

Registration Number 649559

CHANCELLOR HOUSE MANAGEMENT (HYDE PARK GATE) LIMITED

Directors' Report and Financial Statements

for the year ended 31 March 1998



CHANCELLOR HOUSE MANAGEMENT (HYDE PARK GATE) LIMITED

Company Information

Directors	M N Halperin R S J Brock C Pisani A Lari
Secretary	Richard Selig Joseph Brock
Company Number	649559
Business Address	12 Chancellor House 17 Hyde Park Gate London SW7 5DQ
Bankers	National Westminster Bank Plc 55 Kensington High Street London

CHANCELLOR HOUSE MANAGEMENT (HYDE PARK GATE) LIMITED

Contents

	Page
Directors' Report	1
Accountants' Report	2
Profit and Loss Account	3
Balance Sheet	4 - 5
Notes to the Financial Statements	6 - 8

CHANCELLOR HOUSE MANAGEMENT (HYDE PARK GATE) LIMITED

Directors' Report for the year ended 31 March 1998

The directors present their report and the financial statements for the year ended 31 March 1998.

Principal Activity

The principal activity of the company during the year was the management of the property known as Chancellor House, 17 Hyde Park Gate, London SW7. The company is a mutual trading company and as such it is only liable to Corporation Tax on the investment income.

Directors and their Interests

The directors who served during the year and their interests in the company are as stated below:

		Ordinary Shares	
		1998	1997
M N Halperin		4	4
R S J Brock		4	4
C Pisani		4	4
S A Wright	(resigned 22.9.97)	4	4
A Lari	(appointed 11.11.97)	-	-

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 the affairs of the company and of the profit or loss of the company for that year. In preparing these the directors are required to:

- select suitable accounting policies and 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.

This report is prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

This report was approved by the Board on 27 July 1998 and signed on its behalf by

R S J Brock

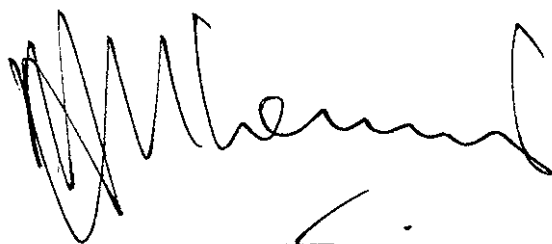
Richard Selig Joseph Brock
Secretary



CHANCELLOR HOUSE MANAGEMENT (HYDE PARK GATE) LIMITED

**Accountants' Report on the Unaudited Financial Statements to the Directors of
CHANCELLOR HOUSE MANAGEMENT (HYDE PARK GATE) LIMITED**

As described on the Balance Sheet you are responsible for the preparation of the financial statements for the year ended 31 March 1998 set out on pages 3 to 8 and you consider that the company is exempt from an audit and a report under Section 249A(2) of the Companies Act 1985. In accordance with your instructions we have compiled these unaudited financial statements, in order to assist you to fulfil your statutory responsibilities, from the accounting records and information supplied to us.

A handwritten signature in black ink, appearing to read 'John Kemp', with a large, stylized initial 'J'.

JOHN KEMP CERTIFIED ACCOUNTANT

Harvey House
18 High Street
Charing
Kent
TN27 0HU

Date: 27 July 1998

The notes on pages 6 to 8 form an integral part of these financial statements.

CHANCELLOR HOUSE MANAGEMENT (HYDE PARK GATE) LIMITED

Profit and Loss Account for the year ended 31 March 1998

		1998	1997
	Notes	£	£
Turnover	2	44,024	44,000
Administrative expenses		(49,140)	(41,626)
Operating (loss)/profit	3	<u>(5,116)</u>	<u>2,374</u>
Interest receivable and similar income		<u>2,124</u>	<u>1,481</u>
(Loss)/profit on ordinary activities before taxation		(2,992)	3,855
Tax on (loss)/profit on ordinary activities	4	<u>(488)</u>	<u>(355)</u>
(Loss)/retained profit for the year		(3,480)	3,500
Retained profit brought forward		<u>31,976</u>	<u>28,476</u>
Retained profit carried forward		<u><u>28,496</u></u>	<u><u>31,976</u></u>

The notes on pages 6 to 8 form an integral part of these financial statements.

CHANCELLOR HOUSE MANAGEMENT (HYDE PARK GATE) LIMITED

Balance Sheet as at 31 March 1998

		1998		1997	
	Notes	£	£	£	£
Fixed Assets					
Tangible assets	5		871		4,425
Current Assets					
Debtors	6	5,469		6,112	
Cash at bank and in hand		72,495		68,149	
		<u>77,964</u>		<u>74,261</u>	
Creditors: amounts falling due within one year	7	<u>(6,994)</u>		<u>(3,365)</u>	
Net Current Assets			<u>70,970</u>		<u>70,896</u>
Total Assets Less Current Liabilities			71,841		75,321
Provision for Liabilities and Charges			(700)		(700)
Net Assets			<u>71,141</u>		<u>74,621</u>
Capital and Reserves					
Called up share capital	8		100		100
Other reserves	9		42,545		42,545
Profit and loss account	9		28,496		31,976
Shareholders' Funds			<u>71,141</u>		<u>74,621</u>

The directors' statements required by Section 249B(4) are shown on the following page which forms part of this Balance Sheet.

