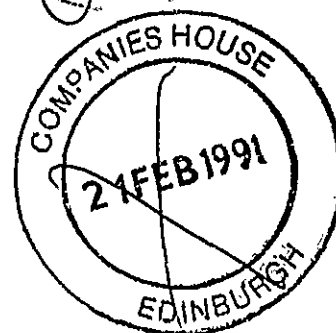
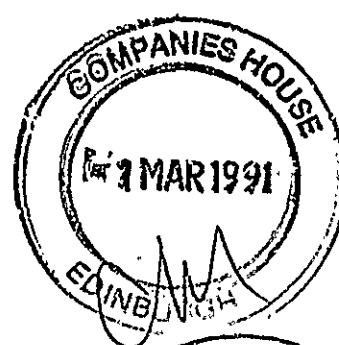


MILLER HOMES NORTHERN LIMITED
REPORT OF THE DIRECTORS AND ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 1990

(Company number - 90433)



MILLER HOMES NORTHERN LIMITED

1.

REPORT OF THE DIRECTORS

The directors have pleasure in presenting their report together with the accounts of the company for the year ended 31 December 1990.

Activity

The company did not trade during the year ended 31 December 1990. The directors do not recommend payment of a dividend for the year.

Directors

The directors of the company during the year were:-

ROS Miller
GRC Scott

The directors had no interests in the shares of the company during the year. The interests of Mr ROS Miller and Mr GRC Scott in shares of The Miller Group Limited, the holding company, are shown in the accounts of that company.

Auditors

In accordance with Section 384 of the Companies Act 1985, a resolution for the re-appointment of KPMG Peat Marwick McLintock as auditors of the company is to be proposed at the forthcoming Annual General Meeting.

By Order of the Board



Secretary

Edinburgh

25 January 1991



Peat Marwick McLintock

33-34 Charlotte Square
Edinburgh EH2 4HF

2.

**REPORT OF THE AUDITORS TO THE MEMBERS OF
MILLER HOMES NORTHERN LIMITED**

We have audited the accounts on page 3 in accordance with Auditing Standards.

In our opinion the accounts give a true and fair view of the state of the company's affairs at 31 December 1990 and of its result for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

Peat Marwick McLintock

Chartered Accountants

25 January 1991

MILLER HOMES NORTHERN LIMITED

BALANCE SHEET

AT 31 DECEMBER 1990

	<u>Note</u>	<u>1990</u> £	<u>1989</u> £
Current assets			
Debtors:			
Amount owed by holding company		<u>100</u>	<u>100</u>
Capital and reserves			
Share capital			
Allotted, called up and fully paid:			
100 Ordinary shares of £1 each	3	<u>100</u>	<u>100</u>

NOTES:

1. 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 these years the company made neither a profit nor a loss.

2. Directors' emoluments

There were no emoluments paid to the directors during the year or the previous year.

3. Share capital

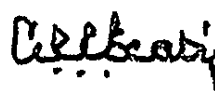
The authorised share capital is 1,000 ordinary shares of £1 each.

4. Approval of accounts

These accounts were approved by the Board of Directors on 25 January 1991.

5. Ultimate holding company

The company's ultimate holding company is The Miller Group Limited which is incorporated in Great Britain and registered in Scotland.

Director