

COMPANY NUMBER 2375696
ENGLAND AND WALES

PAGE 1

NORMANDY COURT MANAGEMENT ASSOCIATION LIMITED
FINANCIAL STATEMENTS
YEAR ENDED 31 AUGUST 1996



NORMANDY COURT MANAGEMENT ASSOCIATION LIMITED
INDEX TO THE FINANCIAL STATEMENTS
YEAR ENDED 31ST AUGUST 1996

| | |
|--------|-----------------------|
| PAGE 2 | INDEX TO THE ACCOUNTS |
| PAGE 3 | COMPANY INFORMATION |
| PAGE 4 | DIRECTORS REPORT |
| PAGE 5 | PROFIT & LOSS ACCOUNT |
| PAGE 6 | BALANCE SHEET |
| PAGE 7 | ACCOUNTING POLICIES |
| PAGE 8 | NOTES TO THE ACCOUNTS |
| PAGE 9 | TRADING & PROFIT LOSS |

NORMANDY COURT MANAGEMENT ASSOCIATION LIMITED

COMPANY INFORMATION

REGISTERED OFFICE

3 NORMANDY COURT,
SHORE ROAD,
WARSASH,
HAMPSHIRE
SO31 9FS

COMPANY NO.

2375696

BANKERS

BARCLAYS BANK PLC
PARK GATE BRANCH,
PORTSDOWN GROUP,
P O BOX 6,
PORTSMOUTH
PO6 3DH

SOLICITORS

BLAKE LAPTHORN,
NEW COURT,
1 BARNES WALLIS ROAD,
SEGENSWORTH
FAREHAM
PO15 5UA

NORMANDY COURT MANAGEMENT ASSOCIATION LIMITED

REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31ST AUGUST 1995

The Directors present their annual report with the accounts for the year.

ACTIVITY

The main activity of the Company was that of property management and maintenance of Normandy Court.

CLOSE COMPANY

The Company is a close company within the provisions of the Income and Corporation Taxes Act 1988.

DIRECTORS & THEIR INTERESTS

The Directors at the year end and their interests in the share capital of the Company were as follows:

| Name of Directors | 1995 | 1996 |
|--------------------------------|------|------|
| I. Worman [appointed Oct 94] | 1 | 1 |
| J. Hampton [appointed Sep. 95] | - | 1 |

Company Law requires the Directors to prepare accounts for each financial year which give a true and fair view of the state of affairs of the company and of the profit of the company for the year. 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 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 accounts 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.

ACCOUNTS

The Directors have chosen to elect for Audit Exemption under the terms of the 1994 Amendment of the Companies Act 1985, and the accounts have been prepared by R W Arden as administrator to the Company.

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

OPINION

In the opinion of the Directors the accounts give a true and fair view of the state of the company's affairs at the Balance Sheet date and of its trading results for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies.

Signed on behalf of the
Board of Directors


Director

10 September 1996

NORMANDY COURT MANAGEMENT ASSOCIATION LIMITED
 TRADING & PROFIT & LOSS ACCOUNT
 FOR THE YEAR ENDED 31ST AUGUST 1996

| | 1996 | 1995 |
|--|--------|--------|
| GROSS PROFIT | 4100 | 4100 |
| OPERATING EXPENSES | [2973] | [3806] |
| | ---- | ---- |
| OPERATING [LOSS]/PROFIT | 1127 | 294 |
| OTHER INCOME | 106 | 104 |
| | ---- | ---- |
| PROFIT ON ORDINARY ACTIVITIES BEFORE TAX | 1233 | 398 |
| TAX ON PROFIT ON ORDINARY ACTIVITIES | [26] | 26 |
| | ---- | ---- |
| PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION AFTER CHARGING | 1207 | 372 |
| ADMIN. FEES | [1200] | [1100] |
| | ---- | ---- |
| PROFIT [LOSS]FOR THE FINANCIAL YEAR | 7 | [728] |
| | ---- | ---- |
| STATEMENT OF SHAREHOLDERS FUNDS | | |
| PROFIT[Loss] for the financial year after tax | 7 | [728] |
| DIVIDENDS | 0 | 0 |
| | ---- | ---- |
| | 7 | [728] |
| Opening Shareholders Funds at 1 Sept. | 3806 | 4534 |
| | ---- | ---- |
| Closing Shareholders Funds at 31 Aug | 3813 | 3806 |
| | ---- | ---- |

