BISHOP'S COURT (RIPON) MANAGEMENT CO. LIMITED

Directors’ Report and Financial Statements

31 December 2005

Registered number 2886597

ALAN BARKER & CO.
‘Barnhill’
Wetherby Road
COLLINGHAM
LS22 5AY
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<th>Page</th>
</tr>
</thead>
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<td>2</td>
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<td>Accountants' Report</td>
<td>4</td>
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<td>Profit and Loss Account</td>
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<td>Balance Sheet</td>
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<tr>
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<td>7</td>
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</tbody>
</table>
BISHOP’S COURT (RIPON) MANAGEMENT CO. LIMITED

Company Information

for the year ended 31 December 2005

Directors

J Denyer
D Farrar
D McAndrew
P Wilkinson
J M Wood

Secretary

J M Wood

Registered Office

‘Barnhill’
Wetherby Road
COLLINGHAM, LS22 5AY

Registered Number

2886597

Reporting Accountants

Alan Barker & Co.
‘Barnhill’
Wetherby Road
COLLINGHAM, LS22 5AY

Bankers

Lloyds TSB Bank plc
8 Cambridge Crescent
HARROGATE
North Yorkshire
HG1 1PQ
BISHOP’S COURT (RIPON) MANAGEMENT CO. LIMITED

Directors’ Report

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

Principal Activity

The principal activity of the company is that of managing the Bishop’s Court development.

Directors

The directors during the year under review were:

J Denyer
D Farrar
D McAndrew
P Wilkinson
J M Wood

The beneficial interest of the directors holding office on 31 December 2005 in the issued share capital of the company was as follows:

<table>
<thead>
<tr>
<th></th>
<th>31 December 2005</th>
<th>31 December 2004</th>
</tr>
</thead>
<tbody>
<tr>
<td>Ordinary £1 shares:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>J Denyer</td>
<td>1</td>
<td>1</td>
</tr>
<tr>
<td>D Farrar</td>
<td>1</td>
<td>1</td>
</tr>
<tr>
<td>D McAndrew</td>
<td>1</td>
<td>1</td>
</tr>
<tr>
<td>P Wilkinson</td>
<td>1</td>
<td>1</td>
</tr>
<tr>
<td>J M Wood</td>
<td>1</td>
<td>1</td>
</tr>
</tbody>
</table>

Statement of Directors’ Responsibilities

Company law requires the directors to prepare financial statements 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 period. In preparing those financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- 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 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 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.
Accountants

The directors, with the approval of the shareholders' have agreed that the accounts will not be subject to audit and have again appointed Messrs Alan Barker & Co. as reporting accountants.

By Order of the Board

[Signature]

J Denyer
Director

'Barnhill'
Wetherby Road
COLLINGHAM, LS22 5AY

7 March 2006
Accountants' Report to the Shareholders on the Unaudited Accounts of Bishop's Court (Ripon) Management Co. Limited

We report on the accounts for the year ended 31 December 2005 set out on pages 5 to 8.

Respective responsibilities of directors and reporting accountants

As described on page 2 the company's directors are responsible for the preparation of the accounts, and they consider that the company is exempt from an audit. It is our responsibility to carry out procedures designed to enable us to report our opinion.

Basis of opinion

Our work was conducted in accordance with the Statement of Standards for Reporting Accountants, and so our procedures consisted of comparing the accounts with the accounting records kept by the company, and making such limited enquiries of the officers of the company as we considered necessary for the purpose of this report. These procedures provide only the assurance expressed in our opinion.

Opinion

In our opinion:

a) the accounts are in agreement with the accounting records kept by the company under s221 of the Companies Act 1985:

b) having regard only to, and on the basis of, the information contained in those accounting records:

(i) the accounts have been drawn up in a manner consistent with the accounting requirements specified in s249C(6) of the Act; and

(ii) the company satisfied the conditions for exemption from an audit of the accounts for the year specified in s249(a)(4) of the Act and did not, at any time within that year, fall within any of the categories of companies not entitled to the exemption specified in s249B(1).

Alan Barker & Co.
Chartered Accountants
Reporting Accountants

'Barnhill'
Wetherby Road
COLLINGHAM, LS22 5AY

7 March 2006
BISHOP'S COURT (RIPON) MANAGEMENT CO. LIMITED

Profit and Loss Account

for the year ended 31 December 2005

<table>
<thead>
<tr>
<th>Note</th>
<th>2005</th>
<th>2004</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>£</td>
<td>£</td>
</tr>
<tr>
<td>Turnover</td>
<td>2</td>
<td>20,492</td>
</tr>
<tr>
<td>Cost of sales</td>
<td></td>
<td>17,423</td>
</tr>
<tr>
<td>Gross profit</td>
<td></td>
<td>3,069</td>
</tr>
<tr>
<td>Administrative expenses</td>
<td></td>
<td>3,481</td>
</tr>
<tr>
<td>Operating loss</td>
<td>3</td>
<td>(412)</td>
</tr>
<tr>
<td>Interest receivable and similar income</td>
<td>4</td>
<td>412</td>
</tr>
<tr>
<td>Profit on ordinary activities before taxation</td>
<td></td>
<td>-</td>
</tr>
<tr>
<td>Tax on profit on ordinary activities</td>
<td>5</td>
<td>-</td>
</tr>
<tr>
<td>Profit for the financial year after taxation</td>
<td></td>
<td>-</td>
</tr>
<tr>
<td>Retained profit carried forward</td>
<td></td>
<td>-</td>
</tr>
</tbody>
</table>
BISHOP'S COURT (RIPON) MANAGEMENT CO. LIMITED

