

Moorfield Yorkshire Limited

**Directors' report and financial
statements**

Registered number 2805166

31 December 1999



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Directors' report

The directors present their annual report and the audited financial statements for the year ended 31 December 1999.

Principal activity

The company's principal activity is that of residential building and development.

The company has not traded during the period.

Proposed dividend

The directors do not recommend the payment of a dividend.

Directors

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

K Saunders	
B D Taylor	(resigned 31 March 1999)
J White	
M H Killoran	(appointed 31 March 1999)

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 directors who held office at the end of the financial year had the following interests in the ordinary shares of 10p each of the ultimate parent company, Persimmon plc, as recorded in the register of directors' share and debenture interests:

	Interest at 31 December 1999	Number of shares			Interest at 1 January 1999
Ordinary shares					
K Saunders	1,160				2,768
		Number of options during the year			
		Exercised	Granted	Lapsed	
Share options					
K Saunders	141,596	116,389	20,000	-	237,985
SAYE share options					
K Saunders	6,719	1,160	-	-	7,879

The share options are exercisable from March 1993 to April 2006 at prices ranging from 126.0p to 269.0p.

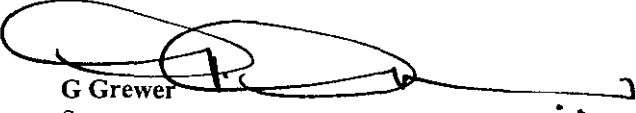
The interests of M H Killoran and J White are disclosed in the directors' report of the ultimate parent company.

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 10 November 1998.

By order of the board


G Grever
Secretary

Persimmon House
Fulford
York
YO19 4FE
3 March 2000

Statement of directors' responsibilities

Company law requires the directors to prepare financial statements for each financial period which give a true and fair view of the state of affairs of the company and of the profit or loss for that period. In preparing those financial statements, the directors confirm that:

- *suitable accounting policies have been selected and then applied consistently;*
- *judgements and estimates have been made that are reasonable and prudent;*
- *applicable accounting standards have been followed; and*
- *the financial statements have been prepared on the going concern basis.*

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 Audit Plc

1 The Embankment
Neville Street
Leeds
LS1 4DW

Report of the auditors to the members of Moorfield Yorkshire Limited

We have audited the financial statements on pages 5 to 8.

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 audit 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 31 December 1999 and of its result for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

A handwritten signature in black ink, appearing to read 'KPMG Audit Plc'.

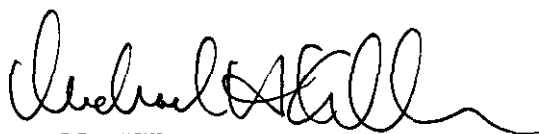
KPMG Audit Plc
Chartered Accountants
Registered Auditor

3 March 2000

Balance Sheet
as at 31 December 1999

	<i>Note</i>	1999 £	1998 £
Current assets			
Stock and work in progress		426,077	426,077
Debtors	3	313	313
Cash at bank and in hand		1,193	1,193
		<hr/>	<hr/>
		427,583	427,583
 Creditors: amounts falling due within one year	 4	 (427,115)	 (427,115)
		<hr/>	<hr/>
Net assets		468	468
		<hr/>	<hr/>
Capital and reserves			
Called up share capital	5	80	80
Profit and loss account		388	388
		<hr/>	<hr/>
 Equity shareholders' funds	 6	 468	 468
		<hr/>	<hr/>

The financial statements were approved by the board of directors on 3 March 2000 and were signed on its behalf by:



M H Killoran
Director

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.

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.

Profit and loss account

During the financial year and the preceding financial year the company did not trade and received no income and incurred no expenditure. Consequently during those years the company made neither a profit nor a loss.

Stocks and work in progress

Stocks and work in progress are stated at the lower of cost and net realisable value, after deducting deposits received. Land includes undeveloped land and land under development but excludes land being developed under licence agreements and land option payments.

2 Staff numbers and costs

The average number of persons employed by the company (including directors) during the period, analysed by category, was as follows:

	Year ended 31 December 1999	9 months ended 31 December 1998
	Number of employees	
Directors	3	3

The aggregate payroll costs of these persons were £Nil (9 months ended 31 December 1998: £Nil).

Notes (continued)

3 Debtors

	1999 £	1998 £
Other taxation	288	288
Corporation tax recoverable	25	25
	<u>313</u>	<u>313</u>

All debtors are due within one year.

4 Creditors: amounts falling due within one year

	1999 £	1998 £
Trade creditors	1,292	1,292
Corporation tax	63	63
Other creditors	425,760	425,760
	<u>427,115</u>	<u>427,115</u>

5 Called up share capital

	1999 £	1998 £
<i>Authorised</i>		
Equity: Ordinary shares of £1 each	1,000	1,000
	<u>1,000</u>	<u>1,000</u>
<i>Allotted, called up and fully paid</i>		
Equity: Ordinary shares of £1 each	80	80
	<u>80</u>	<u>80</u>

Notes *(continued)*

6 Reconciliation of movements in shareholders' funds

	1999 £	1998 £
Profit for the financial period	-	-
Net addition to shareholders' funds	-	-
Opening shareholders' funds	468	468
Closing shareholders' funds	468	468

7 Ultimate parent company and parent undertaking of larger group of which the company is a member

The company is a wholly owned subsidiary undertaking of Persimmon plc, incorporated in England and Wales.

The largest group in which the results of the company are consolidated is that headed by Persimmon plc. The consolidated accounts of this company are available to the public and may be obtained from:

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