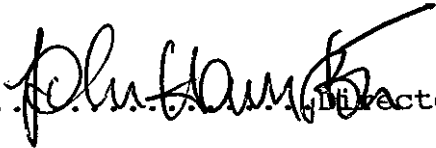
NORMANDY COURT MANAGEMENT ASSOCIATION LIMITED
BALANCE SHEET AT 31ST AUGUST 1996

| | 1996 | 1995 |
|---------------------------------|-------|-------|
| Freehold Property | 0 | 0 |
| CURRENT ASSETS | | |
| Prepayment & Others | 20 | 186 |
| Service Charge Arrears 93/94/95 | 0 | 151 |
| Cash at Bank - deposit | 3559 | 3720 |
| Cash at Bank - current | 160 | 577 |
| Cash in Hand | 100 | 21 |
| | ----- | ----- |
| | 3839 | 4655 |
| | ----- | ----- |
| CURRENT LIABILITIES | | |
| Accruals | 0 | 794 |
| Taxation | 26 | 55 |
| | ----- | ----- |
| | 26 | 849 |
| | ----- | ----- |
| NET ASSETS | 3813 | 3806 |
| | ----- | ----- |
| CAPITAL AND RESERVES | | |
| Share Capital | 12 | 12 |
| Profit and loss account | 3801 | 3794 |
| | ----- | ----- |
| | 3813 | 3806 |
| | ----- | ----- |

The Directors have taken advantage of the exemptions conferred by Part III of Schedule 8 to the Companies Act 1985 and confirm that no notice has been deposited under Section 249b(2), that they have elected for Audit Exemption under Section 249a(1), and have done so on the grounds that, in their opinion, the Company is entitled to those exemptions as a small Company.

In the preparation of the Company's annual accounts, the Directors have kept accounting records which comply with Sections 226 and 221 of the Companies Act 1985.

Signed on behalf of the Board of Directors

.......... Director

10 September 1996

NORMANDY COURT MANAGEMENT ASSOCIATION LIMITED
ACCOUNTING POLICIES
FOR THE YEAR ENDED 31ST AUGUST 1996

1. BASIS OF ACCOUNT

The accounts are prepared under the historical cost convention.

2. TURNOVER

The turnover represents service charges received in respect of management and maintenance.

3. DEPRECIATION

The Company does not provide depreciation on the Freehold Property.

4. TAXATION

The Company's accounting policy is to make no provision for deferred taxation.

The Company's operations consist wholly of mutual trading and consequently is only liable to taxation on investment income.

NORMANDY COURT MANAGEMENT ASSOCIATION LIMITED

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31ST AUGUST 1996

| | 1996 | 1995 |
|------------------------|------|------|
| <u>2 TAXATION</u> | | |
| <u>CORPORATION TAX</u> | | |

Provision has been made for UK Corporation Tax at 25% of taxable profits.

| | | |
|--------------|----|----|
| Current Year | 26 | 25 |
| | -- | -- |

3 SHARE CAPITAL

| | | |
|-----------------------|----|----|
| Authorised; | | |
| Ordinary 1 Shares | 12 | 12 |
| | -- | -- |
| Issued and Fully Paid | | |
| Ordinary 1 Shares | 12 | 12 |

4 CAPITAL COMMITMENTS

There were no capital commitments at the Balance Sheet date [1996 - nil]

5 CONTINGENT LIABILITY

There were no contingent liabilities at the Balance Sheet date [1996 - nil]

6 FREEHOLD PROPERTY

The company occupies the freehold premises which will be transferred into the management company at the completion of the development by the liquidator of the developer.

NORMANDY COURT MANAGEMENT ASSOCIATION LIMITED
 TRADING & PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED
 31ST AUGUST 1996

| | 1996 | 1995 |
|---|-------|-------|
| Service Charges - flats | 2880 | 2880 |
| Service Charges - shops | 1220 | 1220 |
| | ----- | ----- |
| | 4100 | 4100 |
| <u>LESS OVERHEADS</u> | | |
| Water rates | 31 | 37 |
| Electricity | 301 | 195 |
| Garden Upkeep | 63 | 25 |
| Property insurance | 1511 | 1473 |
| Repairs & renewals | 1008 | 1911 |
| Stationery | 41 | 25 |
| Sundry | 0 | 96 |
| Bank Charges | 0 | 12 |
| Annual Return fee | 18 | 32 |
| Admin. fees | 1200 | 1100 |
| | ----- | ----- |
| | 4173 | 4906 |
| | ----- | ----- |
| | [73] | [806] |
| Directors Remuneration | 0 | 0 |
| Bank interest received [net] | 80 | 78 |
| | ----- | ----- |
| | 80 | 78 |
| | ----- | ----- |
| Net surplus [loss] for the year before tax | 7 | [728] |
| | ----- | ----- |