

KIMMERIDGE CLOSE RESIDENTS COMPANY LTD

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST DECEMBER 1996

KIMMERIDGE CLOSE RESIDENTS COMPANY LTD

COMPANY INFORMATION

Registered Office: 27 Kimmeridge Close
Nythe Swindon
Wiltshire SN3 3PZ

Accountant: Mrs Childs
27 Kimmeridge Close
Nythe Swindon
Wiltshire SN3 3PZ

Bankers: Lloyds Bank PLC
Regent Street
Swindon
Wiltshire

Company Number: 1186524

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KIMMERIDGE CLOSE RESIDENTS COMPANY LTD

REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31ST DECEMBER 1996

DIRECTORS' RESPONSIBILITIES

Company law requires us as 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, we are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and estimates that are reasonable and prudent;
- prepare the financial statements on a going concern basis unless it is inappropriate to presume that the company will continue in business.

We are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and enable us to ensure that the financial statements comply with the Companies Act 1985. We 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.

DIRECTORS

The Directors of the Company for the period, are the first named in each lease taken up on each flat included in the complex, and their interest in the company's securities is restricted to one £1 share in accordance with regulations laid down by the Company's Memorandum and Articles of Association.

The Company's Articles of Association do not require the Directors to retire by rotation.

SECRETARY

Mrs M Childs

REGISTERED OFFICE

27 Kimmeridge Close, Nythe, Swindon, Wilts SN3 3PZ

PRINCIPAL ACTIVITIES

The principal activity of the Company continues to be the managing of the maintenance fund on behalf of the tenants occupying the individual flats of Kimmeridge Close, Nythe, Swindon.

There were no significant developments in these activities during the years.

BY ORDER OF THE BOARD

...m.chlds..... Date: 3.3.97

MRS M CHILDS - COMPANY SECRETARY

KIMMERIDGE CLOSE RESIDENTS COMPANY LTD**PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST DECEMBER 1996**

| | NOTE | 1996 £ | 1995 £ |
|--|------|-----------|-----------|
| TURNOVER | 2 | 7292 | 9993 |
| GROSS PROFIT | | 7292 | 9993 |
| Net operating expenses | | 8648 | 9521 |
| OPERATING PROFIT | 3 | (1356) | 472 |
| PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION | | (1356) | 472 |
| Tax on profit on ordinary activities | 4 | - | - |
| PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION | | (1356) | 472 |
| PROFIT FOR THE FINANCIAL YEAR | | (1356) | 472 |
| Retained profits brought forward | | 6427 | 5955 |
| RETAINED PROFITS CARRIED FORWARD | | £ 5071 | £ 6427 |

The only recognised gain (loss) for the year was the profit (loss) for the financial year of £(1356) (1995 - £472).

KIMMERIDGE CLOSE RESIDENTS COMPANY LTD

BALANCE SHEET AS AT 31ST DECEMBER 1996

| | NOTE | 1996 | 1995 |
|--|------|--------|--------|
| | | £ | £ |
| FIXED ASSETS | | | |
| Tangible assets | 5 | 311 | 346 |
| CURRENT ASSETS | | | |
| Debtors | 6 | 2186 | 2117 |
| Cash at bank and in hand | | 2810 | 4200 |
| | | ----- | ----- |
| | | 4996 | 6317 |
| CREDITORS | | | |
| Other creditors, falling due within one year | | 200 | 200 |
| | | ----- | ----- |
| NET CURRENT ASSETS | | 4796 | 6117 |
| | | ----- | ----- |
| NET ASSETS | | £ 5107 | £ 6463 |
| | | ===== | ===== |
| CAPITAL AND RESERVES | | | |
| Called up share capital | 7 | 36 | 36 |
| Profit and loss account | | 5071 | 6427 |
| | | ----- | ----- |
| | | £ 5107 | £ 6463 |
| | | ===== | ===== |

In preparing these financial statements, we have taken advantage of special exemptions applicable to small companies conferred by part 1 of schedule 8 to the Companies Act 1985. We have done so on the grounds that, in our opinion, the company is entitled to the benefit of those exemptions because it meets the qualifying conditions for small companies as stated in section 247 of the Companies Act 1985.

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ending 31 December 1996. No notice has been deposited under Section 249B(2) of the Companies Act 1985 in relation to its financial statements for the financial year. The directors acknowledge their responsibility for:

- ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985.
- preparing financial statements which give a true and fair view of the state of affairs of the company as at 31 December 1996 and of its profit for the financial year, in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as applicable to the company.

ON BEHALF OF THE BOARD

R Bezzant DIRECTOR

DATE:- 27.02.97

M Chiodas DIRECTOR

DATE:- 27.2.97

The annexed notes form part of these accounts.

KIMMERIDGE CLOSE RESIDENTS COMPANY LTD

NOTES TO THE ACCOUNT - FOR THE YEAR ENDED 31ST DECEMBER 1996

1 ACCOUNTING POLICIES

The principal accounting policies adopted in the preparation of the financial statements are set out below and have remained unchanged from the previous year, and also have been consistently applied within the same accounts.

(a) Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention.

In accordance with Section 230 of the Companies Act 1985 a separate profit and loss account of Kimmeridge Close Residents Company Limited is not presented.

The effect of events relating to the year ended 31st December 1996 which occurred before the date of approval of the financial statements by the Board of Directors, have been included in the statements to the extent required to show a true and fair view of the state of affairs at and of the results for the year ended on that date.

