H. & P.

REG. NO. SC 88737

CANMORE HOMES LIMITED

DIRECTOR'S REPORT

and

STATEMENT OF ACCOUNTS

For the year ended 30th June 2000



HUTTON & PHILP, C.A.
DUNFERMLINE

CANMORE HOMES LIMITED

REPORT AND ACCOUNTS

For the year ended 30th June 2000

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Director — David T. Reddie

Secretary — Margaret Reddie

Accountants — Hutton & Philp, C.A.

Bankers — Bank of Scotland

Solicitors — Gorrie & Davidson, Dunfermline

Registered Office — 16 Old Kirk Place, Dunfermline. KY12 7ST

Company Number — 88737 Registered in Scotland

CANMORE HOMES LIMITED

DIRECTOR'S REPORT

For the year ended 30th June 2000

The Director has pleasure in submitting his annual report and the accounts of the Company for the year ended 30th June 2000.

1. Results for the Year

The results for the year are as shown in the Profit and Loss Account.

The Director does not recommend payment of a dividend for the year ended 30th June 2000.

2. Principal Activities

The Company purchases property for development and investment.

3. Director

The Director who held office during the year is as undernoted. He has declared that at the beginning and end of the year his interests, including family interests, in the Capital of the Company was as follows:-

	Ordinary Shares of £1 each held at	
	2000	1999
David T. Reddie	60	60

4. Financial Statements

The Financial Statements have been prepared in accordance with the Special Provisions of Part VII of the Companies Act 1985 relating to small companies.

By Order of the Board

Margaret Reddie.

DUNFERMLINE 5th March 2001 SECRETARY

CANMORE HOMES LIMITED

ACCOUNTANTS' REPORT TO THE DIRECTOR

As described on page 4 you are responsible for the preparation of the accounts and you consider that the company is exempt from an audit. In accordance with your instructions and in order to assist you to fulfil your responsibilities, we have prepared the accounts on pages 3 to 7 from the accounting records and from the information and explanations supplied to us. We have not carried out an audit.

Dunfermline.
5th March 2001

HUTTON & PHILP, C.A.
Chartered Accountants

CANMORE HOMES LIMITED

PROFIT AND LOSS ACCOUNT

For the year ended 30th June 2000

1999		Notes	2000
£ 29,890	TURNOVER - Rents Charged	2	£ 26,654
2,250	Sale of Materials		480
£ 32,140			£ 27,134
24,401	Less: Administration Expenses		20,064
£ 7,739	OPERATING PROFIT BEFORE INTEREST	4	£ 7,070
13,120	Interest Payable	5	12,252
£ (5,381)	LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION		£ (5,182)
-	Taxation	6	-
£ (5,381)	LOSS ON ORDINARY ACTIVITIES AFTER TAXATION TRANSFERRED TO RESERVES	13	£ (5,182)

All amounts relate to continuing activities.

There were no other recognised gains or losses in the year.

The notes on pages 5 to 7 form part of these accounts.

CANMORE HOMES LIMITED

BALANCE SHEET

As at 30th June 2000

1999			Notes		2000
		FIXED ASSETS			
£ 286,838		Tangible Assets	8		£ 284,103
		CURRENT ASSETS			
	£ 40,000	Debtors	9	£ 38,500	
		Less: CURRENT LIABILITIES			
	£ 146,784	Bank Overdraft	7	£ 141,974	
	75,469	Creditors	10	81,226	
	£ 222,253			£ 223,200	
(182,253)		NET CURRENT LIABILITIES			(184,700)
£ 104,585		TOTAL ASSETS LESS CURRENT LIABILITIES			£ 99,403
12,722		Provision for Liabilities and Charges	11		12,722
£ 91,863					£ 86,681
		CAPITAL AND RESERVES			
£ 500		Called Up Share Capital	12		£ 500
91,363		Reserves	13		86,181
£ 91,863					£ 86,681

The notes on pages 5 to 7 form part of these accounts.

