

**TSM LIMITED**  
**DIRECTORS' REPORT AND FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2003**

**Company Number :1686094**



**TSM LIMITED**  
**FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2003**

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**TSM LIMITED**  
**COMPANY INFORMATION**

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<b>Directors</b>	A Rava D C Griffiths J M Napier S Cassidy D C C Rowe E G Boreham R W Leslie J Chopp
<b>Secretary</b>	Kinleigh Limited KFH House Norstead Place London SW15 3SA
<b>Registered Office</b>	KFH House Norstead Place London SW15 3SA
<b>Auditors</b>	Price Bailey 500 Larkshall Road Highams Park London E4 9HH
<b>Solicitors</b>	Farrer and Co 66 Lincoln's Inn Fields London WC2 3LH
<b>Company Registration Number</b>	1686094 (England and Wales)
<b>Date of Incorporation</b>	10 December 1982

## **TSM LIMITED**

### **DIRECTORS' REPORT FOR THE YEAR ENDED 31 MARCH 2003**

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The directors present their report and the audited financial statements of the company for the year ended 31 March 2003.

#### **Principal activity**

The principal activity of the company in the year under review continues to be that of the management of freehold property.

#### **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 affairs of the company and the surplus or deficit of the company for that period. In preparing those financial statements, the directors are required to:

- select suitable accounting policies and then 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.

#### **Directors**

The directors who served during the year are as shown on page one. Each director held one share in the company throughout their period of office.

The company purchased insurance for its officers and directors against liabilities in relation to the company.

In accordance with the company's Articles of Association, all the directors are to retire at the forthcoming Annual General Meeting but are eligible for re-election without nomination.

#### **Auditors**

The auditors, Price Bailey, will be proposed for reappointment in accordance with Section 385 of the Companies Act 1985.

**TSM LIMITED**

**DIRECTORS' REPORT  
FOR THE YEAR ENDED 31 MARCH 2003**

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**Small company exemptions**

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

By order of the Board

Secretary

Date: 25.09.03

## **TSM LIMITED**

### **INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF TSM LIMITED**

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We have audited the financial statements of TSM Limited on pages 5 to 9 for the year ended 31 March 2003. These financial statements have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002), under the historical cost convention and the accounting policies set out on page 7.

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

#### **Respective responsibilities of directors and auditors**

As described in the statement of directors' responsibilities on page 2 the company's directors are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the directors' report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the company is not disclosed.

We read the directors' report and consider the implications for our report if we become aware of any apparent misstatements within it.

#### **Basis of audit opinion**

We conducted our audit in accordance with United Kingdom Auditing standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

#### **Opinion**

In our opinion the financial statements give a true and fair view of the state of the company's affairs at 31 March 2003 and of its surplus for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

Price Bailey

*Price Bailey*

*8 Oct 03*

Chartered Accountants

500 Larkshall Road  
Highams Park  
London E4 9HH

Date:

**TSM LIMITED****INCOME AND EXPENDITURE ACCOUNT  
FOR THE YEAR ENDED 31 MARCH 2003**

	Notes	2003 £	2002 £
Turnover		126,189	112,698
Cost of maintenance and services		80,833	86,947
		<hr/> 45,356	<hr/> 25,751
Administrative expenses		19,682	19,438
		<hr/>	<hr/>
Operating surplus	2	25,674	6,313
Interest receivable and similar income	3	19,983	19,340
		<hr/>	<hr/>
Surplus on ordinary activities before taxation		45,657	25,653
Tax on profit on ordinary activities	4	1,855	4,407
		<hr/>	<hr/>
Surplus on ordinary activities after taxation		43,802	21,246
Transfer to reserves	10	43,802	21,246
		<hr/>	<hr/>
Surplus for the year		<hr/> <hr/> -	<hr/> <hr/> -

The notes on pages 7 to 9 form part of these financial statements.

