

Registered Number: 02306031

In England and Wales

THE LARCHES MANAGEMENT COMPANY LIMITED

ANNUAL REPORT AND ACCOUNTS

FOR THE YEAR ENDED 31ST MARCH 2005



THE LARCHES MANAGEMENT COMPANY LIMITED

COMPANY INFORMATION

DIRECTORS: S. Finch Esq.
D. de Guzman Gonzalez Esq.
Ms. J.E. Morris

SECRETARY: S. Finch Esq.

REGISTERED OFFICE: Belcon House
Essex Road
Hoddesdon
Hertfordshire
EN11 0DR

REGISTERED NUMBER: 02306031 (England and Wales)

AUDITORS: Thomas David
Chartered Accountants and
Registered Auditors
Mercer House
10 Watermark Way
Hertford
Hertfordshire SG13 7TZ

THE LARCHES MANAGEMENT COMPANY LIMITED

REPORT OF THE DIRECTORS

The Directors present their report with the financial statements of the company for the year ended 31st March 2005.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review consisted of the management and administration, on a non profit making basis, of the communal areas relating to the development on behalf of the property owners, lessees or tenants.

DIRECTORS

The Directors in office in the year and their beneficial interests in the company's issued ordinary share capital were as follows:

	<u>2005</u>	<u>2004</u>
S. Finch Esq.	1	1
D. de Guzman Gonzalez Esq.	1	1
Ms. J.E. Morris	1	1

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 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. 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 LARCHES MANAGEMENT COMPANY LIMITED

REPORT OF THE DIRECTORS

CONTINUED

AUDITORS

The Auditors, Thomas David, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

SMALL COMPANY EXEMPTIONS

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

Signed on Behalf of
The Board of Directors

X S. Finch.
Director or Secretary

Approved by the Board on.....31.06.....

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
THE LARCHES MANAGEMENT COMPANY LIMITED

We have audited the financial statements of The Larches Management Company Limited for the year ended 31st March 2005 on pages five to eight. 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 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 on page two 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 report of the Directors 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 report of the Directors and consider the implications for our report if we become aware of any apparent misstatements within it.

Basis of 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 as at 31st March 2005 and of its surplus for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

Thomas David,
Chartered Accountants
and Registered Auditors,
Mercer House,
10 Watermark Way,
Hertford, Herts.



Dated: 10.1.06

THE LARCHES MANAGEMENT COMPANY LIMITED

INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2005

	Notes	<u>2005</u>	<u>2004</u>
		£	£
<u>TURNOVER</u>	1	9,960	8,580
Administrative Expenses		(9,881)	(6,970)
<u>OPERATING SURPLUS / (DEFICIT)</u>		79	1,610
Interest Payable and Bank Charges		(71)	(246)
Interest Receivable		59	17
<u>SURPLUS/(DEFICIT) ON ORDINARY</u>			
ACTIVITIES before Taxation	8	67	1,381
<u>TAXATION</u>			
Corporation Tax		-	-
		67	1,381
<u>RESERVES/ (DEFICIT) brought forward</u>		2,111	730
<u>RESERVES/ (DEFICIT) carried forward</u>		£2,178	£2,111

The notes form a part of these financial statements.

THE LARCHES MANAGEMENT COMPANY LIMITEDBALANCE SHEET AT 31ST MARCH 2005

	Notes	<u>2005</u>		<u>2004</u>	
		£	£	£	£
<u>CURRENT ASSETS</u>					
Debtors	2		6,397		6,122
Prepaid Expenses	3		867		773
Cash at Bank			7,238		3,677
			<u>14,502</u>		<u>10,572</u>
<u>Deduct: CREDITORS</u>					
amounts falling due within one year					
Creditors	4	8,280		7,200	
Creditors Control Account	5	656		-	
Accrued Expenses	6	1,087		1,245	
		<u>10,023</u>		<u>8,445</u>	
<u>TOTAL NET ASSETS / (LIABILITIES)</u>			<u>£4,479</u>		<u>£2,127</u>

Represented by:-SHARE CAPITAL

<u>Authorised</u>	No	£	No	£
Ordinary Shares of £1 each	16	£16	16	£16
<u>Issued and Fully Paid</u>				
Ordinary Shares of £1 each	16	16	16	16
<u>RESERVE FUND FOR MAJOR WORKS</u>	7	2,285		-
<u>INCOME & EXPENDITURE ACCOUNT</u>		2,178		2,111
		<u>£4,479</u>		<u>£2,127</u>

These financial statements have been prepared in accordance with the special provisions relating to small companies within Part VII of the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities.

The notes form a part of these financial statements.

Signed on behalf of the Board of Directors X S. Finch - Director

These accounts were approved by the Board of Directors on 3.1.06

THE LARCHES MANAGEMENT COMPANY LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2005

1. ACCOUNTING POLICIES

Basis of Accounting

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

Turnover

Turnover represents Maintenance Charges Receivable in respect of communal expenditure in the ordinary course of business. Value Added Tax is not charged thereon.

