

Company Registration No. 649559

CHANCELLOR HOUSE MANAGEMENT (HYDE PARK GATE) LIMITED

DIRECTORS' REPORT AND ACCOUNTS

31ST MARCH 2006



CHANCELLOR HOUSE MANAGEMENT (HYDE PARK GATE) LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31ST MARCH 2006

The directors present their report and the accounts for the year ended 31st March 2006.

Principal Activity

The company's principal activity during the year was the management of the property at Chancellor House, 17 Hyde Park Gate, London SW7.

Directors

The directors who served during the year and their beneficial interests in the company's issued ordinary share capital were:

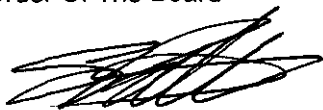
	£1 "B" Ordinary Shares	
	2006	2005
A Lari	4	4
J L Walker-Haworth	4	4
J Tsi Ning Ho	4	4

Small Company Rules

This report has been 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 22 September 2006

By Order Of The Board



Boyle & Co (Property Management) Limited
(Secretary)

CHANCELLOR HOUSE MANAGEMENT (HYDE PARK GATE) LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31ST MARCH 2006

	<u>Notes</u>	2006 £	2005 £
ADMINISTRATIVE EXPENSES		(1,561)	(740)
OTHER OPERATING INCOME	6	<u>1,561</u>	<u>740</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		<u>0</u>	<u>0</u>

STATEMENT OF RECOGNISED GAINS & LOSSES
FOR THE YEAR ENDED 31ST MARCH 2006

		2006 £	2005 £
Profit/Loss For The Year		0	0
Reclassification of The Following Brought Forward			
Balances To Long Term Creditors:	7 & 8		
- Profit & Loss Account Reserves		(82,062)	0
- Capital Redemption Reserve		(42,557)	0
- Revaluation Reserve		<u>(165,000)</u>	<u>0</u>
Total Gains And Losses Recognised			
Since Last Report		<u>(289,619)</u>	<u>0</u>

The notes on pages 4 to 6 form part of these accounts.

CHANCELLOR HOUSE MANAGEMENT (HYDE PARK GATE) LIMITED

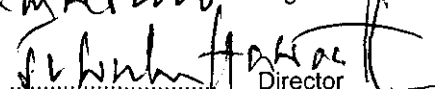
BALANCE SHEET

AS AT 31ST MARCH 2006

	Notes	2006 £	2005 £
<u>FIXED ASSETS</u>			
Tangible Asset	2	165,000	192,348
<u>CURRENT ASSETS</u>			
Debtors	4	13,963	8,940
Cash At Bank & In Hand		76,733	91,706
		90,696	100,646
<u>CREDITORS: amounts falling due within one year</u>			
	5	5,697	3,287
<u>NET CURRENT ASSETS</u>		84,999	97,359
<u>TOTAL ASSETS LESS CURRENT LIABILITIES</u>		249,999	289,707
<u>CREDITORS: amounts falling due after more than one year</u>			
	7		
Service Charge Maintenance Reserve		84,911	124,619
Loans To Fund Freehold Purchase		165,000	165,000
		249,911	289,619
<u>NET ASSETS</u>		88	88
<u>CAPITAL AND RESERVES</u>			
Called Up Share Capital	9	88	88

The directors consider that the company is entitled to exemption from the requirement to have an audit under the provisions of s.249A(1) of the Companies Act 1985. Members have not required the company, under s.249B(2) of the Companies Act 1985, to obtain an audit for the year ended 31st March 2006. The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with s.221 of the Companies Act 1985, and for preparing accounts which give a true and fair view of the state of affairs of the company as at 31st March 2006 and of its result for the year then ended in accordance with the requirements of s.226A, and which otherwise comply with the requirements of the Act relating to the accounts so far as applicable to the company.

The accounts, which have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 applicable to small companies, and in accordance with the Financial Reporting Standard for Smaller Entities were approved by the board on 22 March 2006 and signed on its behalf.


Director
J. L. WALKER-HAWORTH

The notes on pages 4 to 6 form part of these accounts.

CHANCELLOR HOUSE MANAGEMENT (HYDE PARK GATE) LIMITED
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31ST MARCH 2006

1. ACCOUNTING POLICIES

Basis of preparation of accounts

The accounts are prepared under the historical cost convention.

Change Of Accounting Policy

In preceeding years service charge transactions arising on the management of Chancellor House have been treated as contributing to the reserves of the company. These transactions are carried out on behalf of the lessees of that property and any excess of income or expenditure is therefore refundable to or by them. The comparative figures on the profit and loss account have been amended to include only company income and expenditure and the service charge element is reflected in note 6 to the accounts.

Accordingly:

Profit and loss reserves which arose on excess demands over service charge expenditure have been reclassified as service charge maintenance reserves and shown at note 7(a) on page 6.

The capital redemption reserve for which classification no justification can be found, has been reclassified as service charge maintenance reserves and shown at note 7(a) on page 6.

The revaluation reserve, which arose on the funding of the freehold purchase has been reclassified as long term loans to the company and shown at note 7(b) on page 6.

The above has given rise to the Prior Year Adjustments shown on the Statement Of Recognised Gains and Losses on page 2.

