

STEWART'S (SIGHTHILL) HOLDINGS LIMITED

ABBREVIATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED

28 NOVEMBER 1996

Company Number: SC080442



REPORT OF THE AUDITOR TO THE MEMBERS OF
STEWART'S (SIGHTHILL) HOLDINGS LIMITED

Pursuant to paragraph 24 of Schedule 8 to the Companies Act 1985

I have examined the abbreviated accounts on pages 3 to 5 together with the full financial statements of Stewart's (Sighthill) Holdings Limited for the year ended 28 November 1996. The scope of my work for the purpose of this report was limited to confirming that the company is entitled to the exemptions claimed in the directors' statements on page 3 and that the abbreviated financial statements have been properly prepared from the full financial statements.

In my opinion, the directors are entitled, under sections 246 and 247 of the Companies Act 1985, to the exemptions conferred by Section A of Part III of schedule 8 to that Act in respect of the year ended 28 November 1996, and the abbreviated financial statements on pages 3 to 5 have been properly prepared in accordance with that schedule.

On 10 September 1997, I reported as auditor of Stewart's (Sighthill) Holdings Limited, to the members on the full financial statements prepared under Section 226 of the Companies Act 1985 for the year ended 28 November 1996, and my audit report was as follows:

"I have audited the financial statements on pages 4 to 10 which have been prepared on the basis of the accounting policies set out on page 6.

Respective responsibilities of directors and auditors

As described on page 1 the company's directors are responsible for the preparation of financial statements. It is my responsibility to form an independent opinion, based on my audit, on those statements and to report my opinion to you.

Basis of opinion

I conducted my 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.

I planned/...

REPORT OF THE AUDITOR TO THE MEMBERS OFSTEWART'S (SIGHTHILL) HOLDINGS LIMITED (Continued)

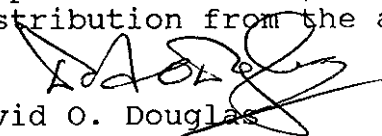
Pursuant to paragraph 24 of Schedule 8 to the Companies Act 1985

I planned and performed my audit so as to obtain all the information and explanations which I considered necessary in order to provide me 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 my opinion I also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In my opinion the financial statements give a true and fair view of the state of the company's affairs as at 28 November 1996 and of its profit for the period then ended and have been properly prepared in accordance with the Companies Act 1985.

Dividends have been paid from gains arising on the sale of heritable properties. The Articles of Association of the company require such gains to be transferred to a non-distributable capital reserve. This restriction, recognised by Section 281 of the Companies Act 1985, would prevent the company from making a legal distribution from the aforementioned gains."



David O. Douglas
Chartered Accountant
Registered Auditor
15 Dalrymple Crescent
Edinburgh
EH9 2NX

10 September 1997

STEWART'S (SIGHTHILL) HOLDINGS LIMITEDABBREVIATED BALANCE SHEET AS AT 28 NOVEMBER 1996

	<u>Notes</u>	<u>1996</u> £	<u>1995</u> £
FIXED ASSETS			
Tangible assets	2	974,594	1,076,288
		- - - - -	- - - - -
INVESTMENTS		602,469	514,469
		- - - - -	- - - - -
CURRENT ASSETS			
Debtors		16,205	15,046
Deposits and loans		-	2,000
Cash at bank		<u>215,780</u>	<u>79,273</u>
		231,985	96,319
CREDITORS - AMOUNTS FALLING DUE WITHIN ONE YEAR		<u>94,921</u>	<u>78,731</u>
NET CURRENT ASSETS		<u>137,064</u>	<u>17,588</u>
NET ASSETS		<u>1,714,127</u> =====	<u>1,608,345</u> =====
CAPITAL AND RESERVES			
Called up share capital	3	32,500	32,500
Revaluation reserve		925,732	1,017,939
Capital reserve		911,321	727,036
Revenue reserve		51,804	51,804
Profit and loss account		<u>(207,230)</u>	<u>(220,934)</u>
		1,714,127	1,608,345
		=====	=====

In preparing these abbreviated financial statements:

(a) We have relied upon the exemptions for individual financial statements under Sections 246 and 247 of the Companies Act 1985.

(b) We have done so on the grounds that the company is entitled to the benefits of these exemptions as a small company.

The abbreviated financial statements on pages 3 to 5 were approved by the Board on 10 September 1997.

G.I. Niven

Director



The notes on pages 4 and 5 form part of these financial statements.

STEWART'S (SIGHTHILL) HOLDINGS LIMITEDNOTES ON ABBREVIATED FINANCIAL STATEMENTSFOR YEAR ENDED 28 NOVEMBER 1996

1. ACCOUNTING POLICIES

BASIS OF ACCOUNTING

The accounts are prepared on the historical cost basis as modified by the revaluation of Heritable Property.

INCOME

Rent receivable is treated on an accruals basis.
Interest receivable is treated on an accruals basis.

Gains on sales of properties are shown as other operating income in the profit and loss account. The gains are shown based on book value. An amount equal to the gains, less the corporation tax liability thereon is then transferred from the profit and loss account to capital reserve.

TAXATION

The company provides for corporation tax at the rate for small companies as adjusted for the marginal rate due to the fact that it has associated companies for taxation purposes.

DEPRECIATION

Depreciation is provided on all tangible fixed assets except for investment properties, which are revalued annually, at rates calculated to write off the cost, less estimated residual value, of each asset evenly over its expected useful life as follows:-

Office equipment	- 25% straight line.
Motor vehicles	- 25% straight line.

GROUP ACCOUNTS

The company's only subsidiary, Jaxtox Limited, is a dormant company. Group accounts are not prepared.

2. FIXED ASSETS/...

STEWART'S (SIGHTHILL) HOLDINGS LIMITEDNOTES ON ABBREVIATED FINANCIAL STATEMENTSFOR YEAR ENDED 28 NOVEMBER 1996Continued

2. FIXED ASSETS

	<u>Heritable Properties</u> £	<u>Motor Vehicle</u> £	<u>Office Equipment</u> £	<u>Total</u> £
Cost or valuation				
At 28.11.95	1,053,800	20,045	15,223	1,089,068
Additions	-	-	-	-
Disposals	(94,600)	-	-	(94,600)
Revaluation	-	-	-	-
At 28.11.96	959,200	20,045	15,223	994,468
	=====	=====	=====	=====
Depreciation				
At 28.11.95	-	5,045	7,735	12,780
Charge for year	-	5,000	2,094	7,094
Disposals for year	-	-	-	-
At 28.11.96	-	10,045	9,829	19,874
	=====	=====	=====	=====
Net Book Value				
At 28.11.96	959,200	10,000	5,394	974,594
	=====	=====	=====	=====
At 28.11.95	1,053,800	15,000	7,488	1,076,288
	=====	=====	=====	=====

The heritable properties, which cost £30,296, were valued by the directors on 28 November 1996 at £959,200 on the basis that they are subject to tenants' rights. The potential tax liability if the properties were sold at the 28 November 1996 valuation would be £86,600.

3. SHARE CAPITAL

	<u>1996</u> £	<u>1995</u> £
<u>Authorised</u>		
100,000 shares of £1 each	100,000	100,000
	=====	=====
<u>Issued and fully paid</u>		
32,500 shares of £1 each	32,500	32,500
	=====	=====