

Crowe U.K. LLP  
4<sup>th</sup> Floor  
St James House  
St James Square  
Cheltenham, GL50 3PR

Dear Sirs

We provide this letter in connection with your audit of the financial statements of Rykneid Homes Limited for the year ended 31 March 2023 for the purpose of expressing an opinion as to whether the financial statements give a true and fair view of the financial position of the company as at 31 March 2023 and of the results of its operations for the year then ended in accordance with International Financial Reporting Standards ("IFRS").

We confirm that the following representations are made on the basis of enquiries of management and staff with relevant knowledge and experience and, where appropriate, of inspection of supporting documentation sufficient to satisfy ourselves that, to the best of our knowledge and belief we can properly make each of the above representations to you.

1. We have fulfilled our responsibility for the fair presentation of the financial statements in accordance with IFRS.
2. We acknowledge as Board members our responsibility for making accurate representations to you and for the financial statements of the company.
3. We acknowledge our responsibility for the design and implementation of internal control to prevent and detect fraud and errors.
4. We confirm that we have received confirmation from each member who was on the Board at the time of the approval of the financials statements that:
  - (a) They have taken all the steps that they ought to have taken as a member in order to make themselves aware of any relevant audit information and to establish that you are aware of that information; and
  - (b) That so far as they are aware there is no relevant audit information of which you are unaware.
5. We have provided you with all accounting records and relevant information, and granted you unrestricted access to persons within the entity, for the purposes of your audit.
6. All the transactions undertaken by the company have been properly reflected and recorded in the accounting records or other information provided to you.
7. In respect of accounting estimates and judgements, we confirm our belief that the significant assumptions used are reasonable.

8. We have considered the adjustments in Appendix 1, proposed by you. We confirm that, in our judgement, these adjustments are appropriate given the information available to us. We further confirm that we have now made these adjustments to the financial statements.
9. We confirm that we do not wish to adjust the financial statements for the actual errors set out on the attached appendix 1 as we believe that the errors are immaterial, both individually and in aggregate, to the financial statements as a whole.
10. We reaffirm that the written representations previously made with respect to the prior period remain appropriate.
11. We are not aware of any actual or possible litigation or claims against the company whose effects should be considered when preparing the financial statements.
12. All grants, donations and other incoming resources, the receipt of which is subject to specific terms and conditions, have been notified to you. There have been no breaches of terms or conditions in the application of such incoming resources.
13. There have been no events since the balance sheet date which require disclosure or which would materially affect the amounts in the financial statements. Should any material events occur which may necessitate revision of the figures in the financial statements, or inclusion in a note thereto, we will advise you accordingly.
14. We have assessed that there is no significant risk that the financial statements are materially misstated as a result of fraud.
15. We are not aware of any fraud or suspected fraud affecting the company involving management, those charged with governance or employees who have a significant role in internal control or who could have a material effect on the financial statements.
16. We are not aware of any allegations by employees, former employees, analysts, regulators or others of fraud, or suspected fraud, affecting the company's financial statements.
17. We confirm that we are not aware of any known or suspected instances of non-compliance with those laws and regulations which provide a legal framework within which the company conducts its business.
18. We confirm that complete information has been provided to you regarding the identification of related parties and that we are not aware of any significant transactions with related parties other than the matters that have been appropriately and adequately disclosed.
19. We confirm we have appropriately accounted for and disclosed related party relationships and transactions in accordance with the requirements of applicable accounting standards and with the recommendations of the applicable Housing SORP.
20. In the event that we publish the Board's report, independent auditor's report and financial statements electronically, we acknowledge our responsibility for ensuring that controls over the maintenance and integrity of the entity's web site are adequate for this purpose.
21. There are no liabilities or contingent liabilities or guarantees that we have given to third parties other than those disclosed in the financial statements.

22. The company has satisfactory title to all assets and there are no liens or encumbrances on the company's assets, except for those that are disclosed in the financial statements.
23. The company has complied with all aspects of contractual agreements that could have a material effect on the financial statements in the event of non-compliance.
24. We confirm that, having considered our expectations and intentions for the next twelve months and the availability of working capital, the company is a going concern. We are unaware of any events, conditions, or related business risks beyond the period of assessment that may cast significant doubt on the company's ability to continue as a going concern.
25. We have no plans or intentions that might materially alter the carrying value or classification of assets and liabilities reflected in the financial statements.
26. We have supplied you with all correspondence from regulators during the financial year.
27. We confirm that, in our opinion, no provision for dilapidations is required at the year end.
28. We confirm that, in relation to the deficit in the local government pension scheme for former NEDDC employees relating to the period prior to the transfer of employment from NEDDC to the company, no liability rests with the company in respect of this other than amounts agreed and invoiced on an annual basis.

Yours faithfully,

A handwritten signature in black ink, appearing to read 'W. Hodgkiss', with a stylized flourish at the end.

Wayne Hodgkiss

Member signed on behalf of the Rykneld Homes Ltd Board

On 14 September 2023

# Appendix 1 - Reporting audit adjustments

Rykneld Homes Limited Year Ended 31 March 2023 APPENDIX 1 - Evaluation of Misstatements Identified During the Audit						
	SUMMARY OF DIFFERENCES		SUMMARY OF DIFFERENCES NOT CORRECTED		Difference Adjusted?	[Surplus] / Deficit Reconciliation £
	Income / Expenditure O/S (U/S) £	Assets O/S (U/S) £	Liabilities / Reserves O/S (U/S) £	Income / Expenditure O/S (U/S) £		
Original profit as presented for audit planning						(19,605,864)
<u>Late client adjustments</u>						
Reduction of pension asset	8,285,000	8,285,000			Yes	8,285,000
<u>Summary of Factual misstatements</u>						
Reclassification of PAYE - other creditors impact			165,502 (165,502)	165,502 (165,502)	Yes	
Reclassification of PAYE - SSOT impact					Yes	
Disclosure error - in respect of depreciation on ROU assets disposed of in the year - depreciation		150,524		150,524	Yes	
Disclosure error - in respect of depreciation on ROU assets disposed of in the year - disposals		(150,524)		(150,524)	Yes	
<b>Profit per accounts</b>	<b>8,285,000</b>	<b>8,285,000</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>(11,320,864)</b>
						Rounding
						0