Davy Developments Limited

Directors' Report and Financial Statements

for the period ended 30 April 2002
Registered number 4117806

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Davy Developments Limited

Directors' Report and Financial Statements for the period ended 30 April 2002

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Davy Developments Limited

Directors' Report and Financial Statements for the period ended 30 April 2002

Directors' report

The directors present their annual report and the audited financial statements for the period ended 30 April 2002.

Principal activity

The company was incorporated on 30 November 2000.

The company's main activity was property development.

The results of the company for the period ended 30 April 2002 are as set out in the profit and loss account on page 4.

Proposed Dividend

The directors do not recommend the payment of a dividend.

Directors

The directors who served the company during the period and their interests in the share capital of the company are:-

	£1 ordinary shares
Mrs P R Jordan	170,000
D Jordan	-
N Jordan	-
P M Jordan	-

Auditors

In accordance with Section 385 of the Companies Act 1985, a resolution for the re-appointment of Michael Rudd & Co. as company auditors is to be proposed at the Annual General Meeting.

By order of the board

D Jordan
~~Secretary~~ Director
1 September 2002

Carlton House
Mere Green Road
Four Oaks
Sutton Coldfield B75 5BS

Statement of 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 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 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.

Auditors' Report to the members of Davy Developments Limited

We have audited the financial statements on pages 4 to 11.

Respective responsibilities of directors and auditors

As described on page 2, the company's directors are 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 April 2002 and of its profit for the period then ended and have been properly prepared in accordance with the Companies Act 1985.

Michael Rudd & Co.

Michael Rudd & Co.
Chartered Accountants
Registered Auditors

1 September 2002

Profit and Loss account
for the period ended 30 April 2002

	2002 £
Cost of sales	(6,576)
Other external charges	(9,436)
Operating (loss) carried forward	**(16,012)**

The company has no recognised gains or losses other than the profit for the current period.

All of the company's operations are classified as continuing.

In the current, there was no difference between the result reported in the profit and loss account and the result on an unmodified historical cost basis.

Balance sheet
at 30 April 2002

	Note	£	2002 £
Current assets			
Stocks	5		**150,000**
Debtors	6		**1,932**
Cash at bank and in hand			**4,556**
			156,488
Creditors: Amounts falling due within one Year	7		**(2,500)**
Total assets less current liabilities			**153,988**
Capital and reserves			
Called up share capital		**170,000**	
Profit and loss account	8	**(16,012)**	
Equity shareholders' funds	9		**153,988**

These financial statements were approved by the board of directors on 1 September 2002 and were signed on its behalf by:

D Jordan
Director

Notes
(forming part of the financial statements)

1 Principal 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:

Basis of preparation

The financial statements have been prepared under the historical cost convention, and in accordance with applicable Accounting Standards.

Cash flow statement

The company is exempt from the requirement of Financial Reporting Standard No. 1 to prepare a cash flow statement as it is entitled to the filing exemptions as a small company under sections 246 to 249 of the Companies Act 1985 when filing accounts with the Registrar of Companies.

Stocks and work in progress

Stocks are valued at the lower of cost and net realisable value. Developments are valued at cost less amounts received in respect of deposits and progress payments.

Taxation

The charge for taxation is based on the profit for the year and takes into account taxation deferred because of timing differences between the treatment of certain items for taxation and accounting purposes. Provision is made for deferred taxation only to the extent that it is probable that an actual liability will crystallise.

2 Turnover

Turnover comprises the value (excluding value added tax) of contracts for the sale of property and land which have reached legal completion.

3 Loss on ordinary activities before taxation

	2002 £
Loss on ordinary activities before taxation is stated	
after charging	
Auditors' remuneration	**2,000**

4 Tax on loss on ordinary activities

There are unutilised losses for taxation purposes of approximately £16,000, which, subject to Inland Revenue approval, are available to off-set against future profits.

5 **Stocks**	**2002**
	£
Land under or awaiting development	**150,000**

6 **Debtors**	**2002**
	£
VAT repayable	**1,932**

7 **Creditors: Amounts falling due within one year**	**2002**
	£
Other loans	**500**
Accruals and deferred income	**2,000**
	2,500

8 **Share Capital**

	2002
	£
Authorised	
1,000,000 ordinary shares of £1 each	**1,000,000**
Called up, allotted and fully paid:	
170,000 ordinary shares of £1 each	**170,000**

9 **Reconciliation of movement in shareholder's funds**	**2002**
	£
Loss for the financial period	**(16,012)**
Shares issued in the period	**170,000**
Shareholder's funds at end of period	**153,988**