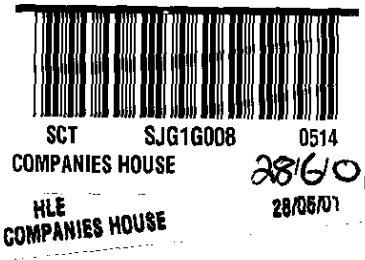
North Limited

Directors' report and financial statements

Registered number 154121

30 June 2000



Contents

Directors' report	1
Statement of directors' responsibilities	3
Report of the auditors to the members of North Limited	4
Profit and loss account	5
Reconciliation of movements in shareholders' funds	5
Balance sheet	6
Notes	7

Directors' report

The directors present their annual report and the audited financial statements for the year ended 30 June 2000.

Principal activities

The principal activity of the company during the year was that of a property developer.

Business review

Although progress has been slow, the company is now more optimistic that the proposed development in Glasgow will make progress in the current year.

Proposed dividend and transfer to reserves

The directors do not recommend the payment of a dividend. The loss for the year of £594 *(1999:£1,462)* has been transferred to reserves.

Directors and directors' interests

The directors who held office during the year were as follows:

WK Gray

WRM Prosser

DG Burt

HMB Caseley

PM Pearce

DM Anderson

None of the directors who held office at the end of the financial year had any disclosable interest in the shares of the company.

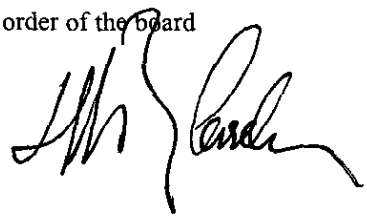
The interests of the directors in the share capital of group companies are disclosed in the directors' report of the parent company.

Directors' report *(continued)*

Auditors

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

By order of the board



HMB Caseley
Director

First Floor
McAdam House
1 Cadzow Lane
Hamilton
Strathclyde
ML3 6AS

30 January 2001

Statement of directors' responsibilities

(in respect of the preparation of financial statements)

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 year. 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;
- state whether applicable 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 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.

KPMG
1 The Embankment
Neville Street
Leeds
LS1 4DW

Report of the auditors to the members of North Limited

We have audited the financial statements on pages 5 to 9.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the directors' report and, as described on page 3, the financial statements in accordance with applicable United Kingdom law and accounting standards. Our responsibilities, as independent auditors, are established in the United Kingdom by statute, the Auditing Practices Board and by our profession's ethical guidance.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act. We also report to you if, in our opinion, the directors' report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the company is not disclosed.

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 June 2000 and of its loss for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

KPMG

KPMG
Chartered Accountants
Registered Auditors

30 January 2001

Profit and loss account

for the year ended 30 June 2000

	2000 £	1999 £
Administrative expenses	(594)	(1,462)
Loss on ordinary activities before taxation	(594)	(1,462)
Taxation	-	-
Loss for the financial year	(594)	(1,462)
Retained deficit brought forward	(5,049)	(3,587)
Retained deficit carried forward	(5,643)	(5,049)

There were no recognised gains or losses other than the loss for the year.

The movement in shareholders' funds comprise the retained loss for the financial period as set out above.

Reconciliation of movements in shareholders' funds

for the year ended 30 June 2000

	2000 £	1999 £
Shareholders' deficit at beginning of year	(4,999)	(3,537)
Loss for financial year	(594)	(1,462)
Shareholders' deficit at end of year	(5,593)	(4,999)

Balance sheet

at 30 June 2000

	Note	2000		1999	
		£	£	£	£
Current assets					
Stock	5	**356,275**		344,568	
Debtors	6	**50**		50	
Cash in hand		**1,244**		1,273	
		357,569		345,891	
Creditors: amounts falling due within one year	7	**(363,162)**		(350,890)	
Net current liabilities			**(5,593)**		(4,999)
Net liabilities			**(5,593)**		(4,999)
Capital and reserves					
Called up equity share capital	8		**50**		50
Profit and loss account			**(5,643)**		(5,049)
Shareholders' funds - equity			**(5,593)**		(4,999)

These financial statements were approved by the board of directors on 30 January 2001 and were signed on its behalf by:

HMB Caseley

DG Burt

Directors

Notes

(forming part of the financial statements)

1 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 in accordance with applicable accounting standards and under the historical cost accounting rules.

Kimberley Securities PLC and Headway Developments Limited have supported North Limited since it became a joint venture company and they have confirmed the current policy as being one of continued backing. On the strength of this assurance, the financial statements have been prepared on a going concern basis.

Cash flow statement

Under Financial Reporting Standard No.1 (Revised 1996) the company is exempt from the requirement 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 financial statements with the Registrar of Companies.

Stock

Stock is stated at the lower of cost and net realisable value.

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 tax only to the extent that it is probable that an actual liability will crystallise.

2 Profit on ordinary activities before taxation

	2000	1999
	£	£
Profit on ordinary activities before taxation is stated		
after charging		
Auditors remuneration	**550**	575

Notes *(continued)*

3 Remuneration of directors

No remuneration was paid to the directors during the year.

4 Staff numbers and costs

No staff costs were incurred during the year.

The average number of persons employed by the company (being directors) during the year, was as follows:

	Number of employees	
	2000	1999
Directors	**6**	6

5 Stock

	2000	1999
	£	£
Freehold land	**208,704**	208,704
Development costs	**147,571**	135,864
	356,275	344,568

6 Debtors

	2000	1999
	£	£
Called up share capital not paid	**50**	50

Notes *(continued)*

7 Creditors: amounts falling due within one year

	2000 £	1999 £
Sundry creditors	12,257	950
Amounts owed to related undertakings	350,905	349,940
	363,162	350,890

8 Called up equity share capital

	2000 £	1999 £
Authorised		
Ordinary shares of £1 each	3,000,000	3,000,000
Allotted, and called up		
Ordinary shares of £1 each	50	50

9 Ultimate parent company

North Limited is a joint venture owned equally by Kimberley (Glasgow) Limited and Headway Developments Limited. The financial statements of these companies are available to the public and may be obtained from Companies House, Crown Way, Cardiff CF4 3UZ.