The notes on pages 6 to 8 form an integral part of these financial statements.

CHANCELLOR HOUSE MANAGEMENT (HYDE PARK GATE) LIMITED

Balance Sheet (continued)

**Directors' statements required by Section 249B(4)
for the year ended 31 March 1998**

In approving these financial statements as directors of the company we hereby confirm:

(a) that for the year stated above the company was entitled to the exemption conferred by Section 249A(1) of the Companies Act 1985;

(b) that no notice has been deposited at the registered office of the company pursuant to Section 249B(2) requesting that an audit be conducted for the year ended 31 March 1998 and

(c) that we acknowledge our responsibilities for:



(1) ensuring that the company keeps accounting records which comply with Section 221, and

(2) preparing financial statements 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 year then ended in accordance with the requirements of Section 226 and which otherwise comply with the provisions of the Companies Act relating to financial statements, so far as applicable to the company.

These financial statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities.

The financial statements approved by the Board on 27 July 1998 and signed on its behalf by

RSJ Brock
R S J Brock
Director

The notes on pages 6 to 8 form an integral part of these financial statements.

CHANCELLOR HOUSE MANAGEMENT (HYDE PARK GATE) LIMITED

Notes to the Financial Statements for the year ended 31 March 1998

1. Accounting Policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

1.2 Turnover

Turnover represents the total invoice value, excluding value added tax, of sales made during the year.

1.3 Tangible fixed assets and depreciation

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Fixtures, fittings and equipment	-	20% Reducing Balance
Garden Improvements	-	20% Reducing Balance

2. Turnover

The total turnover of the company for the year has been derived from its principal activity wholly undertaken in the UK.

3. Operating (loss)/profit

Operating (loss)/profit is stated after charging:

Depreciation of tangible assets

1998	1997
£	£
3,554	4,100

4. Taxation

UK current year taxation

UK Corporation Tax

1998	1997
£	£
488	355

CHANCELLOR HOUSE MANAGEMENT (HYDE PARK GATE) LIMITED

Notes to the Financial Statements for the year ended 31 March 1998

5. Tangible fixed assets

	Garden Improvements	Fixtures, fittings equipment	Total
	£	£	£
Cost			
At 1 April 1997			
At 31 March 1998	1,236	34,010	35,246
Depreciation			
At 1 April 1997	1,236	29,585	30,821
Charge for the year	-	3,554	3,554
At 31 March 1998	1,236	33,139	34,375
Net book values			
At 31 March 1998	-	871	871
At 31 March 1997	-	4,425	4,425

6. Debtors

	1998 £	1997 £
Prepayments and accrued income	5,469	6,112

7. Creditors: amounts falling due within one year

	1998 £	1997 £
Bank overdraft	3,362	-
Corporation tax	488	355
Other taxes and social security costs	824	717
Accruals and deferred income	2,320	2,293
	6,994	3,365

CHANCELLOR HOUSE MANAGEMENT (HYDE PARK GATE) LIMITED

Notes to the Financial Statements for the year ended 31 March 1998

8.	Share capital	1998	1997
		£	£
	Allotted, called up and fully paid		
	12 Ordinary A shares of £1 each	12	12
	88 Ordinary B shares of £1 each	88	88
		<u>100</u>	<u>100</u>
9.	Reserves		
		Profit and loss account	Capital reserve
		£	£
	At 1 April 1997	31,976	42,545
	(Loss)/retained profit for the year	(3,480)	-
	At 31 March 1998	<u>28,496</u>	<u>42,545</u>
			<u>71,041</u>

CHANCELLOR HOUSE MANAGEMENT (HYDE PARK GATE) LIMITED

Detailed Trading and Profit and Loss Account for the year ended 31 March 1998

	1998		1997	
	£	£	£	£
Sales				
Sales		44,000		41,800
Rent receivable		-		2,200
Other income		24		-
		<u>44,024</u>		<u>44,000</u>
Administrative expenses	<u>49,140</u>		<u>41,626</u>	
		(49,140)		(41,626)
Operating (loss)/profit	12%	<u>(5,116)</u>	5%	<u>2,374</u>
Other income and expenses				
Interest receivable				
Bank deposit interest	<u>2,124</u>		<u>1,481</u>	
		2,124		1,481
Net (loss)/profit for the year		<u><u>(2,992)</u></u>		<u><u>3,855</u></u>

CHANCELLOR HOUSE MANAGEMENT (HYDE PARK GATE) LIMITED

Administrative Expenses for the year ended 31 March 1998

	1998	1997
	£	£
Administrative expenses		
Caretaker's wages	8,356	6,588
Employer's NI contributions	1,476	1,744
Rent payable	2,200	2,200
Rates	1,781	1,513
Light and heat	3,499	3,977
Cleaning	18	199
Repairs & maintenance of property	17,171	11,926
Rentals - British Cable Services	2,299	2,672
Lift maintenance	2,672	2,646
Telephone	733	732
Treasurers fees	1,680	1,680
Accountancy	614	582
Bank charges	156	205
General expenses	2,931	862
Depreciation	3,554	4,100
	<u>49,140</u>	<u>41,626</u>