

**E.F.G.H. Limited**

**Directors' report and financial  
statements**

**Registered number 1326790**

**31 December 2005**



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## Directors' report

The directors present their annual report and the audited financial statements for the year ended 31 December 2005.

### Principal activities

The company's principal activity is the management of rental income and maintenance for properties in Newmarket and Soham.

### Business review

The directors are satisfied with the performance of the company in the current economic climate. The results for the year are shown on page 6.

### Proposed dividend

The directors do not propose the payment of a dividend (2004: *£nil*).

### Policy and practice on payment of creditors

The company's policy and practice for the payment of most of its trade creditors is to follow the CBI's Prompt Payment Code (copies available from the CBI, Centre Point, 103 New Oxford Street, London, WC1A 1DU). For other suppliers, payment terms are agreed when goods and services are ordered, and payment is made according to those terms. The company's average creditor payment period at 31 December 2005 was 30 days (2004: 30 days).

### Directors and directors' interests

The directors who held office during the year and up to the date of this report were as follows:

D G Bryant  
GN Francis  
M H Killoran

None of the directors have an interest in the share capital of the company.

GN Francis had the following interests in the ordinary shares of 10p each in the ultimate parent company, Persimmon plc, as recorded in the register of directors' share and debenture interests:

	Interest at 31 December 2005				Interest at 31 December 2004
		Number of shares			
<i>Ordinary shares</i>					
GN Francis	13,269				5,300
		Number of options during the year			
		Exercised	Granted	Lapsed	
<i>Share options</i>					
GN Francis	9,420	(12,000)	2,680	-	18,740
<i>SAYE share options</i>					
GN Francis	1,804	(3,813)	-	-	5,617

Options are exercisable from September 2006 to September 2008 at prices ranging from 525.0p to 746.5p.

The interests of DG Bryant and MH Killoran in Persimmon plc, the ultimate parent company, are disclosed in the accounts of that company.

## Directors' report *(continued)*

### Auditors

Pursuant to section 386 of the Companies Act 1985, an elective resolution to dispense with the obligation to appoint auditors annually was passed on 6 May 1997.

By order of the board



**TL Davison**  
*Secretary*

Persimmon House  
Fulford  
YORK  
YO19 4FE

30 October 2006

## **Statement of directors' responsibilities in respect of the Directors' Report and the financial statements**

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law they have elected to prepare the financial statements in accordance with UK Accounting Standards.

The financial statements are required by law to 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 period.

In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and estimates that are reasonable and prudent;
- state whether applicable UK 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 that disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that its 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 Audit Plc

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Neville Street  
Leeds  
LS1 4DW

### **Independent auditors' report to the members of E.F.G.H. Limited**

We have audited the financial statements of E.F.G.H. Limited for the year ended 31 December 2005 which comprise the Profit and Loss Account, the Balance Sheet and the related notes. These financial statements have been prepared under the accounting policies set out therein.

This report is made solely to the company's members, as a body, in accordance with section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's 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 and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

#### **Respective responsibilities of directors and auditors**

As described in the Statement of Directors' Responsibilities on page 3, the company's directors are responsible for the preparation of the financial statements in accordance with applicable law and UK Accounting Standards (UK Generally Accepted Accounting Practice).

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

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 1985. 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 other transactions is not disclosed.

We read the Directors' Report and consider the implications for our report if we become aware of any apparent misstatements within it.

#### **Basis of audit opinion**

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) 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 judgments 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.

## **Independent auditors' report to the members of E.F.G.H. Limited *(continued)***

### **Opinion**

In our opinion the financial statements:

- give a true and fair view, in accordance with UK Generally Accepted Accounting Practice, of the state of the company's affairs as at 31 December 2005 and of its loss for the year then ended; and
- have been properly prepared in accordance with the Companies Act 1985.