2. <u>DEBTORS:</u>	<u>2005</u>	<u>2004</u>
(Amounts falling due to the Company within one year)		
	£	£
Maintenance Charges in Arrear	5,432	5,157
Sundry Debtors	965	965
	<hr/>	<hr/>
	£6,397	£6,122
	<hr/>	<hr/>
3. <u>PREPAID EXPENSES:</u>	<u>2005</u>	<u>2004</u>
(Amounts that have been paid for but are in respect of the next Accounting Period)		
	£	£
Insurance Premiums	381	350
Managing Agents Fees	486	423
	<hr/>	<hr/>
	£867	£773
	<hr/>	<hr/>
4. <u>CREDITORS:</u>	<u>2005</u>	<u>2004</u>
(Amounts falling due by the Company within one year)		
	£	£
Maintenance Charges in Advance	8,280	7,200
	<hr/>	<hr/>
	£8,280	£7,200
	<hr/>	<hr/>

THE LARCHES MANAGEMENT COMPANY LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 2005

5. CREDITORS CONTROL ACCOUNT:	2005	2004
(Amounts owed by the Company for expenses incurred during the Current Accounting Period but not yet paid for)		
	£	£
Cleaning, Gardening, Maintenance & Repairs	170	-
Managing Agents fees	486	-
	<u>£656</u>	<u>£Nil</u>
6. ACCRUED EXPENSES:	2005	2004
(Amounts owed by the Company for expenses incurred during the Current Accounting Period but not yet paid for)		
	£	£
Insurance Premiums	147	-
Communal Electricity Charges	14	15
Cleaning, Garden Maintenance & Repairs	275	470
Audit and Accountancy Fees	488	488
Legal and Debt Collection Expenses	123	123
Deferred Payment Charge	40	149
	<u>£1,087</u>	<u>£1,245</u>
7. RESERVE FUND FOR MAJOR WORKS	2005	2004
(The Reserve Fund represents contributions from Residents towards expected major expenses relating to the management company as agreed in the annual budget. This fund is not necessarily represented by Cash at Bank.)		
	£	£
Reserve Fund brought forward	-	-
Transfer to funds during the year	2,285	-
Funds (utilised) during the year	-	-
	<u>£2,285</u>	<u>£Nil</u>
8. SURPLUS/(DEFICIT) ON ORDINARY ACTIVITIES	2005	2004
The Surplus/ (Deficit) on ordinary activities before taxation is stated after (charging) crediting the following:-	£	£
Auditors Remuneration	(176)	(177)
Bank Charges and Interest Paid	(71)	(246)
Interest Received	59	17

THE LARCHES MANAGEMENT COMPANY LIMITED

INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2005

	<u>2005</u>		<u>2004</u>	
	£	£	£	£
<u>INCOME</u>				
Maintenance Charges Receivable		9,960		8,580
		-----		-----
Bank Interest Received Gross	59	9,960	17	8,580
Corporation Tax	-		-	
	-----	59	-----	17
Interest Received Net of Tax Deducted		-		-
		-----		-----
<u>TOTAL INCOME</u>		10,019		8,597
<u>Deduct: EXPENDITURE</u>				
Insurance Premiums	1,545		1,374	
Communal Electricity Charges	88		76	
Cleaning, Garden Maintenance & Repairs	1,822		2,427	
Door Security/Aerial Systems	179		179	
Managing Agents Fees	2,242		1,453	
Audit and Accountancy Fees	488		488	
Bank Charges and Interest	71		246	
Sundry Expenses	82		73	
Roof Repairs	1,150		900	
Reserve Fund For Major Works (See Note 7)	2,285		-	
	-----	9,952	-----	7,216
		-----		-----
<u>EXCESS OF INCOME / (EXPENDITURE) FOR YEAR</u>		67		1,381
		=====		=====

This page does not form part of the statutory financial statements.

THE LARCHES MANAGEMENT COMPANY LIMITED

BALANCE OF MAINTENANCE CHARGES SUMMARY FOR THE YEAR ENDED 31ST
MARCH 2005

	<u>2005</u>	<u>2004</u>
Maintenance Charges in Arrear	<u>£5,432</u>	<u>£5,157</u>
Maintenance Charges in Advance	<u>£8,280</u>	<u>£7,200</u>

ACCOUNTANTS REPORT UNDER THE LANDLORD AND TENANT ACT 1985

(AS AMENDED BY LANDLORD AND TENANT ACT 1987)

THE LARCHES MANAGEMENT COMPANY LIMITED

We have examined the schedules on Appendices A and B as required by the Landlord & Tenant Act 1985 as amended by the Landlord & Tenant Act 1987.

Respective responsibilities of landlord and auditors

The Landlord is responsible for preparing schedules of relevant costs in relation to service charges if requested to do so by a tenant or secretary of a recognized tenant's association. It is our responsibility to form an opinion whether these schedules are a fair summary complying with the requirements of Section 21(5) of the Landlord & Tenant Act 1985 (as amended by the Landlord & Tenant Act 1987) and are sufficiently supported by accounts, receipts and other documents produced to us.

Opinion

In our opinion, these schedules are a fair summary complying with the requirements of Section 21(5) of the Landlord & Tenant Act 1985 (as amended by the Landlord & Tenant Act 1987) and are sufficiently supported by accounts, receipts and other documents produced to us.

Thomas David
Chartered Accountants
and Registered Auditors
Mercer House
10 Watermark Way
Hertford
Hertfordshire



Dated: 10.1.06

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