In approving these financial statements I, as director of the company, hereby confirm:

a) that for the year in question the company was entitled to the exemption conferred by section 249A(1).
b) that no notice has been deposited under section 249B(2) in relation to the accounts for the financial year; and
c) that the director acknowledges his responsibilities for:

(i) *ensuring that the company keeps accounting records* which comply with section 221 and
(ii) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its loss for the financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of The Companies Act 1985 relating to accounts, so far as applicable to the company.

..... Director

5th March 2001 ..... Date

CANMORE HOMES LIMITED

NOTES TO THE ACCOUNTS

For the year ended 30th June 2000

1. ACCOUNTING POLICIES

Basis of Accounting

The financial statements have been prepared on the historical cost basis of accounting as modified by the revaluation of property.

Depreciation

No depreciation is provided on the property. Depreciation of 25% straight line is provided on Furnishings, Equipment and Motor Vehicles.

Cash Flow Statement

The Company has taken advantage of the exemption in Financial Reporting Standard No. 1 from producing a cash flow statement on the grounds that it is a small company.

2. TURNOVER

Turnover and pre-tax profit are attributable to the Company's principal activity of investing in property. All turnover is in the United Kingdom.

3. STAFF NUMBERS AND COSTS

The average weekly number of employees of the Company during the year, including directors was:-

	2000	1999
Office and Management	2	2

The aggregate remuneration and associated costs of the Company's employees were:-

	2000	1999
Salary	£ -	£ -

4. OPERATING PROFIT

The operating profit is stated after charging:-

Accountants' Remuneration	£ 507	£ 470

5. INTEREST PAYABLE

Bank Overdraft Interest	£ 12,252	£ 13,120

6. TAXATION

No Corporation Tax arises due to losses incurred. Tax losses available for carry forward amount to £11,397 (1999 - £15,031).

7. BANK OVERDRAFT

The bank overdraft is secured by means of a Standard Security over the Company's properties and a Bond and Floating Charge over the whole assets of the Company.

8. TANGIBLE ASSETS

	Heritable Property	Furnishings & Equipment	Motor Vehicles	Total
Cost or Valuation				
At 1st July 1999	£ 274,576	£ 47,910	£ 20,115	£ 342,601
Additions	-	5,881	-	5,881
At 30th June 2000	£ 274,576	£ 53,791	£ 20,115	£ 348,482
At Valuation	£ 206,491	£ -	£ -	£ 206,491
At Cost	68,085	53,791	20,115	141,991
	£ 274,576	£ 53,791	£ 20,115	£ 348,482
Depreciation				
At 1st July 1999	£ -	£ 38,496	£ 17,267	£ 55,763
Charge for Year	-	5,768	2,848	8,616
At 30th June 2000	£ -	£ 44,264	£ 20,115	£ 64,379
Net Book Value				
At 30th June 2000	£ 274,576	£ 9,527	£ -	£ 284,103
At 30th June 1999	£ 274,576	£ 9,414	£ 2,848	£ 286,838

9. DEBTORS

	2000	1999
Balance Due on Sale of Property	£ 38,500	£ 40,000

10. CREDITORS: Amounts Falling Due Within One Year

Loans from Shareholders	£ 66,991	£ 62,249
Loan from Director	8,195	8,195
Accruals	6,040	5,025
	£ 81,226	£ 75,469

The loans are interest free and there is no fixed date for repayment.

11. PROVISION FOR LIABILITIES AND CHARGES

	2000	1999
Deferred Taxation on Revaluation of Properties	£ 12,722	£ 12,722

12. CALLED UP SHARE CAPITAL

	2000	1999
Authorised		
Ordinary £1 Shares	£ 500	£ 500
Issued		
Ordinary £1 Shares Fully Paid	£ 500	£ 500

13. RESERVES

	Revaluation Reserve	Profit & Loss Account	Total
Balance at 1st July 1999	£ 12,209	£ 79,154	£ 91,363
Loss for Year	-	(5,182)	(5,182)
Balance at 30th June 2000	£ 12,209	£ 73,972	£ 86,181

14. RECONCILIATION OF SHAREHOLDERS' FUNDS

	2000	1999
Funds at beginning of year	£ 91,863	£ 97,244
Loss for year	(5,182)	(5,381)
Funds at end of year	£ 86,681	£ 91,863