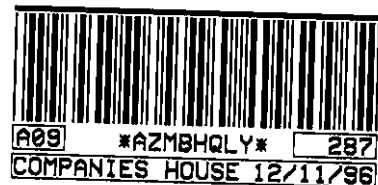


**TOWER BEACH MANAGEMENT COMPANY LIMITED**

**STATEMENT OF ACCOUNTS**

**FOR THE YEAR ENDED 31 MARCH 1996**

2080348



## **TOWER BEACH MANAGEMENT COMPANY LIMITED**

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**TOWER BEACH MANAGEMENT COMPANY LIMITED**

**OFFICERS AND ADVISERS**

**DIRECTORS:**

Mr J Kirkland  
Mr F J Livesey

**COMPANY SECRETARY:**

Mr F J Livesey

**REGISTERED OFFICE:**

Gleadhill House  
Dawbers Lane  
Euxton  
Chorley  
Lancashire PR7 6EA

**COMPANY NUMBER:**

2080348

**ACCOUNTANTS:**

Pomfrets  
Chartered Accountants  
28 Ribblesdale Place  
Preston  
Lancashire  
PR1 3NA

## **TOWER BEACH MANAGEMENT COMPANY LIMITED**

### **REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31 MARCH 1996**

The directors present their report and the financial statements for the year ended 31 March 1996.

#### 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 or loss 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 a 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.

#### Principal Activities and Review of Business

The company's principal activity is that of property management and rental. The results for the year are set out on page 5.

#### Fixed Assets

Details of movements in fixed assets are set out in note 7 to the financial statements.

The directors have changed the accounting policy for depreciation of fixtures and fittings which they feel is now more appropriate.

#### Directors

The directors during the year and at the date of issue of this report were:-

J M Kirkland  
F J Livesey

Mr W McNab resigned as a director on 5 September 1995.

The directors who served during the year had no beneficial interests in the company's issued ordinary share capital.

**TOWER BEACH MANAGEMENT COMPANY LIMITED**

**REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31 MARCH 1996**

Close Company

The close company provisions of the Income and Corporation Taxes Acts 1988 do apply.

This report has been prepared taking advantage of special exemptions applicable to small companies.

By order of the Board

A handwritten signature in black ink, appearing to read 'F. J. Livesey', with a stylized flourish at the end.

**Mr F J Livesey**  
**Secretary**

22 October 1996

**REPORT OF THE ACCOUNTANTS**

**on the unaudited financial statements of  
Tower Beach Management Company Limited**

In accordance with instructions given to us, we have prepared, without carrying out an audit, the financial statements from the accounting records of the company for the year ended 31 March 1996 and from information and explanations supplied to us.



**POMFRETS  
Chartered Accountants  
Preston**

23 October 1996

**TOWER BEACH MANAGEMENT COMPANY LIMITED**

**PROFIT AND LOSS ACCOUNT  
FOR THE YEAR ENDED 31 MARCH 1996**

	Notes	1996 £	1995 £
Turnover - Continuing Operations	(2)	15,000	15,000
Cost of Sales		-	-
Gross Profit		<u>15,000</u>	<u>15,000</u>
Operating Costs	(3)	15,163	19,872
Operating Loss	(4)	<u>(163)</u>	<u>(4,872)</u>
Other Income		82	-
Loss on Ordinary Activities before Taxation		<u>(81)</u>	<u>(4,872)</u>
Taxation	(6)	-	-
Retained Deficit for the Year	(12)	<u><u>(81)</u></u>	<u><u>(4,872)</u></u>

All recognised gains and losses are included in the profit and loss account.

The notes on pages 8 to 11 form an integral part of these accounts.

