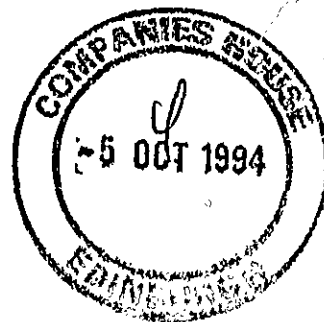


ABBREVIATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 1993

FOR

BUCHAN HOMES LIMITED



BUCHAN HOMES LIMITED

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BUCHAN HOMES LIMITED

COMPANY INFORMATION

DIRECTORS:

D. I. Buchan
G. T. Buchan
C. R. Gallon
A. G. Macgregor

SECRETARY:

Gray & Gray, Solicitors

REGISTERED OFFICE:

8-10 Queen Street
Peterhead
Aberdeen-shire
AB42 6TS

REGISTERED NUMBER:

SC 85607

AUDITORS:

George Shearer
Chartered Accountants
and Registered Auditors
Peterhead

BUCHAN HOMES LIMITED

REPORT OF THE AUDITORS TO THE DIRECTORS OF
BUCHAN HOMES LIMITED
PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8 TO THE COMPANIES ACT 1985

We have examined the abbreviated financial statements on pages four to five together with the full financial statements of BUCHAN HOMES LIMITED for the year ended 31 December 1993. The scope of our work for the purpose of this report was limited to confirming that the company is entitled to the exemptions claimed in the statement of the directors on page four and that the abbreviated financial statements have been properly prepared from the full financial statements.

In our opinion the company is 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 31 December 1993, and the abbreviated financial statements on pages four to five have been properly prepared in accordance with that Schedule.

As auditors of BUCHAN HOMES LIMITED, on 3 October 1994 we reported to the shareholders on the full financial statements for the company prepared under Section 226 of the Companies Act 1985 for the year ended 31 December 1993 as follows:

"We have audited the financial statements on pages four to eight which have been prepared under the historical cost convention and the accounting policies set out on page six.

Respective responsibilities of directors and auditors
As described on page two 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

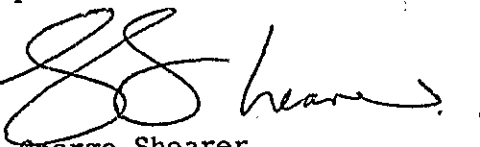
We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgments 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.

REPORT OF THE AUDITORS TO THE DIRECTORS OF
BUCHAN HOMES LIMITED
PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8 TO THE COMPANIES ACT 1985

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 1993 and of its profit for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies."


George Shearer
Chartered Accountants
and Registered Auditors
Peterhead

Dated: 3 October 1994

BUCHAN HOMES LIMITED

ABBREVIATED BALANCE SHEET
As at 31 December 1993

		31.12.93		31.12.92	
	Notes	£	£	£	£
CURRENT ASSETS:					
Stocks		108,308		128,676	
Investments		296,064		22,128	
Cash at Bank		5		5	
		<u>404,377</u>		<u>150,809</u>	
CREDITORS: Amounts falling					
(due within one year)	2	<u>275,917</u>		<u>57,543</u>	
NET CURRENT ASSETS:			128,460		93,266
TOTAL ASSETS LESS CURRENT					
LIABILITIES:			<u>£128,460</u>		<u>£93,266</u>
CAPITAL AND RESERVES:					
Called Up Share Capital	3		40,000		40,000
Profit & Loss Account			88,460		53,266
Shareholders' Funds			<u>£128,460</u>		<u>£93,266</u>

Advantage has been taken of the exemptions conferred by Section A of Part III of Schedule 8 to the Companies Act 1985 on the grounds that, in the opinion of the directors, the company is entitled to the benefit of those exemptions as a small company.

In preparing the full financial statements, the directors have taken advantage of special exemptions applicable to small companies conferred by Part I of Schedule 8 to the Companies Act 1985. The directors have done so on the grounds that, in their opinion, the company is entitled to the benefit of those exemptions because it meets the qualifying conditions for small companies as stated in Section 247 of the Companies Act 1985.

ON BEHALF OF THE BOARD:

C. R. Gallon - DIRECTOR

Approved by the Board on 3 October 1994

The notes form part of these financial statements

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS
for the Year Ended 31 December 1993

1. ACCOUNTING POLICIES

Accounting Convention

The financial statements have been prepared under the historical cost convention.

Exemption has been taken from preparing a cash flow statement on the grounds that the company qualifies as a small company.

Turnover

Turnover represents the value of properties sold during the year, and is stated net of value added tax.

2. CREDITORS

The following secured debts are included within creditors:

	31.12.93	31.12.92
	£	£
Bank Overdrafts.	213,810	27,947

Bank borrowings are secured by means of a Bond and Floating Charge.

3. CALLED UP SHARE CAPITAL

Authorised, allotted, issued and fully paid:

Number:	Class:	Nominal Value:	31.12.93	31.12.92
		£1	£	£
40,000	Ordinary		40,000	40,000