**TSM LIMITED**

**BALANCE SHEET AS AT 31 MARCH 2003**

	Notes	£	2003 £	£	2002 £
<b>Fixed assets</b>					
Tangible assets	5		19,983		19,983
<b>Current assets</b>					
Debtors	6	28,128		34,682	
Cash at bank		183,662		81,684	
		211,790		116,366	
<b>Creditors: due within one year</b>	7	30,293		26,167	
<b>Net current assets</b>			181,497		90,199
<b>Total assets less current liabilities</b>			201,480		110,182
<b>Creditors: due after one year</b>	8		18,032		18,032
			183,448		92,150
<b>Capital and reserves</b>					
Called up share capital	9		108		108
Maintenance reserve	10		169,794		86,779
Lift reserve	10		13,546		5,263
			183,448		92,150

The financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

These accounts were approved by the board on 25 September 2003 and signed on its behalf by:

Director



The notes on pages 7 to 9 form part of financial statements.



## TSM LIMITED

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2003

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#### 1. Accounting Policies

##### (a) Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention, in accordance with applicable accounting standards and the Financial Reporting Standard for Smaller Entities (effective June 2002).

##### (b) Tangible fixed assets

Properties are maintained to ensure that their value does not diminish over time.

Expenditure for major cyclical maintenance is shown as a deduction from the maintenance reserve which is set out in the notes to the financial statements. This expenditure is not included in the Income and Expenditure Account. All other maintenance costs are charged in the Income and Expenditure Account in the year incurred. In the opinion of the directors, depreciation would be immaterial and has not been charged.

#### 2. Operating results

	2003 £	2002 £
<b>The operating results are stated after charging:</b>		
Auditors' remuneration	1,868	2,399
Directors' emoluments	-	-

#### 3. Interest receivable and similar income

	2003 £	2002 £
Bank deposit interest	3,383	3,852
Ground rent	669	1,255
Aerial rental income	13,056	13,256
Interest on service charges	75	277
Sale of leases	2,800	700
	<hr/>	<hr/>
	19,983	19,340
	<hr/>	<hr/>

**TSM LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2003**

<b>4. Taxation</b>	<b>2003</b>	<b>2002</b>
	<b>£</b>	<b>£</b>
Charge for taxation on investment income for the year:		
Trust Tax	1,150	1,310
U K Corporation Tax	1,568	3,097
	<u>2,718</u>	<u>4,407</u>
Prior year adjustment	863	-
	<u>1,855</u>	<u>4,407</u>
<b>5. Tangible fixed assets</b>	<b>2003</b>	<b>2002</b>
	<b>£</b>	<b>£</b>
Freehold land at cost	<u>19,983</u>	<u>19,983</u>
<b>6. Debtors – due within one year</b>	<b>2003</b>	<b>2002</b>
	<b>£</b>	<b>£</b>
Service charges and ground rent in arrears	16,195	4,961
Prepayments and other debtors	11,933	29,721
	<u>28,128</u>	<u>34,682</u>
<b>7. Creditors – due within one year</b>	<b>2003</b>	<b>2002</b>
	<b>£</b>	<b>£</b>
Service charges and ground rent in advance	5,593	3,066
Taxation	4,356	5,538
Other creditors	20,344	17,563
	<u>30,293</u>	<u>26,167</u>

**TSM LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2003 (CONTINUED)**

**8. Creditors – due after one year**

	2003 £	2002 £
Interest free loan from members	18,032	18,032

**9. Share capital**

	2003 £	2002 £
Ordinary shares of £1 each	108	108
Allotted, called up and fully paid	108	108

**10. Reserves**

	Maintenance Reserve	Lift Reserve	2003 Total	2002 Total
At 1 April 2002	86,779	5,263	92,042	90,412
Transfer from Income and Expenditure Account	35,519	8,283	43,802	21,246
Security levy	54,000	-	54,000	-
	176,298	13,546	189,844	111,658
Refurbishment	6,504	-	6,504	19,616
At 31 March 2003	169,794	13,546	183,340	92,042

**11. Related party transactions**

The company secretary, Kinleigh Limited, were paid management and professional fees of £15,108 (2002: £16,395) during the year.

**12. Specific maintenance commitments**

	2003 £	2002 £
Contracted for but not provided	51,250	-