BILTON WARD DEVELOPMENTS LIMITED

ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 31 MAY 2010
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BILTON WARD DEVELOPMENTS LIMITED

INDEPENDENT AUDITORS' REPORT TO BILTON WARD DEVELOPMENTS LIMITED

UNDER SECTION 449 OF THE COMPANIES ACT 2006

We have examined the abbreviated accounts set out on pages 4 to 7, together with the financial statements of Bilton Ward Developments Limited for the year ended 31 May 2010 prepared under section 396 of the Companies Act 2006

This report is made solely to the company, in accordance with Chapter 10 of Part 15 of the Companies Act 2006. Our work has been undertaken so that we might state to the company those matters we are required to state to it in a special auditors' 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, for our work, for this report, or for the opinions we have formed

Respective responsibilities of directors and auditors

The directors are responsible for preparing the abbreviated accounts in accordance with section 444 of the Companies Act 2006. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts to the Registrar of Companies and whether the abbreviated accounts have been properly prepared in accordance with the regulations made under that section and to report our opinion to you

We conducted our work in accordance with Bulletin 2008/4 issued by the Auditing Practices Board. In accordance with that Bulletin we have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with section 444(3) of the Companies Act 2006, and the abbreviated accounts have been properly prepared in accordance with the regulations made under that section

Other information

On 25/2/2011 we reported, as auditors of Bilton Ward Developments Limited, to the members on the financial statements prepared under section 396 of the Companies Act 2006 for the year ended 31 May 2010, and our report was as follows

"We have audited the financial statements of Bilton Ward Developments Limited for the year ended 31 May 2010 set out on pages 5 to 11. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (effective April 2008) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities)

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. 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 auditors' 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 explained more fully in the Directors' Responsibilities Statement set out on pages 1 - 2, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors
BILTON WARD DEVELOPMENTS LIMITED

INDEPENDENT AUDITORS’ REPORT TO BILTON WARD DEVELOPMENTS LIMITED
(CONTINUED)

UNDER SECTION 449 OF THE COMPANIES ACT 2006

Scope of the audit of the financial statements
An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the company’s circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the directors, and the overall presentation of the financial statements.

Basis of qualified opinion on financial statements
The audit evidence available to us was limited because the directors of the company have not prepared cashflow forecasts and other information needed for the assessment of the appropriateness of the going concern basis of preparation of the financial statements. We consider that the directors have not taken adequate steps to satisfy themselves that it is appropriate for them to adopt the going concern basis because the circumstances of the company and the nature of the business require that such information be prepared, and reviewed by the directors and ourselves, for a period of at least twelve months from the date of approval of the financial statements. Had this information been available to us we might have formed a different opinion.

Qualified opinion arising from limitation in audit scope
In our opinion, except for the possible effects of the matter described in the basis for qualified opinion paragraph, the financial statements:
- give a true and fair view of the state of the company’s affairs as at 31 May 2010 and of its profit for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities, and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006
In our opinion the information given in the Directors’ Report for the financial year for which the financial statements are prepared is consistent with the financial statements.
BILTON WARD DEVELOPMENTS LIMITED

INDEPENDENT AUDITORS' REPORT TO BILTON WARD DEVELOPMENTS LIMITED
(CONTINUED)

UNDER SECTION 449 OF THE COMPANIES ACT 2006

Matters on which we are required to report by exception
In respect solely of the limitation on our work relating to the assessment of the appropriateness of the going concern basis of preparation of the financial statements, described above, we have not obtained all the information and explanations that we considered necessary for the purpose of our audit.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion
- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us, or
- the financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of directors' remuneration specified by law are not made, or
- the directors were not entitled to prepare the financial statements and the directors' report in accordance with the small companies regime.

M D C Robertson
(Senior Statutory Auditor)
for and on behalf of

UHY Hacker Young
Chartered Accountants
Statutory Auditor

St James Building
79 Oxford Street
Manchester
M1 6HT

25/12/2011
BILTON WARD DEVELOPMENTS LIMITED

ABBREVIATED BALANCE SHEET

AS AT 31 MAY 2010

<table>
<thead>
<tr>
<th>Notes</th>
<th>2010 £</th>
<th>2009 £</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Fixed assets</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Tangible assets</td>
<td>2</td>
<td>25,326</td>
</tr>
<tr>
<td><strong>Current assets</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Stocks</td>
<td>4,262,808</td>
<td>5,707,820</td>
</tr>
<tr>
<td>Debtors</td>
<td>242,235</td>
<td>4,725,879</td>
</tr>
<tr>
<td>Cash at bank and in hand</td>
<td>27</td>
<td>55</td>
</tr>
<tr>
<td><strong>Creditors’ amounts falling due within one year</strong></td>
<td>3</td>
<td>(4,975,381)</td>
</tr>
<tr>
<td><strong>Net current liabilities</strong></td>
<td>(470,311)</td>
<td>(1,138,725)</td>
</tr>
<tr>
<td><strong>Total assets less current liabilities</strong></td>
<td>(444,985)</td>
<td>(836,069)</td>
</tr>
<tr>
<td><strong>Creditors’ amounts falling due after more than one year</strong></td>
<td>4</td>
<td>(7,347)</td>
</tr>
<tr>
<td></td>
<td>(452,332)</td>
<td>(1,175,736)</td>
</tr>
<tr>
<td><strong>Capital and reserves</strong></td>
<td>5</td>
<td>4</td>
</tr>
<tr>
<td>Called up share capital</td>
<td>(452,336)</td>
<td>(1,175,740)</td>
</tr>
<tr>
<td>Profit and loss account</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Shareholders’ funds</td>
<td>(452,332)</td>
<td>(1,175,736)</td>
</tr>
</tbody>
</table>

These abbreviated accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime within Part 15 of the Companies Act 2006

Approved by the Board for issue on 24/1/2011

A S Ward
Director

Company Registration No. 04354441
BILTON WARD DEVELOPMENTS LIMITED

NOTES TO THE ABBREVIATED ACCOUNTS

FOR THE YEAR ENDED 31 MAY 2010

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

The financial statements have been prepared on the going concern basis, which assumes that the company will continue in operational existence for the foreseeable future. During the year ended 31 May 2010 the company made a profit before taxation of £716,975 but at that date its liabilities exceeded its assets by £452,332. If the company were unable to continue in operational existence for the foreseeable future, adjustments would have to be made to reduce balance sheet values to recoverable amount and to provide for future liabilities that may arise and to reclassify fixed assets as current assets.