**TOWER BEACH MANAGEMENT COMPANY LIMITED**

**BALANCE SHEET AS AT 31 MARCH 1996**

	Notes	£	1996 £	£	1995 £
<u>Fixed Assets</u>					
Tangible Assets	(7)		569,309		571,809
<u>Current Assets</u>					
Debtors	(8)	15,002		15,002	
Cash at Bank and In Hand		9,319		1,971	
		<u>24,321</u>		<u>16,973</u>	
<u>Creditors: Amounts falling due within one year</u>	(9)	<u>587</u>		<u>587</u>	
Net Current Assets			23,734		16,386
Total Assets less Current Liabilities			<u>593,043</u>		<u>588,195</u>
<u>Creditors: Amounts falling due after more than one year</u>	(10)		<u>602,381</u>		<u>597,452</u>
			<u>(9,338)</u>		<u>(9,257)</u>
<u>Capital and Reserves</u>					
Called up Share Capital	(11)		2		2
Profit and Loss Account	(12)		(9,340)		(9,259)
Shareholders' Funds	(13)		<u>(9,338)</u>		<u>(9,257)</u>

The notes on pages 8 to 11 form an integral part of these accounts.



**TOWER BEACH MANAGEMENT COMPANY LIMITED**

**BALANCE SHEET AS AT 31 MARCH 1996**

- (1) The directors have taken advantage of the exemption conferred by Section 249A(1) not to have these accounts audited and confirm that no notice has been deposited under S.249B(1) of the Companies Act 1985.
- (2) The directors acknowledge their responsibilities for ensuring that:-
  - (i) The company keeps accounting records which comply with the Companies Act 1985; and
  - (ii) The accounts give a true and fair view of the state of affairs of the company at 31 March 1996 and of its loss for the year then ended. In accordance with the requirements of S.226 and which otherwise comply with the requirements of the Companies Act 1985 relating to accounts so far as applicable to the company.
- (3) In preparing these financial statements, the directors have taken advantage of the exemptions conferred by Section A Part (iii) of Schedule 8 to the Companies Act 1985 and have done so on the basis that in their opinion, the company satisfies the criteria for exemptions as a small company.

The accounts were approved by the Board of Directors on 22 October 1996 and signed on their behalf by:-



.....  
Mr J M Kirkland  
Director

## **TOWER BEACH MANAGEMENT COMPANY LIMITED**

### **NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 1996**

#### **1. ACCOUNTING POLICIES**

##### **(a) Basis of Accounting**

The accounts are prepared under the historical cost convention and in accordance with applicable accounting standards.

They have been prepared on a going concern basis because of the continuing support of its creditors. The directors consider it to be an appropriate basis.

##### **(b) Depreciation**

Freehold land and buildings are not depreciated. The freehold property is maintained as a matter of company policy by a programme of repair and refurbishment such that the residual value of the property, taken as a whole, is at least equal to its book value. Having regard to this, it is the opinion of the directors that depreciation of the property as required by the Companies Act 1985 and Statement of Standard Accounting Practice 12 is not necessary.

Depreciation is calculated to write down the cost of the other tangible fixed assets to their estimated residual values over their expected useful lives.

The following rates and basis apply:-

Fixtures and Fittings	- 7% reducing balance
-----------------------	-----------------------

##### **(c) Deferred Taxation**

Deferred taxation is provided using the liability method in respect of the taxation effect of all timing differences except those which are expected with reasonable probability to continue for the foreseeable future.

##### **(d) Foreign Currencies**

Assets and liabilities in foreign currencies are translated at the rate of exchange ruling at the Balance Sheet date. Transactions in foreign currencies during the year are recorded at the rate of exchange ruling at the date of the transaction. Differences are taken to the profit and loss account.

##### **(e) Cashflow Statement**

The company qualifies as a small company under the Companies Act 1985 and the directors have elected to take advantage of the exemption under FRS1 not to produce a statement.

# TOWER BEACH MANAGEMENT COMPANY LIMITED

## NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 1996

### 2. TURNOVER

Turnover is the amount receivable in the ordinary course of business for services supplied and is attributable to the principal activity of the company.

