

BRAXFIELD (ST. ANNES) MANAGEMENT CO. LTD.

Company Number 01096342

Report of the Chairman & Statement of Accounts

for the Year Ended 31st December 1997



AUDITORS' REPORT TO BRAXFIELD (ST. ANNES) MANAGEMENT CO. LTD.

Under Section 247B of the Companies Act 1985

We have examined the abbreviated accounts set out on pages 2 to 4 together with the financial statements of the company for the year ended 31st December 1997 prepared under section 226 of the Companies Act 1985.

Respective responsibilities of Directors and Auditors

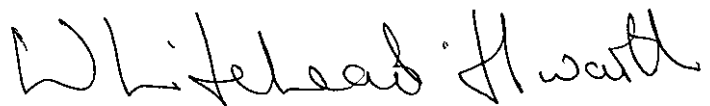
The Directors are responsible for preparing the abbreviated accounts in accordance with Section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Act to the Registrar of Companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

Basis of Opinion

We have carried out the procedures we consider necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the financial statements.

Opinion

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Companies Act 1985 and the abbreviated accounts on pages 2 to 4 are properly prepared in accordance with those provisions.



4 March 1998

Whitehead & Howarth,
Registered Auditors and
Chartered Accountants,
327, Clifton Drive South,
Lytham St. Annes.
FY8 1HN

BRAXFIELD (ST. ANNES) MANAGEMENT COMPANY LIMITED

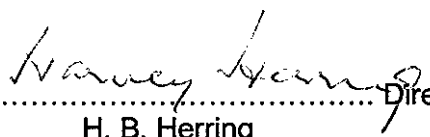
Balance Sheet

as at 31st December 1997

	<u>1997</u>	<u>1996</u>
<u>Fixed Assets</u>		
Tangible Assets	<u>6,251</u>	<u>6,814</u>
<u>Current Assets</u>		
Building Society Deposit Account	34,932	28,520
Cash in Hand	120	12
Prepayments and Accrued Income	<u>3,333</u>	<u>3,136</u>
	<u>38,385</u>	<u>31,668</u>
<u>Creditors:</u> Amounts falling due within One Year	(<u>4,486</u>)	(<u>4,274</u>)
Net Current Assets	<u>33,899</u>	<u>27,394</u>
Total Assets less Current Liabilities	<u>40,150</u>	<u>34,208</u>
 <u>Capital and Reserves</u>		
Called Up Share Capital	27	27
Janitor's Flat Fund	3,102	3,102
Special Capital Expenditure Reserve	<u>37,021</u>	<u>31,079</u>
Shareholders Funds	<u>40,150</u>	<u>34,208</u>

The abbreviated Accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to Small Companies.

Approved by the Board on

.......... Director
H. B. Herring

BRAXFIELD (ST. ANNES) MANAGEMENT COMPANY LIMITED

Notes to the Accounts

for the Year Ended 31st December 1997

1. ACCOUNTING POLICIES

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the accounts.

Basis of Accounting

The Accounts have been prepared under the historical cost convention, and incorporate the results of all the Company's operations in the year, all of which are continuing.

Standard Accounting Practice

Insofar as Statements of Standard Accounting Practice (SSAP's) are relevant to the activities of the Company they have been applied in producing the Accounts except that the Janitor's Flat has not been depreciated in accordance with SSAP 12 on the basis that its residual value exceeds its cost. Interest receivable by the Company has been stated at its gross equivalent in the Income and Expenditure Account in accordance with SSAP 8 to reflect interest deducted before receipt in lieu of taxation.

Special Capital Expenditure Reserve

The Special Capital Expenditure Reserve is designed to provide for long term Capital Expenditure and larger items of Revenue Expenditure which accrue outside the Company's normal accounting cycle. The amount transferred is the total surplus/(deficit) on the Income and Expenditure Account for the year. The surplus/(deficit) for the previous year has similarly been transferred to/or from this Reserve.

Fixed Assets

Fixed Assets are shown at cost less accumulated depreciation.

Depreciation

Equipment is depreciated at 15% per annum on a reducing balance basis to write off the cost of the assets over their estimated economic lives. Proportionate charges are made for depreciation in the year of acquisition.

Depreciation is not charged on the Janitor's flat. The failure to provide for depreciation on the Janitor's flat which is a tangible fixed asset is a departure from the requirements of the Companies Act 1985 and SSAP 12 which the Director's believe to be justified in this instance.

Cash Flow Statement

The Company has taken advantage of the exemption in Financial Reporting Standard No. 1 from producing a cash flow statement on the grounds that it is a small Company.

BRAXFIELD (ST. ANNES) MANAGEMENT COMPANY LIMITED

Notes to the Accounts

for the Year Ended 31st December 1997

2. CALLED UP SHARE CAPITAL

	<u>Authorised</u>		<u>Issued</u>	
	<u>1997</u>	<u>1996</u>	<u>1997</u>	<u>1996</u>
Ordinary Shares of £1 each	<u>27</u>	<u>27</u>	<u>27</u>	<u>27</u>

3. TANGIBLE FIXED ASSETS

<u>Cost</u>	<u>Total</u>
Cost at 1st January 1997 and 31 st December 1997	<u>7,477</u>
<u>Depreciation</u>	
Balance as at 1st January 1997	663
Charge for Year	<u>563</u>
Balance at 31st December 1997	<u>1,226</u>
Net Book Value 31/12/97	<u>6,251</u>
Net Book Value 31/12/96	<u>6,814</u>