

Registered number  
02132629

Chandlers House Management Company Limited

Filleted Accounts

31 December 2020

**Chandlers House Management Company Limited****Registered number:** 02132629**Balance Sheet****as at 31 December 2020**

	Notes	2020 £	2019 £
<b>Creditors: amounts falling due within one year</b>	3	(117,470)	(83,502)
<b>Net current liabilities</b>		<u>(117,470)</u>	<u>(83,502)</u>
<b>Total assets less current liabilities</b>		<u>(117,470)</u>	<u>(83,502)</u>
<b>Creditors: amounts falling due after more than one year</b>	4	(35,000)	(35,000)
<b>Net liabilities</b>		<u>(152,470)</u>	<u>(118,502)</u>
<b>Capital and reserves</b>			
Called up share capital		20	20
Profit and loss account		(152,490)	(118,522)
<b>Shareholders' funds</b>		<u>(152,470)</u>	<u>(118,502)</u>

The directors are satisfied that the company is entitled to exemption from the requirement to obtain an audit under section 477 of the Companies Act 2006.

The members have not required the company to obtain an audit in accordance with section 476 of the Act.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts.

The accounts have been prepared and delivered in accordance with the special provisions applicable to companies subject to the small companies regime. The profit and loss account has not been delivered to the Registrar of Companies.

James McCarthy

Director

Approved by the board on 6 December 2021

# **Chandlers House Management Company Limited**

## **Notes to the Accounts**

**for the year ended 31 December 2020**

### **1 Accounting policies**

#### ***Basis of preparation***

The accounts have been prepared under the historical cost convention and in accordance with FRS 102, The Financial Reporting Standard applicable in the UK and Republic of Ireland (as applied to small entities by section 1A of the standard).

#### ***Turnover***

Turnover is measured at the fair value of the consideration received or receivable, net of discounts and value added taxes. Turnover includes revenue earned from the sale of goods and from the rendering of services. Turnover from the sale of goods is recognised when the significant risks and rewards of ownership of the goods have transferred to the buyer. Turnover from the rendering of services is recognised by reference to the stage of completion of the contract. The stage of completion of a contract is measured by comparing the costs incurred for work performed to date to the total estimated contract costs.

#### ***Debtors***

Short term debtors are measured at transaction price (which is usually the invoice price), less any impairment losses for bad and doubtful debts. Loans and other financial assets are initially recognised at transaction price including any transaction costs and subsequently measured at amortised cost determined using the effective interest method, less any impairment losses for bad and doubtful debts.

#### ***Creditors***

Short term creditors are measured at transaction price (which is usually the invoice price). Loans and other financial liabilities are initially recognised at transaction price net of any transaction costs and subsequently measured at amortised cost determined using the effective interest method.

#### ***Taxation***

A current tax liability is recognised for the tax payable on the taxable profit of the current and past periods. A current tax asset is recognised in respect of a tax loss that can be carried back to recover tax paid in a previous period. Deferred tax is recognised in respect of all timing differences between the recognition of income and expenses in the financial statements and their inclusion in tax assessments. Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Deferred tax is measured using the tax rates and laws that have been enacted or substantively enacted by the reporting date and that are expected to apply to the reversal of the timing difference, except for revalued land and investment property where the tax rate that applies to the sale of the asset is used. Current and deferred tax assets and liabilities are not discounted.

#### ***Provisions***

Provisions (ie liabilities of uncertain timing or amount) are recognised when there is an obligation at the reporting date as a result of a past event, it is probable that economic benefit will be transferred to settle the obligation and the amount of the obligation can be estimated reliably.

<b>2 Employees</b>	<b>2020</b>	<b>2019</b>
	<b>Number</b>	<b>Number</b>
Average number of persons employed by the company	<u>0</u>	<u>0</u>

<b>3 Creditors: amounts falling due within one year</b>	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
Other creditors	<u>117,470</u>	<u>83,502</u>

<b>4 Creditors: amounts falling due after one year</b>	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
Other creditors	<u>35,000</u>	<u>35,000</u>

## **5 Other information**

Chandlers House Management Company Limited is a private company limited by shares and incorporated in England. Its registered office is:

Sunnyside  
Green Lane  
Chessington  
Surrey  
KT9 2DT

## **6 Unfunded legal fees**

The company has a balance of unfunded costs relating to legal fees incurred in defending the company's position in respect of the appointment of the Property Manager of Chandlers House by the Property Tribunal, and generally in respect to the service charge accounts to the date of appointment of the Property Manager. The costs have been agreed with the respective creditors in the amount of £36,500 in total, provided the shareholders pass the resolution for a recovery fund referred to in note 7 below. Subject to passing the resolution, these legal costs will become payable on 28 January 2022. As majority shareholder support has been indicated in favour of the resolution, the legal fees referred to have been reflected in these accounts.

## **7 Going concern**

As noted above, the company has a balance of unfunded costs relating to legal fees. In order to provide the funds to settle these costs, repay amounts overpaid by leaseholders at 31 December 2019, and pay sundry creditors, the Board have had indicative support from a majority of shareholders that they will agree to contribute to a recovery fund in the amount of £120,000. The company will hold a general meeting on 4 January 2022 to pass a resolution for such a recovery fund.

The loan from James McCarthy Services Ltd of £35,000 (see note 8) was due for repayment in April 2022. That company has indicated it will hold over repayment of that loan pending the

collection from Mr Barry Selwyn and/or his company, Eaglecrest Services Ltd of amounts which were collected from leaseholders in prior years, and which have not yet been accounted for in the books and records of the company.

On the assumption the shareholders pass the resolution for the creation of the recovery fund of £120,000, the Board consider the company is solvent.

## **8 Related party transaction**

James McCarthy is a director of James McCarthy Services Ltd, a company registered in England.

James McCarthy Services Ltd has loaned this company £35,000 (2019 - £35,000) which is repayable in accordance with note 7. The loan is unsecured and interest is payable at 5% per annum.

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.