Balance Sheet

31 December 2005

Note  2005    2004
      £       £

Current assets

Debtors  6  2,190  2,050
Cash at bank  13,754  16,898

15,944  18,948

Creditors: Amounts falling due
within one year  7  15,923  18,927

Total assets less current liabilities   21   21

Capital and Reserves

Called up share capital  8 21  21

Shareholders' funds  21  21

The directors have taken advantage of the Companies Act 1985 in not having these accounts audited
under Section 249a(2) (partial exemption).

The directors have confirmed that no notice has been deposited under Section 249b(2) of the

The directors acknowledge their responsibilities for:

* ensuring that the company keeps accounting records that comply with Section 221 of the
  Companies Act 1985 and

* preparing accounts which give a true and fair view of the state of affairs of the company as
  at the end of the financial year and of its profit or loss for the financial year in accordance
  with Section 226 of the Companies Act 1985, and which otherwise comply with the
  requirement of that Act relating to accounts, so far as applicable to the Company.

Approved by the Board of Directors on 7 March 2006 and signed on their behalf by:

D Farrar
Director
1. **Accounting policies**

   **Accounting convention**

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

   **Turnover**

   Turnover represents income from management services arising in the period. The Company is not registered for VAT.

   **Deferred taxation**

   Provision is made at current rates for taxation deferred in respect of all material timing differences except to the extent that, in the opinion of the directors, there is reasonable probability that the liability will not arise in the foreseeable future.

2. **Turnover**

   The turnover and profit before taxation are attributable to the one principal activity of the company.

3. **Operating loss**

   The operating loss is stated after charging:

<table>
<thead>
<tr>
<th></th>
<th>2005</th>
<th>2004</th>
</tr>
</thead>
<tbody>
<tr>
<td>£</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>
   | Reporting
   | Accountants’
   | fees            | 500  | 485  |
   | Directors’
   | emoluments      |      |      |

4. **Interest receivable and similar income**

<table>
<thead>
<tr>
<th></th>
<th>2005</th>
<th>2004</th>
</tr>
</thead>
<tbody>
<tr>
<td>£</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>
   | Deposit
   | Account Interest | 412  | 380  |

5. **Taxation**

   No liability to UK Corporation tax arose on ordinary activities for the year ended 31 December 2005 (2004 £Nil).
BISHOP’S COURT (RIPON) MANAGEMENT CO. LIMITED

Notes
(forming part of the financial statements)

6. **Debtors**

<table>
<thead>
<tr>
<th>2005</th>
<th>2004</th>
</tr>
</thead>
<tbody>
<tr>
<td>£</td>
<td>£</td>
</tr>
<tr>
<td>Trade debtors</td>
<td>-</td>
</tr>
<tr>
<td>Prepayments and accrued income</td>
<td>2,190</td>
</tr>
<tr>
<td><strong>Total Debtors</strong></td>
<td><strong>2,190</strong></td>
</tr>
</tbody>
</table>

7. **Creditors : amounts falling due within one year**

<table>
<thead>
<tr>
<th>2005</th>
<th>2004</th>
</tr>
</thead>
<tbody>
<tr>
<td>£</td>
<td>£</td>
</tr>
<tr>
<td>Residents funds held as agent</td>
<td>11,595</td>
</tr>
<tr>
<td>Accruals and deferred income</td>
<td>4,328</td>
</tr>
<tr>
<td><strong>Total Creditors</strong></td>
<td><strong>15,923</strong></td>
</tr>
</tbody>
</table>

8. **Share capital**

<table>
<thead>
<tr>
<th>2005</th>
<th>2003</th>
</tr>
</thead>
<tbody>
<tr>
<td>£</td>
<td>£</td>
</tr>
<tr>
<td>100 Ordinary shares of £1 each</td>
<td>100</td>
</tr>
</tbody>
</table>

*Authorised:*

8. **Share capital**

<table>
<thead>
<tr>
<th>2005</th>
<th>2003</th>
</tr>
</thead>
<tbody>
<tr>
<td>£</td>
<td>£</td>
</tr>
<tr>
<td>100 Ordinary shares of £1 each</td>
<td>100</td>
</tr>
</tbody>
</table>

*Allotted, called up and fully paid :*

8. **Share capital**

<table>
<thead>
<tr>
<th>2005</th>
<th>2003</th>
</tr>
</thead>
<tbody>
<tr>
<td>£</td>
<td>£</td>
</tr>
<tr>
<td>21 Ordinary shares of £1 each</td>
<td>21</td>
</tr>
</tbody>
</table>

9. **Related party disclosures**

The Company is controlled by the residents of the Bishop’s Court development with whom the only significant transactions are the payment by each resident of their share of the management costs of the development.