

PRIORY QUAY MANAGEMENT COMPANY LIMITED

2209183

A C C O U N T S

FOR THE YEAR ENDED

31ST MARCH, 2004

HOPE JONES
CHARTERED ACCOUNTANTS
LYMINGTON HOUSE
73 HIGH STREET
LYMINGTON
HAMPSHIRE



PRIORY QUAY MANAGEMENT COMPANY LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31ST MARCH 2004

The Directors present their Report and the audited Accounts for the year ended 31st March 2004.

Principal Activities

The principal activity is that of property management.

Results

The deficit for the year was £124,346 (2003 surplus £17,808) which has been deducted from reserves.

Directors and their Interests

The Directors during the year and their interests in the Ordinary Shares of the Company were as follows:

	<u>Ordinary £1 Shares</u>	
	<u>31st March 2004</u>	<u>31st March 2003</u>
		(or on later appointment)
E. Anning	1	1
L. G. Atkins (resigned 10/1/04)	-	1
L. P. Gill	1	1
B. D. Horrocks	1	1
H. J. Newman	1	1
J. F. Oates	1	1
M. J. Pritchard	1	1
B. C. Risbridger (appointed 10/1/04)	1	1

Auditors

In accordance with Section 385(2) of the Companies Act 1985, a resolution proposing the re-appointment of Messrs. Hope Jones as Auditors to the Company will be put to the Annual General Meeting.

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

On behalf of the Board

B. D. HORROCKS 

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SECRETARY

Company No.
2209183

Registered Office
73, High Street,
Lymington,
Hants. SO41 9ZA

24th August 2004

PRIORY QUAY MANAGEMENT COMPANY LIMITED

STATEMENT OF DIRECTORS' RESPONSIBILITIES

In respect of the preparation of financial statements the Directors are required by company law:

- (i) to prepare financial statements which give a true and fair view of the state of affairs of the company at the end of the year, and of the surplus or deficit and total recognised gains and losses of the company for the period to that date.
- (ii) to ensure that suitable accounting policies, consistently applied and supported by judgements and estimates that are reasonable and prudent, have been used in the preparation of the financial statements.
- (iii) to 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.

The Directors confirm that the financial statements comply with the above requirements.

PRIORY QUAY MANAGEMENT COMPANY LIMITED

Independent Auditors' Report to the Members of Priory Quay
Management Company Limited

We have audited the financial statements of Priory Quay Management Company Limited for the year ended 31st March 2004 which comprise the Income and Expenditure Account, the Balance Sheet and the related notes. These financial statements have been prepared under the historical cost convention and the accounting policies set out therein.

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 Director's Responsibilities the company's directors are responsible for the preparation of 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 mis-statements 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 mis-statement 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.

PRIORY QUAY MANAGEMENT COMPANY LIMITED

Independent Auditors' Report to the Members of Priory Quay
Management Company Limited (continued)

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31st March 2004 and and of its result for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

Hope Jones

HOPE JONES
CHARTERED ACCOUNTANTS
REGISTERED AUDITOR
27th August 2004

73 HIGH STREET
LYMINGTON
HAMPSHIRE

PRIORY QUAY MANAGEMENT COMPANY LIMITED

BALANCE SHEET

31ST MARCH 2004

	<u>Notes</u>	<u>2004</u>	<u>2003</u>
<u>Fixed Assets</u>			
Tangible Assets	2	2	92
<u>Current Assets</u>			
Stocks	3	112	112
Debtors	4	3,557	3,219
Cash at Building Society		38,769	158,499
		42,438	161,830
<u>Less: Current Liabilities</u>			
Creditors - Amounts falling due within one year	5	7,734	2,870
Net Current Assets		34,704	158,960
<u>Net Assets</u>		£ 34,706	£159,052
<u>Capital and Reserves</u>			
Called up Share Capital	6	38	38
Income and Expenditure Account	7	4,668	4,014
Dredging, Redecoration and Major Repairs Reserve	8	30,000	155,000
Shareholders' Funds	9	£ 34,706	£159,052

