

Company Registration No. 4112860 (England and Wales)

WATFORD WAY (HENDON) MANAGEMENT CO. LIMITED
(LIMITED BY GUARANTEE AND NOT HAVING A SHARE CAPITAL)
DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2004



WATFORD WAY (HENDON) MANAGEMENT CO. LIMITED
(LIMITED BY GUARANTEE AND NOT HAVING A SHARE CAPITAL)
COMPANY INFORMATION

Directors	F Fortunato O C Shaw Sinclair Property Limited N Grant (Appointed 3 November 2004)
Secretary	S Y Day
Company number	4112860
Registered office	67/69 George Street London W1U 8LT
Auditors	Sharpe Fairbrother Chartered Accountants 67/69 George Street London W1U 8LT

WATFORD WAY (HENDON) MANAGEMENT CO. LIMITED
(LIMITED BY GUARANTEE AND NOT HAVING A SHARE CAPITAL)
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WATFORD WAY (HENDON) MANAGEMENT CO. LIMITED
(LIMITED BY GUARANTEE AND NOT HAVING A SHARE CAPITAL)
DIRECTORS' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2004

The directors present their report and financial statements for the year ended 31 December 2004.

Principal activities

The principal activity of the company continued to manage and maintain the properties known as Wilshaw Close and Johnson Court, Watford Way, Hendon, London NW4.

Directors

The following directors have held office since 1 January 2004:

F Fortunato

L Woolfman

(Resigned 16 February 2004)

O C Shaw

Sinclair Property Limited

N Grant

(Appointed 3 November 2004)

Auditors

Sharpe Fairbrother were appointed auditors to the company and in accordance with section 385 of the Companies Act 1985, a resolution proposing that they be re-appointed will be put to the Annual General Meeting.

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 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 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.

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



Sinclair Property Limited

Director

2 February 2005

**WATFORD WAY (HENDON) MANAGEMENT CO. LIMITED
(LIMITED BY GUARANTEE AND NOT HAVING A SHARE CAPITAL)
INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF WATFORD WAY (HENDON) MANAGEMENT CO. LIMITED**

We have audited the financial statements of Watford Way (Hendon) Management Co. Limited on pages 3 to 6 for the year ended 31 December 2004. 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 the directors and auditors

As described in the statement of directors' responsibilities on page 1 the company's directors are responsible for the preparation of the 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 misstatements within it.

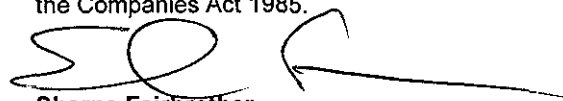
Basis of audit opinion

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 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 31 December 2004 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.


Sharpe Fairbrother

Chartered Accountants
Registered Auditor

2 February 2005

67/69 George Street
London W1U 8LT

WATFORD WAY (HENDON) MANAGEMENT CO. LIMITED
(LIMITED BY GUARANTEE AND NOT HAVING A SHARE CAPITAL)
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2004

		2004	2003
	Notes	£	£
Turnover		38,641	32,088
Administrative expenses		(33,319)	(32,592)
		<hr/>	<hr/>
Profit/(loss) on ordinary activities before taxation	2	5,322	(504)
Tax on profit/(loss) on ordinary activities	3	-	-
		<hr/>	<hr/>
Retained profit/(loss) for the year	6	<u>5,322</u>	<u>(504)</u>

WATFORD WAY (HENDON) MANAGEMENT CO. LIMITED
(LIMITED BY GUARANTEE AND NOT HAVING A SHARE CAPITAL)
BALANCE SHEET
AS AT 31 DECEMBER 2004

	Notes	2004 £	£	2003 £	£
Current assets					
Debtors	4	8,591		7,909	
Cash at bank and in hand		6,183		623	
		<u>14,774</u>		<u>8,532</u>	
Creditors: amounts falling due within one year	5	<u>(8,468)</u>		<u>(7,548)</u>	
Total assets less current liabilities			<u>6,306</u>		<u>984</u>
Reserves					
Profit and loss account	6		<u>6,306</u>		<u>984</u>
Members' funds			<u>6,306</u>		<u>984</u>

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective June 2002).

The financial statements were approved by the Board on 2 February 2005

Sinclair Property Limited
 Director



WATFORD WAY (HENDON) MANAGEMENT CO. LIMITED
(LIMITED BY GUARANTEE AND NOT HAVING A SHARE CAPITAL)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2004

1 Accounting policies

1.1 Accounting convention

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

1.2 Turnover

Turnover represents service charges receivable from members.

2 Operating profit/(loss)	2004	2003
	£	£
Operating profit/(loss) is stated after charging:		
Auditors' remuneration	1,029	999
	<u> </u>	<u> </u>

3 Taxation

No provision has been made for corporation tax on the basis that the company is not run with a view to making a profit.

4 Debtors	2004	2003
	£	£
Trade debtors	1,817	292
Other debtors	6,774	7,617
	<u> </u>	<u> </u>
	<u>8,591</u>	<u>7,909</u>

5 Creditors: amounts falling due within one year	2004	2003
	£	£
Trade creditors	5,036	3,549
Other creditors	3,432	3,999
	<u> </u>	<u> </u>
	<u>8,468</u>	<u>7,548</u>

WATFORD WAY (HENDON) MANAGEMENT CO. LIMITED
(LIMITED BY GUARANTEE AND NOT HAVING A SHARE CAPITAL)
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2004

6 Statement of movements on profit and loss account

	Profit and loss account £
Balance at 1 January 2004	984
Retained profit for the year	5,322
	<hr/>
Balance at 31 December 2004	6,306
	<hr/>

7 Transactions with directors

During the year the company paid management fees of £6,023 to Sinclair Property Limited.

All the directors, other than Sinclair Property Limited, who are lessees paid their share of service charges in accordance with the terms of their leases.