**KPMG Audit Plc**  
*Chartered Accountants*  
*Registered Auditor*

30 October 2006

**Profit and loss account**  
*for the year ended 31 December 2005*

	<i>Note</i>	<b>2005</b> <b>£000</b>	2004 £000
<b>Turnover</b>			
Continuing operations		2,886	2,825
Cost of sales		(2,870)	(2,987)
		<hr/>	<hr/>
<b>Gross profit/(loss)</b>		16	(162)
Net operating expenses		(48)	(55)
		<hr/>	<hr/>
<b>Operating loss</b>			
Continuing operations		(32)	(217)
Net interest receivable	2	8	5
		<hr/>	<hr/>
<b>Loss on ordinary activities before taxation</b>	3	(24)	(212)
Tax on ordinary activities	6	7	64
		<hr/>	<hr/>
<b>Loss on ordinary activities after taxation and transferred from reserves</b>	11	(17)	(148)
		<hr/> <hr/>	<hr/> <hr/>

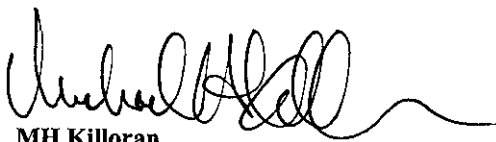
No separate statement of total recognised gains and losses has been presented as the company has no recognised gains or losses other than the result for the each year as shown above.

There is no difference between the loss on ordinary activities before taxation and the loss for the year stated above, and their historic cost equivalents.

**Balance sheet**  
*at 31 December 2005*

	<i>Note</i>	<b>2005</b> £000	£000	<b>2004</b> £000	£000
<b>Fixed assets</b>					
Investments	7		-		-
			<hr/>		<hr/>
<b>Current assets</b>					
Debtors - due within one year		1,577		1,509	
- due after more than one year		642		962	
			<hr/>		<hr/>
Cash at bank and in hand	8		2,219 59		2,471 51
			<hr/>		<hr/>
Creditors: amounts falling due within one year	9		2,278 (1,296)		2,522 (1,523)
			<hr/>		<hr/>
<b>Net assets</b>			<hr/> <b>982</b> <hr/>		<hr/> <b>999</b> <hr/>
<b>Capital and reserves</b>					
Called up share capital	10		250		250
Profit and loss account	11		732		749
			<hr/>		<hr/>
<b>Equity shareholders' funds</b>	12		<hr/> <b>982</b> <hr/>		<hr/> <b>999</b> <hr/>

These financial statements were approved by the board of directors on 30 October 2006 and were signed on its behalf by:

  
**MH Killoran**  
Director

## Notes

*(forming part of the financial statements)*

### 1 Principal accounting policies

The financial statements have been prepared in accordance with applicable Accounting Standards in the United Kingdom. A summary of the more important accounting policies, which have been applied consistently, is set out below:

#### *Basis of accounting*

The financial statements are prepared in accordance with the historical cost convention.

The company is exempt, under Section 228 of the Companies Act 1985, from the requirement to prepare group accounts.

The company is exempt from the requirement of Financial Reporting Standard 1 (Revised) to prepare a cash flow statement as it is a wholly owned subsidiary undertaking of Persimmon plc, and its cash flows are included within the consolidated cash flow statement of that company.

#### *Turnover*

Turnover represents invoiced property maintenance income and property rentals receivable in respect of any subleases.

#### *Interest*

Interest is recognised in the profit and loss account as incurred.

#### *Taxation*

Provision is made for tax based on taxable profit and payments from group undertakings for the surrender of taxation losses. Full provision is made for deferred tax in line with FRS19.

### 2 Net interest receivable

	2005 £000	2004 £000
Other interest receivable	8	5
	<u>8</u>	<u>5</u>

### 3 Loss on ordinary activities before taxation

	2005 £000	2004 £000
<i>Loss on ordinary activities before taxation is stated after charging:</i>		
Auditor's remuneration:		
Audit	2	2
	<u>2</u>	<u>2</u>

## Notes (continued)

### 4 Remuneration of directors

None of the directors received any remuneration from the company (2004: £nil).