The 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 24th August 2004

JAMES FRANCIS OATES

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Director

BRIAN DAVID HORROCKS

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Director

PRIORY QUAY MANAGEMENT COMPANY LIMITED

INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31ST MARCH 2004

	<u>2004</u>	<u>2003</u>
<u>Notes</u>		
<u>Income - Continuing Operations</u>		
Management Charges	46,620	46,620
Mooring Fees	7,749	6,620
Cladding Charges	88,597	-
Repair and Cleaning Charges	1,829	599
Electricity	128	128
Sundry Income	575	365
	145,498	54,332
<u>Administrative Expenses</u>		
Dock Cleaning	1,207	1,425
General Repairs and Maintenance	14,262	5,164
Redecoration	24,956	9,888
Cladding Costs	202,233	-
Garden Expenses	6,879	5,893
Water	186	198
Electricity	607	497
Insurance	4,051	3,628
Honorarium	630	630
Accountancy and Audit	802	734
Legal and Professional Fees	13,436	8,936
Filing Fees	15	15
Bank Charges	57	48
Postage, Printing and Stationery	667	515
Sundry Expenses	223	190
Gifts and Donations	280	176
Depreciation - Office Equipment	90	90
	270,581	38,027
<u>Operating (Deficit)/Surplus -</u>		
Continuing Operations	(125,083)	16,305
<u>Interest Received</u>		
Building Society	1,116	2,276
<u>Less: Income Tax at 34%</u>	379	773
	737	1,503
<u>(Deficit)/Surplus for the year</u>		
transferred to Reserves 7	£ (124,346)	£ 17,808

There were no gains or losses other than the deficit and surplus for each year shown above.

PRIORY QUAY MANAGEMENT COMPANY LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST MARCH 2004

1. Accounting Policies

1.1 Accounting Conventions

The Accounts have been prepared in accordance with applicable accounting standards under the historical cost convention.

1.2 Depreciation of Tangible Assets

Depreciation is calculated to write off the cost of Fixed Assets over their expected lives commencing from the beginning of the year in which the asset is purchased at the following rates:-

On a straight-line basis:-

Office Equipment	Over 3 Years
Plant and Equipment	Over 3 Years

1.3 Stock

Stock is valued at the lower of cost and net realisable value.

2. Tangible Fixed Assets

	<u>Office Equipment</u>	<u>Plant and Equipment</u>	<u>Total</u>
<u>Cost</u>			
At 1st April 2003 & At 31st March 2004	681	90	771
<u>Depreciation</u>			
At 1st April 2003	590	89	679
Charge for year	90	-	90
At 31st March 2004	680	89	769
<u>Net book value at 31st March 2004</u>	£ 1	£ 1	£ 2
<u>Net book value at 31st March 2003</u>	£ 91	£ 1	£ 92

3. Stock

	<u>2004</u>	<u>2003</u>
Transmitters	£112	£112

4. Debtors

	<u>2004</u>	<u>2003</u>
Other Debtors	56	51
Prepayments	3,501	3,168
	£3,557	£3,219

PRIORY QUAY MANAGEMENT COMPANY LIMITED

NOTES TO THE ACCOUNTS (continued)

FOR THE YEAR ENDED 31ST MARCH 2004

5.	<u>Creditors: Due within one year</u>		<u>2004</u>	<u>2003</u>
	Income Tax		156	318
	Other Creditors		6,507	1,600
	Accruals		1,071	952
			£7,734	£2,870
6.	<u>Share Capital</u>			
		<u>Authorised</u>	<u>Allotted, Issued and fully paid</u>	
			<u>2004</u>	<u>2003</u>
	38 Ordinary shares of £1 each	100	38	38
7.	<u>Income and Expenditure Account</u>		<u>2004</u>	<u>2003</u>
	At 1st April 2003		4,014	1,206
	Retained (Deficit)/Surplus for the year		(124,346)	17,808
			(120,332)	19,014
	Transfer from/(to) Dredging, Redecoration and Major Repairs Reserve		125,000	(15,000)
	At 31st March 2004		£ 4,668	£ 4,014
8.	<u>Dredging, Redecoration and Major Repairs Reserve</u>		<u>2004</u>	<u>2003</u>
	Balance as at 1st April 2003		155,000	140,000
	Transfer (to)/from Income and Expenditure Account		(125,000)	15,000
	Balance as at 31st March 2004		£ 30,000	£155,000
9.	<u>Reconciliation of Movements in Shareholders' Funds</u>		<u>2004</u>	<u>2003</u>
	(Deficit)/Surplus for the year		(124,346)	17,808
	Opening Shareholders' Funds		159,052	141,244
	Closing Shareholders' Funds		£ 34,706	£159,052