

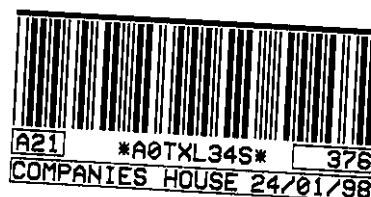
Registered Number: 2306031

In England and Wales

THE LARCHES MANAGEMENT COMPANY LIMITED

ANNUAL REPORT AND ACCOUNTS

FOR THE YEAR ENDED 31ST MARCH 1997



THE LARCHES MANAGEMENT COMPANY LIMITEDREPORT OF THE DIRECTORS

The Directors present their annual report with the accounts of the Company for the year ended 31st March 1997.

PRINCIPAL ACTIVITY

The principal activity of the Company in the year under review was that of a non profit making management company.

DIRECTORS

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

	<u>1.4.96</u>	<u>31.3.97</u>
Ms. J.A. Dickinson	1	1
Ms. A. Ruckley	1	1
S. Finch Esq.	1	1
Ms. R.A. Jacobs	1	1
Ms. J.E. Morris	1	1
Ms. L.M. Young (Res. 5.11.96)		

DIRECTORS RESPONSIBILITIES

Company law requires the Directors to prepare accounts 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 accounts, the Directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- follow applicable accounting standards, subject to any material departures disclosed and explained in the accounts;
- prepare the accounts 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 accounts 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, Cook and Partners, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

In preparing the above report, the Directors have taken advantage of special exemptions applicable to small companies.

Signed on Behalf of
The Board of Directors

..... S. D. Finch X
Director or Secretary

Approved by the Board on... 10/12/97...

AUDITORS REPORT UNDER THE LANDLORD AND TENANT ACT 1985

(AS AMENDED BY LANDLORD AND TENANT ACT 1987)

TO THE MEMBERS OF THE LARCHES MANAGEMENT COMPANY LIMITED

We have audited the Income and Expenditure Account on Appendix A and reviewed the financial statements on pages 4 and 5 from the vouchers and explanations supplied to us and confirm that, in our opinion, the Income and Expenditure Account correctly shows the expenditure incurred on The Larches Management Company Limited for the year ended 31st March 1997 and complies with the Landlord and Tenant Act 1985 (as amended by the Landlord and Tenant Act 1987).

Manufactory House,
Bell Lane,
Hertford,
Hertfordshire.

Cook and Partners

Cook and Partners
Chartered Accountants
and Registered Auditors

.....19/1/98.....Date

THE LARCHES MANAGEMENT COMPANY LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH 1997

	1997	1996
	-----	-----
	£	£
TURNOVER (Note 1)	5,760	5,840

Adjustment to Arrears (Note 8)	-	(41)
	-----	-----
	5,760	5,799
Administrative Expenses	7,609	4,911
	-----	-----
OPERATING PROFIT / (LOSS)	(1,849)	888

Interest Payable and Bank Charges	(97)	(144)
Interest Receivable	134	137
	-----	-----
PROFIT / (LOSS) ON ORDINARY		

ACTIVITIES before Taxation (Note 6)	(1,812)	881

TAXATION		

Corporation Tax at 24% (25%)	32	34
	-----	-----
	(1,844)	847
RETAINED PROFIT / (LOSS) brought forward	3,864	3,017

RETAINED PROFIT / (LOSS) carried forward	£2,020	£3,864
-----	=====	=====

TOTAL RECOGNISED GAINS AND LOSSES

The Company has no recognised gains or losses other than the profit or loss for the above two financial years.

CONTINUING OPERATIONS

None of the Company's activities were acquired or discontinued during the current or previous financial year.

The notes on pages 6 and 7 form a part of these financial statements.