(b) Depreciation

Depreciation has been computed to write off the cost of tangible fixed assets over their expected useful lives using the following rates:

Fixtures and Fittings and Equipment - 10% per annum of written down value.

(c) Deferred taxation

Deferred taxation is provided on the liability method to take account of timing differences between treatment of certain items for accounts purposes and their treatment for tax purposes. Tax deferred or accelerated is accounted for in respect of all timing differences to the extent that it is considered that a net liability may crystallise.

2 TURNOVER

The Company's turnover represents the total amount receivable in the year in accordance with the agreed maintenance charges.

3 OPERATING PROFIT/(LOSS)

| | 1996 | 1995 |
|--|-------|-------|
| | £ | £ |
| This is stated after charging:- | | |
| Accountants' remuneration and expenses | 200 | 200 |
| Depreciation of owned assets | 35 | 40 |
| | ===== | ===== |

4 TAX ON PROFIT/(LOSS) ON ORDINARY SHARES

| | | |
|---------------------------|-------|-------|
| UK Corporation tax at 25% | - | - |
| | ===== | ===== |

KIMMERIDGE CLOSE RESIDENTS COMPANY LTD

NOTES TO THE ACCOUNT - FOR THE YEAR ENDED 31ST DECEMBER 1996

5 TANGIBLE FIXED ASSETS

| | Fittings and Equipment £ | Total £ |
|-----------------------|--------------------------------|------------|
| Cost: | | |
| At 1st January 1996 | 874 | 874 |
| | ----- | ----- |
| At 31st December 1996 | 874 | 874 |
| | ----- | ----- |
| Depreciation | | |
| At 1st January 1996 | (528) | (528) |
| Charge for the year | (35) | (35) |
| | ----- | ----- |
| At 31st December 1996 | (563) | (563) |
| | ----- | ----- |
| Net book value: | | |
| At 31st December 1996 | £ 311 | £ 311 |
| At 31st December 1995 | £ 346 | £ 346 |

The cost of depreciable assets included in land and buildings at 31st December 1996 was £Nil.

Included in the total net book value of tangible fixed assets held at 31st December 1996 as £Nil in respect of assets held under finance leases and hire purchase contracts.

6 DEBTORS - ALL RECEIVABLE WITHIN ONE YEAR

| | 1996 £ | 1995 £ |
|--------------------|-----------|-----------|
| Tenants in Arrears | 771 | 599 |
| Prepayments | 1415 | 1518 |
| | ----- | ----- |
| | £ 2186 | £ 2117 |
| | ===== | ===== |

7 SHARE CAPITAL

The authorised, allotted and fully paid share capital of the company consisted of 36 shares of £1 each, amounting to £36.

| | Authorised £ | Allotted, called up and fully paid £ |
|---|-----------------|--|
| 36 Ordinary shares of £1 each | 36 | 36 |
| There have been no changes during the year. | | |

KIMMERIDGE CLOSE RESIDENTS COMPANY LTD

NOTES TO THE ACCOUNT - FOR THE YEAR ENDED 31ST DECEMBER 1996

8 RECONCILIATION OF MOVEMENT IN SHAREHOLDERS' FUNDS

| | 1996 | 1995 |
|-------------------------------------|--------|-------|
| | £ | £ |
| Profit for the financial year | (1356) | 472 |
| Dividends | - | - |
| | ----- | ----- |
| | (1356) | 472 |
| | | |
| Net addition to shareholders' funds | (1356) | 472 |
| Opening shareholders' funds | 6427 | 5955 |
| | ----- | ----- |
| Closing shareholders' funds | £5071 | £6427 |
| | ===== | ===== |

9 POST BALANCE SHEET EVENTS

There were no significant Post Balance Sheet events.

10 CAPITAL COMMITMENTS

There were no Capital commitments as the end of the year.

11 LEASING COMMITMENTS

The Company had no leasing commitments at the Balance Sheet date.

12 CONTINGENT LIABILITIES

There were no Contingent Liabilities at the Balance Sheet date.

KIMMERIDGE CLOSE RESIDENTS COMPANY LTD

PROFIT & LOSS ACCOUNT FOR THE YEAR ENDING 31 DECEMBER 1996

| | 1996 £ | 1995 £ |
|--------------------------------|-----------|-----------|
| TURNOVER | 7292 | 9993 |
| LESS: EXPENDITURE | | |
| Electrical work | 25 | 25 |
| Repairs to roof & guttering | 360 | 360 |
| Electricity | 126 | 271 |
| Insurances | 2966 | 3004 |
| General repairs & maintenance | 635 | 1544 |
| Equipment repair | 366 | 16 |
| Cleaning & garden maintenance | 2484 | 2580 |
| Honorariums - Secretary | 1040 | 1040 |
| Stationery, postage & phone | 122 | 166 |
| Professional fees | 160 | 18 |
| Bank charges | 129 | 175 |
| Depreciation - owned assets | 35 | 40 |
| Accountants remuneration | 200 | 282 |
| | ----- | ----- |
| | 8648 | 9521 |
| | ----- | ----- |
| NET PROFIT/(LOSS) FOR THE YEAR | £(1356) | £472 |
| | ===== | ===== |

1996

Income for year
 Maint = $312 \times 36 = 11232$
 other Rec = 20 20
 Ground Rent = (3960)
 taken to Accounts £ 7292