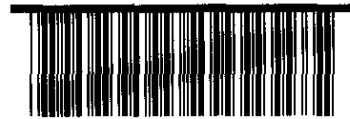


Replacement accounts.

Myreside Mews Management Limited
Directors' Report and Financial Statements
for the year ended 31 December 2002



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COMPANIES HOUSE 26/09/03

Myreside Mews Management Limited

Company Information

Directors	Peter John Goddard Fiona MacLeod
Secretary	David Robertson
Company Number	SC 213664
Registered Office	66/2 Craighouse Gardens Edinburgh EH10 5UN
Business Address	66/2 Craighouse Gardens Edinburgh EH10 5UN
Bankers	Lloyds TSB Hanover Street Branch 28 Hanover Street Edinburgh EH2 2DS The Royal Bank of Scotland Edinburgh Bruntsfield Branch 206 Bruntsfield Place Edinburgh

Myreside Mews Management Limited

**Directors' Report
for the year ended 31 December 2002**

The directors present their report and the financial statements for the year ended 31 December 2002.

Principal Activity and Review of the Business

The principal activity of the company is the Management of the Myreside Mews Estate in Edinburgh.

Directors and their Interests

The directors who served during the year and their interests in the company are as stated below:

	Ordinary shares	
	2002	2001
Peter John Goddard	1	1
Fiona MacLeod	1	1

Directors' Responsibilities

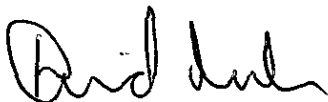
Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of the affairs of the company and of the profit or loss of the company for that year. In preparing these the directors are required to:

- select suitable accounting policies and 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 are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

This report is prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

This report was approved by the Board on 27 September 2003 and signed on its behalf by



David Robertson
Secretary

Myreside Mews Management Limited

**Accountants' Report on the Unaudited Financial Statements to the Directors of
Myreside Mews Management Limited**

As described on the Balance Sheet you are responsible for the preparation of the financial statements for the year ended 31 December 2002 set out on pages 3 to 8 and you consider that the company is exempt from an audit. In accordance with your instructions we have compiled these unaudited financial statements, in order to assist you to fulfil your statutory responsibilities, from the accounting records and information supplied to us.



**Craig Associates
Reporting Accountants
39 Gardiner Road
Edinburgh
EH4 3RL**

Date: 27 September 2003

Myreside Mews Management Limited

**Profit and Loss Account
for the year ended 31 December 2002**

		Continuing operations	
		2002	2001
	Notes	£	£
Turnover	2	59,780	42,581
Cost of sales		(51,142)	(33,847)
Gross profit		8,638	8,734
Distribution costs		-	(83)
Administrative expenses		(2,010)	(1,152)
Operating profit		6,628	7,499
Interest receivable and similar income		-	27
Interest payable and similar charges	3	-	(5)
Profit on ordinary activities before taxation		6,628	7,521
Tax on profit on ordinary activities	4	(861)	(32)
Profit on ordinary activities after taxation		5,767	7,489
Dividends		(8,162)	(7,200)
(Loss)/retained profit for the year		(2,395)	289
Retained profit brought forward		289	-
Accumulated (loss)/profit carried forward		(2,106)	289

There are no recognised gains or losses other than the profit or loss for the above two financial years.

The notes on pages 6 to 8 form an integral part of these financial statements.

Myreside Mews Management Limited

**Balance Sheet
as at 31 December 2002**

		2002		2001	
	Notes	£	£	£	£
Current Assets					
Debtors	5	5,280		6,214	
Cash at bank and in hand		1,161		1,798	
		<u>6,441</u>		<u>8,012</u>	
Creditors: amounts falling due within one year	6	<u>(565)</u>		<u>(311)</u>	
Net Current Assets			<u>5,876</u>		<u>7,701</u>
Total Assets Less Current Liabilities			5,876		7,701
Creditors: amounts falling due after more than one year	7		<u>(7,980)</u>		<u>(7,410)</u>
Net (Liabilities)/Assets			<u>(2,104)</u>		<u>291</u>
Capital and Reserves					
Called up share capital	8		2		2
Profit and loss account			<u>(2,106)</u>		<u>289</u>
Equity Shareholders' Funds	9		<u>(2,104)</u>		<u>291</u>

The directors' statements required by Section 249B(4) are shown on the following page which forms part of this Balance Sheet.