BALANCE SHEET AT 31ST MARCH 1997

	1997		1996	
	£	£	£	£
CURRENT ASSETS				
Debtors (Note 2)		7,056		9,367
Prepaid Expenses (Note 3)		56		75
		7,112		9,442
Deduct: CREDITORS amounts falling due within one year				
Creditors (Note 4)	3,680		4,719	
Accrued Expenses (Note 5)	1,396	5,076	843	5,562
TOTAL NET ASSETS / (LIABILITIES)		£2,036		£3,880
Represented by:-				
SHARE CAPITAL				
Authorised	No	£	No	£
Ordinary Shares of £1 each	16	£16	16	£16
Issued and Fully Paid				
Ordinary Shares of £1 each	16	16	16	16
PROFIT AND LOSS ACCOUNT		2,020		3,864
		£2,036		£3,880

For the year in question, the Company was entitled to exemptions from audit under section 249A (1) of the Companies Act 1985. No notice has been deposited under section 249B (2) of the Act in relation to the accounts for the financial year. The Directors have acknowledged their responsibility for

- ensuring the Company keeps accounting records which comply with section 221 of the Companies Act 1985; and
- preparing accounts which give a true and fair view of the state of affairs of the Company, as at the end of the financial year in accordance with the requirements of section 226 of the Companies Act 1985, and which otherwise comply with the requirements of the Act relating to accounts, so far as applicable to the Company.

The Directors have taken advantage of special exemptions conferred by Schedule 8 of the Companies Act 1985 applicable to small companies on the grounds that, in their opinion, the Company is entitled to those exemptions.

The notes on pages 6 and 7 form a part of these financial statements.

These accounts were approved by the Board of Directors on 10/12/ 1997.

Signed on behalf of the Board of Directors S. D. Finch Director

THE LARCHES MANAGEMENT COMPANY LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 1997

1. ACCOUNTING POLICIES

Basis of Accounting

The financial statements have been prepared in accordance with United Kingdom Accounting Standards.

Turnover

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

Cashflow Statement

The Company is exempt from the requirement to prepare a cashflow statement as it is entitled to the exemptions for small companies financial statements set out in sections 246 to 249 Companies Act 1985.

2. DEBTORS: Made up as follows:-

----- (Amounts owed to the Company)

	1997	1996
	-----	-----
	£	£
Maintenance Charges in Arrear	3,053	3,394
Agents Current Account	4,003	5,973
	-----	-----
	£7,056	£9,367
	=====	=====

3. PREPAID EXPENSES: Made up as follows:-

----- (Amounts that have been paid for but are in respect of the next Accounting Period)

	1997	1996
	-----	-----
	£	£
Insurance	56	54
Electricity	-	21
	-----	-----
	£56	£75
	=====	=====

4. CREDITORS: Made up as follows:-

----- (Amounts owed by the Company)

	1997	1996
	-----	-----
	£	£
Maintenance Charges in Advance	3,600	4,619
Corporation Tax	80	100
	-----	-----
	£3,680	£4,719
	=====	=====

THE LARCHES MANAGEMENT COMPANY LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 1997

5. ACCRUED EXPENSES: Made up as follows:-

----- (Amounts owed by the Company for expenses incurred during the Current Accounting Period but not yet paid for)	1997	1996
	----	----
	£	£
Communal Electricity Charges	17	8
General Cleaning and Maintenance	898	477
Door Security System	29	-
Accountancy Charges	367	358
Deferred Payment Charge	85	-
	-----	-----
	£1,396	£843
	=====	=====

6. PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION

The Profit / (Loss) on ordinary activities
before taxation is stated after (charging)
crediting the following:-

Bank Charges and Interest Paid	(97)	(144)
Interest Received	134	137

7. RECONCILIATION OF MOVEMENT ON SHAREHOLDERS FUNDS

Opening Balance (Deficit) of funds at 1st April 1996	3,880	3,033
Profit/(Loss) for year after Taxation	(1,844)	847
	-----	-----
Closing Balance (Deficit) at 31st March 1997	£2,036	£3,880
	=====	=====

8. ADJUSTMENT TO ARREARS

This represents an adjustment to the Maintenance Charges Receivable,
Arrears of Maintenance Charges collectable from residents and Debt
Collection Charges Recoverable for previous accounting periods.