The banking facilities are currently in the process of being renewed, however from initial discussions held with the bank the directors are of the opinion that the support will be forthcoming. The directors believe that it is appropriate for the financial statements to be prepared on a going concern basis in that support will be forthcoming from the directors and company bankers. In addition to the above the directors are keeping a close eye on the running costs of the company.

1.2 Turnover

Turnover represents amounts receivable from the sale of properties. Turnover also includes amounts receivable from development contracts. Profit is recognised on long-term contracts, if the final outcome can be assessed with reasonable certainty, by including in the profit and loss account turnover and related costs as contract activity progresses. Turnover is calculated as that proportion of total contract value which costs to date bear to total expected costs for that contract.

In addition to this, turnover includes rental income and joint venture income.

1.3 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

- Plant and machinery: 25% Reducing balance
- Fixtures, fittings & equipment: 25% Reducing balance
- Motor vehicles: 25% Reducing balance

1.4 Leasing and hire purchase commitments

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.
NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 31 MAY 2010

1 Accounting policies

1.5 Stock and work in progress
Stock and work in progress includes properties and property interests held for re-sale. Work in progress is valued at the lower of cost and net realisable value. Cost includes all expenses of acquisition and development, including attributable finance costs. Finance costs are calculated by reference to the rate of finance costs payable on the borrowings drawn down to finance the development.

Amounts recoverable on contracts, which are included in debtors, are stated at the net sales value of the work done after provision for contingencies and anticipated future losses on contracts, less amounts received as progress payments on account. Excess progress payments are included in creditors as payments on account.

1.6 Deferred taxation
Deferred taxation is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes. The deferred tax balance has not been discounted.

1.7 Properties
Acquisitions and disposals are considered to have taken place, where by the end of the accounting period, there is a legally binding, unconditional and irrevocable contract.

1.8 Loan interest
Finance costs are charged to the profit and loss account, except in the case of development financings where related financing costs are included as part of the cost of development.

2 Fixed assets

<table>
<thead>
<tr>
<th>Tangible assets</th>
<th>£</th>
</tr>
</thead>
<tbody>
<tr>
<td>Cost</td>
<td></td>
</tr>
<tr>
<td>At 1 June 2009</td>
<td>499,491</td>
</tr>
<tr>
<td>Disposals</td>
<td>(386,950)</td>
</tr>
<tr>
<td>At 31 May 2010</td>
<td>112,541</td>
</tr>
<tr>
<td>Depreciation</td>
<td></td>
</tr>
<tr>
<td>At 1 June 2009</td>
<td>196,825</td>
</tr>
<tr>
<td>On disposals</td>
<td>(142,081)</td>
</tr>
<tr>
<td>Charge for the year</td>
<td>32,471</td>
</tr>
<tr>
<td>At 31 May 2010</td>
<td>87,215</td>
</tr>
<tr>
<td>Net book value</td>
<td></td>
</tr>
<tr>
<td>At 31 May 2010</td>
<td>25,326</td>
</tr>
<tr>
<td>At 31 May 2009</td>
<td>302,666</td>
</tr>
</tbody>
</table>
3 Creditors amounts falling due within one year

The aggregate amount of creditors for which security has been given amounted to £4,492,715 (2009 - £9,758,403)

4 Creditors' amounts falling due after more than one year

The aggregate amount of creditors for which security has been given amounted to £7,347 (2009 - £339,677)

5 Share capital

<table>
<thead>
<tr>
<th>Allotted, called up and fully paid</th>
<th>2010</th>
<th>2009</th>
</tr>
</thead>
<tbody>
<tr>
<td>4 Ordinary shares of £1 each</td>
<td>4</td>
<td>4</td>
</tr>
</tbody>
</table>

6 Related party relationships and transactions

Loans to directors

The following directors had interest free loans during the year. The movement on these loans are as follows:

<table>
<thead>
<tr>
<th>Description</th>
<th>% Rate</th>
<th>Opening Balance</th>
<th>Amounts Advanced</th>
<th>Interest Charged</th>
<th>Amounts Repaid</th>
<th>Closing Balance</th>
</tr>
</thead>
<tbody>
<tr>
<td>A S Ward and D L Ward</td>
<td>-</td>
<td>916,418</td>
<td>-</td>
<td>-</td>
<td>(1,009,816)</td>
<td>(93,398)</td>
</tr>
<tr>
<td></td>
<td>916,418</td>
<td></td>
<td>-</td>
<td>(1,009,816)</td>
<td></td>
<td>(93,398)</td>
</tr>
</tbody>
</table>

Included within other creditors is a balance of £93,398 (2009 - £nil) due to the directors

Included within other creditors is a balance of £nil (2009 - £213,328) due to A & D Ward t/a BWD Interiors, a partnership in which A S Ward and D L Ward are partners

Included within other debtors is a balance of £142,705 (2009 - £142,541) due from Bilton Ward Developments Investments LLP, a limited liability partnership in which A S Ward and D L Ward are members