3. OPERATING COSTS	1996 £	1995 £
These comprise:-		
Other Operating Charges	<u>15,163</u>	<u>19,872</u>

4. OPERATING LOSS	1996 £	1995 £
This is stated after charging:-		
Depreciation of Tangible Fixed Assets - Owned	<u>2,500</u>	<u>6,042</u>
and after crediting:		
Exchange Gain from Translation of Foreign Currency Transactions	<u>140</u>	<u>405</u>

5. STAFF COSTS	1996 £	1995 £
The average weekly number of employees, including directors, during the year was as follows:-		
Office and Management	<u>3</u>	<u>3</u>

There were no emoluments paid to the directors of the company.

6. TAXATION	1996 £	1995 £
The charge based on the results for the year comprises:-		
UK Corporation Tax at 25% (1995 25%)	<u>Nil</u>	<u>Nil</u>

# TOWER BEACH MANAGEMENT COMPANY LIMITED

## NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 1996

### 7. TANGIBLE FIXED ASSETS

	<u>Freehold Property</u>	<u>Fixtures &amp; Fittings</u>	Total
	£	£	£
<u>Cost</u>			
At 1 April 1995	536,096	41,817	577,913
Additions	-	-	-
At 31 March 1996	<u>536,096</u>	<u>41,817</u>	<u>577,913</u>
<u>Depreciation</u>			
At 1 April 1995	-	6,104	6,104
Charge for the Year	-	2,500	2,500
At 31 March 1996	<u>-</u>	<u>8,604</u>	<u>8,604</u>
<u>Net Book Value</u>			
At 31 March 1996	<u>536,096</u>	<u>33,213</u>	<u>569,309</u>
At 31 March 1995	<u>536,096</u>	<u>35,713</u>	<u>571,809</u>

The accounting policy for depreciation of fixtures and fittings has been changed this year to 7% from 15%. The overall effect on the results for the year is to reduce the loss by £2,858.

8.	<b>DEBTORS</b>	<b>1996</b>	<b>1995</b>
		<b>£</b>	<b>£</b>
	Amounts falling due within one year:-		
	Other Debtors	<u>15,002</u>	<u>15,002</u>
9.	<b>CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR</b>	<b>1996</b>	<b>1995</b>
		<b>£</b>	<b>£</b>
	Accruals and Deferred Income	<u>587</u>	<u>587</u>
10.	<b>CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR</b>	<b>1996</b>	<b>1995</b>
		<b>£</b>	<b>£</b>
	Other Loans	<u>602,381</u>	<u>597,452</u>

# TOWER BEACH MANAGEMENT COMPANY LIMITED

## NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 1996

<b>11. CALLED UP SHARE CAPITAL</b>	<b>1996</b>	<b>1995</b>
	<b>£</b>	<b>£</b>
Authorised:		
10,000 Ordinary Shares of £1 each	<u>10,000</u>	<u>10,000</u>
Allotted, called up and fully paid:		
2 Ordinary Shares of £1 each	<u>2</u>	<u>2</u>
<b>12. PROFIT AND LOSS ACCOUNT</b>	<b>1996</b>	<b>1995</b>
	<b>£</b>	<b>£</b>
Retained Deficit at 1 April 1995	(9,259)	(4,387)
Deficit for the Year	(81)	(4,872)
	<hr/>	<hr/>
Retained Deficit at 31 March 1996	<u>(9,340)</u>	<u>(9,259)</u>
<b>13. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS FUNDS</b>	<b>1996</b>	<b>1995</b>
	<b>£</b>	<b>£</b>
Deficit for the Year	(81)	(4,872)
Shareholders Funds at 1 April 1995	(9,257)	(4,385)
	<hr/>	<hr/>
Shareholders Funds at 31 March 1996	<u>(9,338)</u>	<u>(9,257)</u>
<b>14. DEFERRED TAXATION</b>		
The potential amount of taxation deferred by all timing differences calculated on the liability method is £Nil (1995 £Nil).		
<b>15. CAPITAL COMMITMENTS</b>		
There were no capital commitments at 31 March 1996.		
<b>16. CONTINGENT LIABILITIES</b>		
At 31 March 1996, the company had no contingent liabilities.		