

Company Number: 1864755

The Osprey Management Company Limited

Financial Statements

for the year ended 30th September 1998



The Osprey Management Company Limited

Index

Page No.

1 and 2	Directors' Report
3	Accountants' Report
4	Profit and Loss Account
5	Statement of Total Recognised Gains and Losses
6	Balance Sheet
7 to 11	Notes to the Financial Statements

The Osprey Management Company Limited

Directors' Report

for the year ended 30th September 1998

The directors submit their report together with the unaudited financial statements for the year ended 30th September 1998.

Principal Activity

The principal activity of the company continued to be that of property management.

The directors are pleased to report a satisfactory years trading and are hopeful of maintaining this in the forthcoming period.

Directors and their Interests

The directors who served during the year and their beneficial interests in the share capital of the company were as follows:

	Ordinary shares of £1 each	
	1998 No.	1997 No.
V. S. N. Hards	60,000	60,000
J. E. Brewer	-	-
T. Osborne	-	-

Directors' Statement

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 of the loss for that year. 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;

State whether applicable accounting standards have been followed, 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 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 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.

The Osprey Management Company Limited

Directors' Report

for the year ended 30th September 1998

Reporting Accountants

The Reporting Accountants, Wilkins Kennedy Chartered Accountants, have indicated that they are willing to be reappointed at the forthcoming Annual General Meeting.

Exemption Statement

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

By Order of the Board: 31st December 1998



J. E. Brewer
Secretary

Accountants' Report to the Directors
on the Unaudited Accounts of The Osprey Management Company Limited

As described on the balance sheet you are responsible for the preparation of the accounts for the year ended 30th September 1998 set out on pages 4 to 11, and you consider that the company is exempt from an audit. In accordance with your instructions, we have compiled these unaudited accounts in order to assist you to fulfil your statutory responsibilities, from the accounting records, information and explanations supplied to us.

BRB House
180 High Street
Egham
TW20 9DN
31st December 1998



Wilkins Kennedy
Chartered Accountants
Reporting Accountants

The Osprey Management Company Limited

Profit and Loss Account

for the year ended 30th September 1998

	Notes	1998 £	1997 £
Turnover	2	111,513	131,561
Cost of sales		(6,061)	(9,635)
Gross profit		105,452	121,926
Administrative expenses		(89,451)	(107,910)
Operating profit	3	16,001	14,016
Interest receivable	6	3,054	1,674
Interest payable	7	(2,402)	(2,560)
Profit on ordinary activities before Taxation		16,653	13,130
Tax on profit on ordinary activities	8	(3,787)	(694)
Profit on ordinary activities after Taxation		12,866	12,436
Dividends	9	(22,200)	(3,200)
Retained (loss)/profit transferred (from)/to reserves	17	(9,334)	9,236

All amounts relate to continuing activities.

The Osprey Management Company Limited

Total Recognised Gains and Losses

for the year ended 30th September 1998

	1998 £	1997 £
Statement of Total Recognised Gains and Losses		
Profit for the financial year	12,866	12,436
Unrealised Surplus on revaluations of freehold land and buildings	-	142,600
Total recognised gains since the last financial statements	<u>12,866</u>	<u>155,036</u>

Note of Historical Cost Profits and Losses

Profit on ordinary activities before taxation	16,653	13,130
Historical cost profit before taxation	<u>16,653</u>	<u>13,130</u>
Historical cost (loss)/profit transferred (from)/to reserves	<u>(9,334)</u>	<u>9,236</u>

The Osprey Management Company Limited

Balance Sheet

as at 30th September 1998

	Notes	1998 £	1997 £
Fixed Assets			
Tangible Fixed Assets	10	280,513	289,347
Current Assets			
Debtors	11	19,801	15,520
Cash at bank and in-hand		46,553	56,831
		66,354	72,351
Creditors:			
Amounts falling due within one year	12	(74,641)	(79,026)
Net Current (Liabilities)		(8,287)	(6,675)
Provisions for liabilities and charges	13	(15,950)	(17,062)
		256,276	265,610
Capital and Reserves			
Called up share capital	14	60,000	60,000
Revaluation reserve	17	142,600	142,600
Profit and loss account	17	53,676	63,010
Equity Shareholders' Funds	15	256,276	265,610

In the directors' opinion the company was entitled under Section 249A(1) of the Companies Act 1985 to exemption from the audit of its accounts for the year ended 30th September 1998. No notice from members requiring an audit has been deposited under Section 249B(2) of the Companies Act 1985 in relation to its accounts for the financial year.

The directors acknowledge their responsibilities for: ensuring that the company keeps accounting records which comply with Section 221; and for preparing accounts which give a true and fair view of the state of the affairs of the company as at 30th September 1998 and of its loss for the year then ended in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Companies Act 1985 relating to accounts, so far as applicable to the company.

The financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

These accounts were approved by the board on *31st December* 1998

V. S. N. Hards
Director



The Osprey Management Company Limited

Notes to the Financial Statements

for the year ended 30th September 1998

1 Principal Accounting Policies

Accounting Convention

The Financial Statements have been prepared in accordance with applicable Accounting Standards under the historical cost convention, modified to include the revaluation of certain fixed assets.

Cash Flow Statement

In the opinion of the directors the company qualifies as a small company and accordingly a cash flow statement is not required.

Turnover

Turnover is the total amount receivable by the company for goods supplied and services provided, excluding VAT and trade discounts.

