

SPRINGFORDS

CHARTERED ACCOUNTANTS

MELFORD DEVELOPMENTS LIMITED
ABBREVIATED ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2002
Company Number: SC213974



**Auditors' Report to the directors of Melford Developments Limited
under Section 247B of the Companies Act 1985**

We have examined the abbreviated accounts set out on pages 2 to 4 together with the financial statements of Melford Developments Limited for the year ended 31 December 2002 prepared under Section 226 of the Companies Act 1985.

Respective responsibilities of directors and auditors

The directors are responsible for preparing abbreviated accounts in accordance with Section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with Sections 246(5) and (6) of the Act to the registrar of companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

This report is made solely to the company, in accordance with Section 247B of the Companies Act 1985. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company, for our work, for this report, or for the opinions we have formed.

Basis of opinion

We have carried out the procedures we considered necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with Sections 246(5) and (6) of the Companies Act 1985 in respect of the year ended 31 December 2002, and the abbreviated accounts on pages 2 to 4 are properly prepared in accordance with those provisions.

Springfords LLP

**Springfords LLP
Chartered Accountants and
Registered Auditors**

26 January 2004

**Dundas House
Westfield Park
Eskbank
Edinburgh
EH22 3FB**

Melford Developments Limited

**Abbreviated Balance Sheet
as at 31 December 2002**

		2002		2001	
	Notes	£	£	£	£
Fixed Assets					
Investments	2		1		-
Current Assets					
Debtors		47,094		1	
Cash at bank and in hand		17,156		-	
		<u>64,250</u>		<u>1</u>	
Creditors: amounts falling due within one year		<u>(70,316)</u>		<u>-</u>	
Net Current (Liabilities)/Assets			<u>(6,066)</u>		<u>1</u>
Total Assets Less Current Liabilities			<u>(6,065)</u>		<u>1</u>
Capital and Reserves					
Called up share capital	3		100		1
Profit and loss account			<u>(6,165)</u>		<u>-</u>
Shareholders' Funds			<u>(6,065)</u>		<u>1</u>

The abbreviated accounts are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

The abbreviated accounts were approved by the Board on 26 January 2004 and signed on its behalf by

Andrew Peters
Director

A. J. Peters

The notes on pages 3 to 4 form an integral part of these financial statements.

Melford Developments Limited

Notes to the Abbreviated Accounts for the year ended 31 December 2002

1. Accounting Policies

1.1. Accounting convention

The accounts are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

1.2. Turnover

Turnover represents the total invoice value, excluding value added tax, of sales made during the year.

1.3. Investments

Fixed asset investments are stated at cost less provision for diminution in value.

1.4. Deferred taxation

Provision is made for deferred taxation using the incremental liability approach to take account of all timing differences between the incidence of income and expenditure for taxation and accounting purposes that have originated but not reversed at the balance sheet date.

1.5 Accounting for income earned from joint ventures

No income is included within the financial statements in connection with fees, due for development and other services provided by Melford Developments Limited to the joint venture companies, until agreement has been reached with the joint venture companies. This agreement will only be given when the funds are available following the completed sale of properties.

2. Fixed assets

	Investments	Total
	£	£
Cost		
Additions		
At 31 December 2002		
Net book values		
At 31 December 2002		

Melford Developments Limited

**Notes to the Abbreviated Accounts
for the year ended 31 December 2002**

2. Fixed Asset Investments (Cont)

The details relating to the investments in joint venture companies are as follows:

Name of company	Nature of business	Description of shares held	Proportion of shares held	Capital and Reserves £	Profit for the year £
Heriot (St Clair) Limited	Property development	Ordinary	50%	2	-

3. Share capital

2002 2001
£ £

Authorised

100 Ordinary shares of £1 each

100 100
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Allotted, called up and fully paid

100 Ordinary shares of £1 each

100 1
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