

REPORT AND ACCOUNTS

LEECH HOMES (HUMBERSIDE) LIMITED

30 JUNE 1994

Company Number 113843



**Leech Homes (Humberside) Limited**  
**DIRECTORS' REPORT**

The directors present their report and accounts for the nine months ended 30 June 1994.

**1. RESULTS AND DIVIDENDS**

The company has not traded during the nine months ended 30 June 1994 and consequently no profit and loss account has been prepared. An interim dividend of £460,134 was paid in the period.

The directors do not recommend the payment of a dividend.

**2. THE DIRECTORS**

The directors who have served during the period were as follows:-

D M Webb  
D N Priest

**3. DIRECTORS' INTERESTS**

According to the register maintained as required under the Companies Act 1985, none of the directors had any interest in the share capital of the company.

The company was a wholly owned subsidiary of Hanson PLC until 25 March 1994 and then of Beazer Homes PLC. The only declarable interests in the share capital of Hanson PLC at 1 October 1993 and of Beazer Homes PLC at 30 June 1994 are as follows:

	30 June 1994 Beazer Homes Plc 25p Ordinary Shares	Beazer Homes PLC Option Granted	Price	Hanson Plc Options over 25p Ordinary Exercised
D N Priest	6,000	50,000	1.65	30,000

The interests of D M Webb are disclosed in the accounts of Beazer Homes PLC.

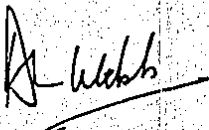
**4. CHANGE OF ULTIMATE HOLDING COMPANY**

On 25 March 1994 Beazer Homes PLC acquired the whole of the issued share capital of the company thereby becoming its ultimate holding company.

**5. AUDITORS AND ANNUAL GENERAL MEETINGS**

The Company has elected to dispense with the laying of accounts before the Company in general meeting, with holding an annual general meeting and with the requirement to appoint auditors annually.

By Order of the Board



D M Webb  
Director

3 October 1994

Leech Homes (Humberside) Limited

STATEMENT OF DIRECTORS' RESPONSIBILITIES IN RESPECT OF THE ACCOUNTS

Company law requires the directors to prepare accounts 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 accounts, 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, with any material departures disclosed and explained in the accounts;
- \* prepare the accounts on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors confirm that the accounts comply with the above requirements.

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 accounts 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.

Leech Homes (HumberSide) Limited

REPORT OF THE AUDITORS TO THE MEMBERS OF LEECH HOMES (HUMBERSIDE) LIMITED

We have audited the accounts on pages 4 to 6 which have been prepared under the historical cost convention and on the basis of accounting policies set out on page 5.

**Respective responsibilities of directors and auditors**

As described on page 2 the company's directors are responsible for the preparation of the accounts. It is our responsibility to form an independent opinion, based on our audit, on those accounts and to report our opinion to you.

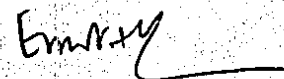
**Basis of opinion**

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 accounts. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the accounts, 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 accounts 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 accounts.

**Opinion**

In our opinion the accounts give a true and fair view of the state of affairs of the company as at 30 June 1994 and have been properly prepared in accordance with the Companies Act 1985.

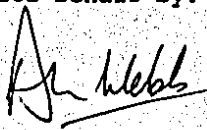
  
Ernst & Young  
Chartered Accountants  
Registered Auditor  
Bristol

3 October 1994

**Leech Homes (Humberside) Limited**  
**BALANCE SHEET**  
at 30 June 1994

	Notes	1994 £	1993 £
<b>CURRENT ASSETS</b>			
Debtors	3	206,964	651,009
<b>CREDITORS: due within one year</b>	4	(16,089)	-
<b>NET CURRENT ASSETS</b>		<u>190,875</u>	<u>651,009</u>
<b>CAPITAL AND RESERVES</b>			
Called up Share Capital	5	190,875	190,875
Profit and Loss Account	6	-	460,134
		<u>190,875</u>	<u>651,009</u>

These accounts were approved  
by the Board of Directors on  
3 October 1994 and were signed  
on its behalf by:



D M Webb Director

Leech Homes (Humberside) Limited  
**NOTES TO THE ACCOUNTS**  
at 30 June 1994

1. ACCOUNTING POLICIES

Accounting convention

The accounts have been prepared under the historical cost convention and in accordance with applicable accounting standards.

2. PROFIT AND LOSS ACCOUNT

The company has not traded during the year and has made neither a profit nor a loss. No profit and loss account has therefore been prepared.

3. DEBTORS

	1994 £	1993 £
Amount due from ultimate parent undertaking	16,089	-
Amount due from other group undertakings	<u>190,875</u>	<u>651,009</u>
	<u>206,964</u>	<u>651,009</u>

4. CREDITORS

	1994 £	1993 £
Amount falling due within one year		
Due to group undertakings	<u>16,089</u>	<u>-</u>

5. SHARE CAPITAL

	1994 £	1993 £
Authorised:		
6½% Tax Free Cumulative Preference Shares of £1 each	12,000	12,000
Ordinary Shares of £1 each	<u>183,000</u>	<u>183,000</u>
	<u>195,000</u>	<u>195,000</u>
Allotted, called up and fully paid:		
6½% Tax Free Cumulative Preference Shares of £1 each	7,875	7,875
Ordinary Shares of £1 each	<u>183,000</u>	<u>183,000</u>
	<u>190,875</u>	<u>190,875</u>

**Leech Homes (Humberside) Limited**  
**NOTES TO THE ACCOUNTS**  
at 30 June 1994

**6. RESERVES**

	Profit & Loss Account £
Balance at 1 October 1993	460,134
Dividend Paid	<u>460,134</u>
	<u>-</u>

**Reconciliation of Movements in Shareholders' Funds**

	1994 £	1993 £
Balance at 1 October 1993	651,009	651,009
Dividends	<u>460,134</u>	<u>-</u>
Balance at 30 June 1994	<u>190,875</u>	<u>651,009</u>

**7. ULTIMATE PARENT COMPANY**

The parent undertaking of the group of undertakings for which group accounts are drawn up and of which the company is a member is Beazer Homes PLC, registered in England and Wales. Beazer Homes PLC is also the company's ultimate parent company.

A copy of Beazer Homes PLC's accounts will be filed at Companies House, Crown Way, Cardiff, where they would be available to the public.

**8. CONTINGENT LIABILITIES**

The company has entered into performance bonds in the normal course of business.

The company is a party to cross guarantees given to National Westminster Bank PLC in respect of group bank overdrafts which at 30 June 1994 were £3,284,000.