The notes on pages 6 to 8 form an integral part of these financial statements.

Myreside Mews Management Limited

Balance Sheet (continued)

**Directors' statements required by Section 249B(4)
for the year ended 31 December 2002**

In approving these financial statements as directors of the company we hereby confirm:

(a) that for the year stated above the company was entitled to the exemption conferred by Section 249A(1) of the Companies Act 1985;

(b) that no notice has been deposited at the registered office of the company pursuant to Section 249B(2) requesting that an audit be conducted for the year ended 31 December 2002 and

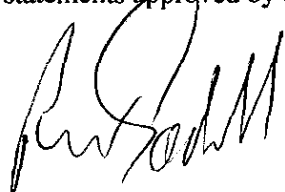
(c) that we acknowledge our responsibilities for:

(1) ensuring that the company keeps accounting records which comply with Section 221, and

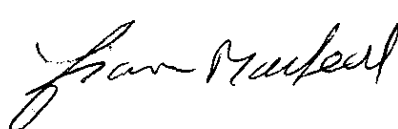
(2) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the year then ended in accordance with the requirements of Section 226 and which otherwise comply with the provisions of the Companies Act relating to financial statements, so far as applicable to the company.

These financial statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The financial statements approved by the Board on 27 September 2003 and signed on its behalf by



Peter John Goddard
Director



Fiona MacLeod
Director

The notes on pages 6 to 8 form an integral part of these financial statements.

Myreside Mews Management Limited

Notes to the Financial Statements for the year ended 31 December 2002

1. Accounting Policies

1.1. Accounting convention

The financial statements are prepared under the historical cost convention.

The company has taken advantage of the exemption in FRS1 from the requirement to produce a cashflow statement because it is a small company.

1.2. Turnover

Turnover represents the total invoice value of sales made during the year.

2. Turnover

The total turnover of the company for the year has been derived from its principal activity wholly undertaken in the UK.

3. Interest payable and similar charges

2002 2001

£ £

On bank loans and overdrafts

 - 5

4. Taxation

2002 2001

£ £

UK current year taxation

UK Corporation Tax

 861 32

5. Debtors

2002 2001

£ £

Trade debtors

1,822 1,481

Other debtors

3,458 3,202

Prepayments and accrued income

- 1,531

 5,280 6,214

Myreside Mews Management Limited

**Notes to the Financial Statements
for the year ended 31 December 2002**

6. Creditors: amounts falling due	2002	2001
within one year	£	£
Corporation tax	-	32
Accruals and deferred income	565	279
	<u>565</u>	<u>311</u>
7. Creditors: amounts falling due after more than one year	2002	2001
	£	£
	7,980	7,410
	<u>7,980</u>	<u>7,410</u>

The Company hold deposits on behalf of all residents which have no fixed repayment dates.

8. Share capital	2002	2001
	£	£
Authorised		
2 Ordinary shares of £1 each	2	2
	<u>2</u>	<u>2</u>
Allotted, called up and fully paid		
2 Ordinary shares of £1 each	2	2
	<u>2</u>	<u>2</u>

Myreside Mews Management Limited

Notes to the Financial Statements for the year ended 31 December 2002

9. Reconciliation of movements in shareholders' funds

	2002	2001
	£	£
Profit for the year	5,767	7,489
Dividends	(8,162)	(7,200)
	(2,395)	289
Net proceeds of equity share issue	-	2
Net addition to shareholders' funds	(2,395)	291
Opening shareholders' funds	291	-
	(2,104)	291

10. Transactions with directors

The following directors had interest free loans during the year. The movements on these loans are as follows:

	Amount Owing		Maximum
	2002	2001	in year
	£	£	£
Peter John Goddard	1,729	1,601	2,000
Fiona MacLeod	1,729	1,601	2,000

Myerside Mews Management Limited

Adjusted Profit Computation

	£
Chargeable profits for year	6628

Financial Year	Profit £	Tax rate	Tax
2001	1657	10.0 %	165.70
2002	4971	0.00 %	0.00
			165.70