

KILLASSER COURT MANAGEMENT COMPANY LIMITED

Company No. 731197

FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31ST MARCH 2003

INDEX	PAGE
Directors' Report	1
Report of the Accountant	2
Profit and Loss Account	3
Balance Sheet	4
Notes to the Accounts	5



DIRECTORS' REPORT

The directors submit their report together with the accounts for the year ended 31st March 2003.

STATEMENT OF 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 and loss of the company for that period. In preparing those financial statements, the directors are required to:

Select suitable accounting policies and apply them consistently.
Make judgements and estimates that are reasonable and prudent.
Comply with applicable accounting standards subject to any material departures disclosed and explained in the financial statements.
Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in operation.

The directors are responsible for maintaining 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 steps for the prevention and detection of fraud and other irregularities.

PRINCIPAL ACTIVITY

The sole function of the company during the year continued to be the management and maintenance of the block of flats and its grounds known as Killasser Court, situated in Tadworth, Surrey. During the course of the year, the company purchased the freehold of Killasser Court.

DIRECTORS AND THEIR INTERESTS

The directors as at 31st March 2003 and their interests in the share capital of the company were as follows:

	At 31st March 2003 Ordinary Shares	At 31st March 2002 Ordinary Shares
R. H. Sanders	5 A Shares	5 A Shares
E. H. Schofield	5 A Shares & 6 B Shares	5 A Shares & 6 B Shares
T. H. Raine	----	----
Mrs. Y. I. Raine	5 A Shares & 7 B Shares	5 A Shares & 7 B Shares

Advantage is taken in the preparation of the directors' report of the special exemptions applicable to small companies conferred by Part II of Schedule 8 to the Companies Act 1985.

BY ORDER OF THE BOARD

Yvonne I. Raine
Secretary

17th June 2003

Y. Raine

TO THE DIRECTORS OF

KILLASSER COURT MANAGEMENT LIMITED

In accordance with your instructions, I have prepared, without carrying out an audit, the financial statements set out on pages 3 to 5 from the accounting records of Killasser Court Management Limited and from information and explanations supplied to me.



Anthony J. Faccini F.C.A.
Chartered Accountant

21 Wellesford Close
Banstead
Surrey SM7 2HL

19th June 2003

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31ST MARCH 2003

	Note	2003 <i>/</i>	2002 <i>/</i>
INCOME			
Service charges receivable from tenants		12,800	12,800
Bank interest received		46	98
Interest on tax paid early		---	1
		<u>12,846</u>	<u>12,899</u>
=====			
EXPENDITURE			
Ground rent		---	86
Buildings insurance		1,570	1,389
General repairs and renewals		1,964	329
Renewal of carpeting		750	---
Staircase lighting		440	463
Window and general cleaning		946	1,190
Garden upkeep		2,078	2,660
Bank charges		84	117
Sundries		61	26
Printing and stationery		22	34
Accountancy		1,234	1,175
		<u>9,149</u>	<u>7,469</u>
=====			
Surplus for the year before taxation		3,697	5,430
Taxation	2	---	---
Surplus for the year after taxation		<u>3,697</u>	<u>5,430</u>
Accumulated surplus brought forward		19,106	13,676
Accumulated surplus carried forward	7	<u>22,803</u>	<u>19,106</u>
=====			

All turnover and profits derive from continuing operations and there are no recognised gains or losses other than those included in the Profit and Loss Account.

KILLASSER COURT MANAGEMENT COMPANY LIMITED
BALANCE SHEET AS AT 31ST MARCH 2003

Page 4

	Note	2003	2002
FIXED ASSETS			
Freehold Property	3	24,380	24,380
CURRENT ASSETS			
Cash at bank			
Current Account		5,107	6,490
Business Instant Access Account		5,752	1,711
Cash in hand		126	358
Sundry debtors and prepayments		1,772	602
		<u>12,757</u>	<u>9,161</u>
		=====	=====
CURRENT LIABILITIES			
Creditors: Amounts due within one year	4	7,234	6,835
		<u>7,234</u>	<u>6,835</u>
		=====	=====
NET CURRENT ASSETS		5,523	2,326
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>29,903</u>	<u>26,706</u>
Creditors: Amounts due after more than one year	5	7,000	7,500
		<u>22,903</u>	<u>19,206</u>
		=====	=====
Represented by :			
CAPITAL AND RESERVES			
Share capital	6	100	100
General reserve	7	22,803	19,106
		<u>22,903</u>	<u>19,206</u>
		=====	=====

Advantage is taken in the preparation of these accounts of the special exemptions applicable to small companies conferred by Part II of Schedule 8 to the Companies Act 1985.

The exemption conferred by S249a(1) not to have these financial statements audited applies to the company and the directors confirm that no notice has been deposited under S249b(2) of the Companies Act 1985.

The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with S221 of the Companies Act 1985 and that the financial statements give a true and fair view of the state of affairs of the company as at 31st March 2003 and of the profit for the year ended on that date in accordance with the requirements of S226, and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as applicable to the company.

R. Sanders



Director

These accounts were approved by the directors on 17th June 2003

1. ACCOUNTING POLICIES

a) Accounting convention

The accounts are prepared under the historical cost convention.

2. TAXATION

There is no liability to Corporation Tax in respect of the service charges receivable. The Inland Revenue have now ruled that due to the small amounts involved, no Corporation Tax is due on the bank interest received and therefore no provision for taxation is required.

3. FIXED ASSETS

The freehold property is shown at cost including legal and professional fees. The directors do not consider it appropriate to depreciate this asset as the market value is in excess of the cost.

4. CREDITORS: Amounts due within one year

	2003	2002
	£	£
Service charges received in advance	6,000	5,600
Sundry creditors	1,234	1,175
Accrual	---	60
	<u>7,234</u>	<u>6,835</u>
	=====	=====

5. CREDITORS: Amounts due after more than one year

	2003	2002
	£	£
Loans	7,000	7,500
	=====	=====

The loans were recieved in June 2001 from the residents to assist in the purchase of the freehold property. The loans are interest free and are to be repaid in June 2006 or on the sale of their flat or death, whichever is the earlier. One loan of £500 was repaid during the year.

6. SHARE CAPITAL

	Authorised		Allotted, called up and fully paid	
	2003	2002	2003	2002
	No	No	£	£
A Ordinary Shares of 1/1 each	80	80	80	80
B Ordinary Shares of 1/1 each	20	20	20	20
	<u>100</u>	<u>100</u>	<u>100</u>	<u>100</u>
	=====	=====	=====	=====

7. GENERAL RESERVE

The accumulated surplus is held in the general reserve and will be available to meet the expenditure due in future years on the internal and external redecoration of the property. The directors have not entered into any capital committments at the present time.