Depreciation

Depreciation is calculated to write down the cost or valuation, less estimated residual value, of all tangible fixed assets, other than freehold land, over their expected useful lives. The rates generally applicable are:

Plant and machinery	25% straight line
Motor vehicles	25% straight line
Furniture and equipment	5% straight line

No depreciation is provided in respect of freehold buildings held as investment properties in accordance with SSAP 19. The directors consider that this departure from the Companies Act 1985 requirement is necessary to show a true and fair view.

Deferred Taxation

Deferred tax is provided for under the liability method using the tax rates estimated to arise when the timing differences reverse and is accounted for to the extent that it is probable that a liability or asset will crystallise. Unprovided deferred tax is disclosed as a contingent liability.

Debit balances arising in respect of advanced corporation tax on dividends payable or proposed are carried forward to the extent that they are expected to be recoverable.

Contribution to Pension Funds

The pension costs charged against profits represent the amount of the contributions payable to the scheme in respect of the accounting period.

2 Turnover

The turnover and operating profit for the year was derived from the company's principal activity and was carried out wholly in the UK.

The Osprey Management Company Limited

Notes to the Financial Statements

for the year ended 30th September 1998

3 Operating Profit

The operating profit is stated after charging or crediting:

	1998	1997
	£	£
Depreciation - owned assets	9,343	9,881

4 Directors and Employees

Staff costs during the year were as follows:

	1998	1997
	£	£
Wages and salaries	37,919	43,350
Social security costs	3,339	3,884
Other pension costs	3,889	23,889
	<u>45,147</u>	<u>71,123</u>

The average monthly number of employees, including directors, during the year was as follows:

	1998	1997
	Number	Number
Administration	2	2
Management	3	3
	<u>5</u>	<u>5</u>

Remuneration in respect of directors was as follows:

	1998	1997
	£	£
Aggregate amount of emoluments paid in respect of qualifying services	26,500	34,000
Pensions paid to directors	3,889	23,889
	<u>30,389</u>	<u>57,889</u>

5 Directors

Total remuneration

1998	1997
£	£
30,389	57,889

6 Interest Receivable

Bank interest received

1998	1997
£	£
3,054	1,674
<u>3,054</u>	<u>1,674</u>

The Osprey Management Company Limited

Notes to the Financial Statements

for the year ended 30th September 1998

7	Interest Payable	1998 £	1997 £	
	Other Loans	2,402	2,560	
8	Tax on Profit on Ordinary Activities	1998 £	1997 £	
	Based on the profit for the year:			
	U.K. Corporation tax at 23% (1997: 23%)	4,899	4,264	
	Deferred tax charge	(1,112)	(3,570)	
		3,787	694	
9	Dividends	1998 £	1997 £	
	Equity			
	Ordinary shares - interim paid	22,200	3,200	
10	Tangible Fixed Assets	Land and Buildings £	Plant, Machinery and Other Assets £	Total £
	Cost or valuation			
	At 1st October 1997	192,600	140,682	333,282
	Additions	-	509	509
	At 30th September 1998	192,600	141,191	333,791
	Depreciation			
	At 1st October 1997	-	43,935	43,935
	Charge for year	-	9,343	9,343
	At 30th September 1998	-	53,278	53,278
	Net Book Value			
	At 30th September 1998	192,600	87,913	280,513
	At 30th September 1997	192,600	96,747	289,347
11	Debtors	1998 £	1997 £	
	Trade debtors	125	150	
	Other debtors	19,676	15,370	
		19,801	15,520	

The Osprey Management Company Limited

Notes to the Financial Statements

for the year ended 30th September 1998

12 Creditors: Amounts falling due within one year	1998	1997
	£	£
Bank loans and overdrafts	-	18,036
Other creditors	63,933	56,695
Corporation tax	10,708	4,295
	<u>74,641</u>	<u>79,026</u>

13 Deferred Taxation

Deferred taxation provided and unprovided for in the financial statements is set out below. The amount unprovided represents a contingent liability at the Balance Sheet date and is calculated using a tax rate of 21%.

	Amount Provided		Amount Unprovided	
	1998	1997	1998	1997
	£	£	£	£
Accelerated capital allowances	15,950	17,062	-	-
	<u>15,950</u>	<u>17,062</u>	<u>-</u>	<u>-</u>

14 Share Capital

Authorised

75,000 Ordinary shares of £1 each (1997: 75,000)

1998	1997
£	£
75,000	75,000
<u>75,000</u>	<u>75,000</u>

Allotted and fully paid

60,000 Ordinary shares of £1 each (1997: 60,000)

1998	1997
£	£
60,000	60,000
<u>60,000</u>	<u>60,000</u>

The Osprey Management Company Limited

Notes to the Financial Statements

for the year ended 30th September 1998

15	Reconciliation of the Movement in Shareholders' Funds	1998 £	1997 £
	Profit for the financial year	12,866	12,436
	Dividends	(22,200)	(3,200)
		(9,334)	9,236
	Other recognised gains	-	142,600
	(Decrease)/Increase in shareholders' funds	(9,334)	151,836
	Opening shareholders' funds	265,610	113,774
	Closing shareholders' funds	256,276	265,610

16 Pensions - Defined Contribution Scheme

The company operates a defined contribution pension scheme for the benefit of the directors. The assets of the scheme are administered by trustees in a fund independent from those of the company.

17	Reserves	Revaluation Reserve £	Profit and Loss Account £
	At 1st October 1997	142,600	63,010
	Loss for the year	-	(9,334)
	At 30th September 1998	142,600	53,676