among members		-	-

There are no recognised gains or losses other than those shown above  
All activities are continuing

**BALANCE SHEET AT 31<sup>st</sup> OCTOBER 2009**

	<u>Notes</u>	<u>2009</u>	<u>2008</u>
		<u>£</u>	<u>£</u>
Net assets attributable to members		-	-
REPRESENTED BY:			
TOTAL MEMBERS' INTERESTS		-	-

The financial statements were approved by the members on  
signed on their behalf by



24<sup>th</sup> February

2010 and were

Crest Nicholson BioRegional Quintain (Gallions) LLP

## **CREST NICHOLSON BIOREGIONAL QUINTAIN (GALLIONS) LLP**

### **NOTES TO THE ACCOUNTS**

#### **1. Accounting policies**

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

##### ***Basis of preparation***

These financial statements have been prepared in accordance with applicable accounting standards and under the historical cost accounting rules and in accordance with the Statement of Recommended Practice "Accounting by Limited Liability Partnerships" (LLP SORP)

Under Financial Reporting Standard 1 the partnership is exempt from the requirement to prepare a cash flow statement on the grounds of its size

##### ***Going concern***

The financial statements have been prepared on a going concern basis which assumes that the partnership will continue in operational existence and be able to meet its liabilities as they fall due for the foreseeable future

##### ***Inventories***

Inventories are valued at the lower of cost and net realisable value. Land includes land under development, undeveloped land and land option payments. Work in progress comprises direct materials, labour costs, site overheads, associated professional fees and other attributable overheads

Land inventories and the associated land creditors are recognised in the balance sheet from the date of unconditional exchange of contracts. If land is purchased on deferred settlement terms then the land and the land creditor are discounted to their fair value. The land creditor is then increased to the settlement value over the period of the financing, with the financing element being charged as interest expense through the income statement

##### ***Members' capital***

The capital requirements of the partnership are determined from time to time by the partnership. No interest is paid on capital. On leaving the partnership a member's capital is repaid, subject to a valuation formula agreed between the members. Members' capital is deemed to be a liability in accordance with FRS25

##### ***Members' remuneration and drawings***

Remuneration is paid to certain members under a contract for services or other contractual arrangements. Such remuneration together with related employment costs is included as an expense in the profit and loss account under the heading members' remuneration charged as an expense

##### ***Allocation of profits and drawings***

Profits and losses of the partnership are allocated to the members immediately after the financial statements have been approved by the members. Members receive quarterly drawings on account of their share of profits earned

##### ***Taxation***

Taxation on all partnership profits is solely the liability of individual members. Consequently neither

taxation nor related deferred taxation arising in Crest Nicholson BioRegional Quintain (Gallions) LLP are accounted for in these financial statements. Amounts retained for tax are treated in the same way as other profits of the partnership and so are included in 'Members' interests' or in 'Loans and other debts due to members' depending on whether or not division of profits has occurred.

**2. Result for the year before members' remuneration and profit share**

Auditors' remuneration of £3,000 was borne by Crest Nicholson Plc (2008 £3,000)

**3. Members' remuneration**

No allocations were made during the year (2008 nil)

**4 Reconciliation of movements in total members' interests**

	Members capital and other amounts classified as a liability under FRS 25	Loans and other debts due to members	Total members' interest
	£	£	£
Members' interests at 1 November 2008	-	-	-
Members' remuneration charged as an expense	-	-	-
Result for the year	-	-	-
Members' interests after loss for the year	-	-	-
Capital introduced by members	-	-	-
Members' interests at 31 October 2009	-	-	-

Loans and other debts due to members rank equally with debts due to ordinary creditors in a winding up

**5. Controlling Party and Ultimate Controlling Party**

Crest Nicholson BioRegional Quintain (Gallions) LLP is controlled by Crest Nicholson (Eastern) Limited and BioRegional Quintain Limited. The partnership has no employees.

Crest Nicholson (Eastern) Limited is 100% controlled by Crest Nicholson Holdings Limited and BioRegional Quintain (Gallions) Limited is jointly controlled by Quintain Estates and Development PLC and BioRegional Properties Limited. These entities are jointly the controlling parties.