

REGISTERED IN ENGLAND
COMPANY NO 03678420

CHARACTER HOMES LIMITED

ABBREVIATED ACCOUNTS

FOR THE PERIOD ENDED 30TH NOVEMBER 1999

DAVID J. MIELSCH AND CO.
ACCOUNTANTS
CROMER.



CHARACTER HOMES LIMITED

ABBREVIATED ACCOUNTS

FOR THE PERIOD ENDED 30TH NOVEMBER 2000

| Contents | Page |
|-----------------------------------|------|
| Auditors' Report | 1 |
| Abbreviated Balance Sheet | 2 |
| Notes to the Abbreviated Accounts | 3-5 |



CHARTERED
ACCOUNTANTS

AUDITORS' REPORT TO CHARACTER HOMES LIMITED UNDER SECTION 247B OF THE
COMPANIES ACT 1985

We have examined the abbreviated accounts on page 2 to 4 together with the financial statements of Character Homes Limited prepared under section 226 of the Companies Act 1985 for the period ended 30th November 1999

Respective responsibilities of directors and auditors

The directors are responsible for preparing the 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.

Basis of Opinion

We have carried out the procedures we considered necessary to confirm, by reference to the audited financial statements, that the company is entitled to the exemptions, and that the abbreviated accounts have been properly prepared from the financial statements. The scope of our work for the purpose of this report does not include examining or dealing with events after the date of our report on the full 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, and the abbreviated accounts on page 2 to 4 are properly prepared in accordance with those provisions.

A handwritten signature in dark ink, consisting of a stylized 'L' and 'G' connected by a horizontal line.

LARKING GOWEN
REGISTERED AUDITORS

26 September 2000

CHARACTER HOMES LIMITED

ABBREVIATED BALANCE SHEET

AS AT 30TH NOVEMBER 1999

| | Notes | £ | 1999 £ |
|--|-------|--------|-----------|
| Fixed Assets | | | |
| Tangible Assets | 2 | | 36246 |
| Current Assets | | | |
| Stocks | | 206500 | |
| Debtors | | 3626 | |
| Cash at Bank and in hand | | 27374 | |
| | | <hr/> | |
| | | 237500 | |
| | | <hr/> | |
| Creditors: Amounts falling due within one year | 3 | 228100 | |
| | | <hr/> | |
| Net Current Assets | | | 9400 |
| | | | <hr/> |
| Total Assets less current liabilities | | | 45646 |
| Creditors: Amounts falling due after more than one year | | | 18130 |
| | | | <hr/> |
| Net Assets | | | 27516 |
| | | | <hr/> |
| Capital and Reserves | | | |
| Called up Share Capital | 4 | | 100 |
| Profit and Loss Account | | | 27416 |
| | | | <hr/> |
| Equity Shareholders' funds | | | 27516 |
| | | | <hr/> |

The abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small Companies.

Approved by the board of Directors on 25th September 2000 and signed on its behalf by :

S.N. Cliffe

.....*S.N. Cliffe*.....)

) Directors

Mrs. S.J. Cliffe

.....*Sara Cliffe*.....)

CHARACTER HOMES LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

FOR THE PERIOD ENDED 30TH NOVEMBER 1999

1. Accounting Policies

The significant accounting policies used in the preparation of these financial statements are:

a. Basis of accounting

The financial statements are prepared under the historical cost convention modified to include the revaluation of certain assets.

b. Turnover

Turnover represents the value of goods and services invoiced to customers, less returns, after deducting trade and other discounts and excluding value added tax.

c. Depreciation

Depreciation of tangible fixed assets is calculated on the reducing basis at a fixed percentage per annum, in order to write down the cost of each asset to its residual value over its estimated useful economic life.

The principal annual rates used are : %

| | |
|---------------------|----|
| Plant and Machinery | 15 |
| Motor vehicles | 25 |
| Computer Equipment | 30 |

d. Stocks and long term contracts

Stocks are valued at the lower of cost and net realisable value.

e. Deferred taxation

Deferred taxation is provided using the liability method on timing differences between the tax and accounting treatments where these are likely to crystallise in the foreseeable future.

f. Cash flow statement

A cash flow statement is not included as part of these financial statements in view of the Company falling outside the scope of Financial Reporting Standard No. 1.

CHARACTER HOMES LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED)

FOR THE PERIOD ENDED 30TH NOVEMBER 1999

g. Leasing

Where assets are acquired under finance leasing agreements they are capitalised as if they had been purchased outright. The corresponding leasing commitments are shown as obligations to the lessor.

Lease payments are treated as consisting of capital and interest elements and the interest is charged to the profit and loss account using the sum of digits method.

Depreciation on the relevant assets is charged to the profit and loss account in the same manner as for owned assets.

All other leases are operating leases and the annual rentals are charged to the profit and loss account over the lease term.

| | Tangible Fixed Assets |
|---|-----------------------------|
| 2. Fixed Assets | £ |
| Cost | |
| Additions | 48102 |
| | ----- |
| At 30th November 1999 | 48102 |
| | ----- |
| Depreciation | |
| Charge for the period | 11856 |
| | ----- |
| At 30th November 1999 | 11856 |
| | ----- |
| Net book value | |
| At 30th November 1999 | 36246 |
| | ----- |
| 3. Creditors | |
| Included within creditors is £24648 of liabilities due under hire purchase contracts. These liabilities are secured upon the the asset for which the finance was required. The liability is repayable by instalments, all of which are due within five years. | |
| | 1999 |
| 4. Called up share capital | £ |
| Authorised | |
| Equity 1000 Ordinary Shares of £1 each | 1000 |
| | ----- |
| Allotted, called up and fully paid | |
| Equity 100 Ordinary Shares of £1 each | 100 |
| | ----- |

CHARACTER HOMES LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED)

FOR THE PERIOD ENDED 30TH NOVEMBER 1999

5. Transactions with Directors

The directors operate a loan account within the Company. At the year end the balance on the loan was £6768 and is included within creditors.

6. Associate Company

The directors are also directors of Case Developments (Norfolk) Limited, which has provided finance and management services to the Company. In the period under review, Case Developments (Norfolk) Ltd., charged Character Homes Ltd., a management charge of £30000 and £12720 relating to interest on a loan. The loan to the Company is unsecured and the balance at the end of the period amounted to 155370 which is included within creditors.