With effect from 1st April 2000 interest received on deposits arising from service charges are taxable as trust income and are accounted for by the company, as trustee, outside its profit and loss account. Such interest, net of tax, is now shown in note 7 to the accounts. The comparative figures in the profit and loss account have been transferred to the service charge maintenance reserve to reflect the above treatment.

2. FIXED ASSETS

	Land & Buildings Freehold £	Garden Equipment £	Furniture & Equipment £	Total £
Cost				
At 1st April 2005	165,000	1,236	70,073	236,309
Write Off Fully Depreciated Fixed Assets	0	(1,236)	0	(1,236)
Transfer Of Net Book Value Brought Forward				
To Service Charge Maintenance Reserves	0	0	(70,073)	(70,073)
At 31st March 2006	165,000	0.00	0.00	165,000
Depreciation				
At 1st April 2005	0	1,236	42,725	43,961
Write Off Fully Depreciated Fixed Assets	0	(1,236)	0	(1,236)
Transfer Of Net Book Value Brought Forward				
To Service Charge Maintenance Reserves	0	0	(42,725)	(42,725)
At 31st March 2006	0	0	0	0
Net Book Value At 31st March 2006	<u>165,000</u>	<u>0</u>	<u>0</u>	<u>165,000</u>
Net Book Value At 31st March 2005	<u>165,000</u>	<u>0</u>	<u>27,348</u>	<u>192,348</u>

Furniture and equipment is recoverable as expended from service charges and the net book value at 1st April 2005 has therefore been charged to service charge reserves brought forward.

The company owns the freehold reversionary interest in Chancellor House, 17 Hyde Park Gate, London SW7, subject to long leases granted to the members of the company, which is stated at cost.

In the opinion of the directors at 31st March 2006 there was no material difference between the book and market value of the property.

CHANCELLOR HOUSE MANAGEMENT (HYDE PARK GATE) LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST MARCH 2006

3. PRIOR YEAR ADJUSTMENT

As set out in note 1 "Change Of Accounting Policy", the profit & loss account reserves, capital redemption reserve and revaluation reserve have been reclassified as long term creditors giving rise to the adjustments shown at note 8 on page 6.

4. DEBTORS

	2006	2005
	£	£
Lessee Account Balances	2,383	3,871
Prepayments and Accrued Income	11,207	5,069
Sundry Debtors	373	0
	<u>13,963</u>	<u>8,940</u>

5. CREDITORS: amounts falling due within one year

	2006	2005
	£	£
Accruals	2,464	1,558
Lessee Account Balances	1,875	0
Other Taxes & Social Security Costs	1,077	956
Income Tax	281	773
	<u>5,697</u>	<u>3,287</u>

6. OTHER OPERATING INCOME

During the year the company received contributions from the lessees of Chancellor House, 17 Hyde Park Gate, London SW7 in respect of its administrative expenses, and the management of the property. The movement of those funds during the year was as follows;

	2006	2005
	£	£
Contributions Receivable from lessees	61,776	<u>62,442</u>
Service Charge Expenditure	73,857	55,002
Contribution To Administrative Expenses Of Chancellor House Management (Hyde Park Gate) Limited	<u>1,561</u>	<u>740</u>
	<u>75,418</u>	<u>55,742</u>
	(13,642)	6,700
Transfer From/(To) Reserve Fund	<u>13,642</u>	<u>(6,700)</u>
Funds Due To/(From) Lessees		
31st March 2006	<u>0</u>	<u>0</u>

CHANCELLOR HOUSE MANAGEMENT (HYDE PARK GATE) LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST MARCH 2006

7. CREDITORS: amounts falling due after more than one year

a) SERVICE CHARGE MAINTENANCE RESERVE

At 1st April 2005

Net Book Values Of Furniture & Equipment at 1st April 2005

Interest, net of income tax

Transfer (From)/To Reserve During The Year (Note 6)

At 31st March 2006

2006	2005
£	£
124,619	116,848
(27,348)	0
1,282	1,071
(13,642)	6,700
<u>84,911</u>	<u>124,619</u>

b) LOANS TO FUND FREEHOLD PURCHASE

At 1st April 2005 & 31st March 2006

£	£
<u>165,000</u>	<u>165,000</u>

Repayable at the discretion of the directors to the members at the time of repayment.

8. RESERVES

	Revaluation Reserve	Capital Redemption Reserve £	Profit & Loss Account £	Total £
At the beginning of the year, as previously stated	165,000	42,557	82,062	289,619
Prior Year Adjustments (Note 3):				
- Transfer To Maintenance Reserve (Note 7a)		(42,557)	(82,062)	(124,619)
- Transfer To Loans To Fund Freehold Purchase (Note 7b)	(165,000)			(165,000)
At the beginning of the year, as restated	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>

9. CALLED UP SHARE CAPITAL

	<u>Authorised</u>		<u>Allotted, Called Up & Fully Paid</u>	
	2006 No.	2005 No.	2006 £	2005 £
"A" Ordinary shares of £1 each	12	12	-	-
"B" Ordinary shares of £1 each	88	88	88	88
	<u>88</u>	<u>100</u>	<u>88</u>	<u>88</u>