### 5 Staff numbers and costs

The company had no employees during the year (2004: nil).

### 6 Tax on ordinary activities

	2005		2004	
	£000	£000	£000	£000
Analysis of credit in year				
<i>UK Corporation tax</i>				
Current tax on income for the year	(7)		(64)	
	<u>          </u>		<u>          </u>	
Total current tax		(7)		(64)
		<u>          </u>		<u>          </u>
Tax on loss on ordinary activities		(7)		(64)
		<u>          </u>		<u>          </u>

#### *Factors affecting the tax credit for the current year*

The current tax credit for the year is the same as (2004: same as) the standard rate of corporation tax in the UK (30%).

	2005	2004
	£000	£000
<i>Current tax reconciliation</i>		
Loss on ordinary activities before tax	(24)	(212)
	<u>          </u>	<u>          </u>
Current tax at 30% (2004: 30%)	(7)	(64)
	<u>          </u>	<u>          </u>
Total current tax credit	(7)	(64)
	<u>          </u>	<u>          </u>

### 7 Fixed asset investments

	2005	2004
	£	£
Shares in subsidiary undertakings	26	26
	<u>          </u>	<u>          </u>

The subsidiary undertakings, which are registered in England and Wales, are listed below. In each case the shares held are "B" ordinary shares and the company owns all the shares of that class which have been issued.

E.F.G.H. Management (Soham) Company Limited  
E.F.G.H. Management (Studlands Five) Company Limited  
E.F.G.H. Management (Studlands Six) Company Limited  
E.F.G.H. Nominees Limited

None of the subsidiary undertakings traded during the year.

## Notes (continued)

### 8 Debtors

	2005 £000	2004 £000
Trade debtors	304	236
Amounts owed by group undertakings	953	953
Prepayments and accrued income	962	1,282
	<u>2,219</u>	<u>2,471</u>

£642,000 (2004: £962,000) of the accrued income included above is receivable in over one year.

### 9 Creditors: amounts falling due within one year

	2005 £000	2004 £000
Amounts owed to group undertakings	1,044	1,281
Corporation tax	133	140
Accruals and deferred income	119	102
	<u>1,296</u>	<u>1,523</u>

### 10 Called up share capital

	2005 £000	2004 £000
<i>Authorised</i>		
10,000,000 ordinary shares of 10p each	1,000	1,000
<i>Allotted, called up and fully paid</i>		
2,500,000 ordinary shares of 10p each	250	250

### 11 Reserves

	Profit and loss account £000
At 1 January 2005	749
Retained loss for the year	(17)
At 31 December 2005	<u>732</u>

## Notes (continued)

### 12 Reconciliation of movements in equity shareholders' funds

	2005 £000	2004 £000
Loss for the financial year	(17)	(148)
Opening equity shareholders' funds	999	1,147
<b>Closing equity shareholders' funds</b>	<b>982</b>	<b>999</b>

### 13 Contingent liabilities

In the normal course of business, the company has given counter-indemnities in respect of performance bonds and financial guarantees.

### 14 Commitments

At 31 December 2005, there were no capital commitments contracted for but not provided in the financial statements (2004: £nil).

### 15 Related party disclosures

The company is controlled by Persimmon plc, the ultimate parent company.

The company has taken advantage of the exemption contained in FRS 8 and has therefore not disclosed transactions or balances with entities which form part of the group.

### 16 Ultimate parent company

The company is a wholly owned subsidiary undertaking of Ideal Homes Holdings Limited, a company registered in England and Wales.

The smallest and largest group in which the results of the company are consolidated is that headed by Persimmon plc.

The consolidated financial statements of Persimmon plc are available to the public and may be obtained from:

The Company Secretary  
Persimmon plc  
Persimmon House  
Fulford  
YORK  
YO19 4FE