

Company Registration No. 01660897 (England and Wales)

**SOMERSTOWN MANAGEMENT COMPANY LIMITED**

**FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 30 SEPTEMBER 2018**

**PAGES FOR FILING WITH REGISTRAR**

# **SOMERSTOWN MANAGEMENT COMPANY LIMITED**

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# SOMERSTOWN MANAGEMENT COMPANY LIMITED

## BALANCE SHEET

AS AT 30 SEPTEMBER 2018

	Notes	2018 £	£	2017 £	£
<b>Current assets</b>					
Debtors	3	16,406		19,684	
Cash at bank and in hand		287,389		266,059	
		<u>303,795</u>		<u>285,743</u>	
<b>Creditors: amounts falling due within one year</b>	4	<u>(18,553)</u>		<u>(20,404)</u>	
<b>Net current assets</b>			<u>285,242</u>		<u>265,339</u>
<b>Capital and reserves</b>					
Called up share capital	5		152		152
Reserves			<u>285,090</u>		<u>265,187</u>
<b>Total equity</b>			<u>285,242</u>		<u>265,339</u>

The directors of the company have elected not to include a copy of the profit and loss account within the financial statements.

These financial statements have been prepared and delivered in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the board of directors and authorised for issue on 10 December 2018 and are signed on its behalf by:

Ms A Bullen  
**Director**

**Company Registration No. 01660897**

# SOMERSTOWN MANAGEMENT COMPANY LIMITED

## STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 30 SEPTEMBER 2018

	Share capital	--- Flats reserves ---			-- Estate reserves --		Total
		Service charge account	Future major maintenance	Roof maintenance	Future major maintenance	Service charge account	
	£	£	£	£	£	£	£
<b>Balance at 1 October 2016</b>	152	12,873	37,496	106,402	48,694	61,813	267,430
<b>Year ended 30 September 2017:</b>							
Transfers to/(from)							
reserves	-	(645)	30,900	6,000	11,000	1,773	49,028
Net interest added	-	-	88	44	114	-	246
Expenditure funded from							
reserves	-	-	(38,943)	-	(12,422)	-	(51,365)
<b>Balance at 30 September 2017</b>	152	12,228	29,541	112,446	47,386	63,586	265,339
<b>Year ended 30 September 2018:</b>							
Transfers to/(from)							
reserves	-	2,476	34,700	6,000	11,700	(499)	54,377
Net interest added	-	-	41	44	65	-	150
Expenditure funded from							
reserves	-	-	(3,160)	(16,486)	(14,978)	-	(34,624)
<b>Balance at 30 September 2018</b>	152	14,704	61,122	102,004	44,173	63,087	285,242

# SOMERSTOWN MANAGEMENT COMPANY LIMITED

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 SEPTEMBER 2018

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### 1 Accounting policies

#### Company information

Somerstown Management Company Limited is a private company limited by shares incorporated in England and Wales. The registered office is Piper House, 4 Dukes Court, Bognor Road, Chichester, West Sussex, PO19 8FX.

#### 1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

#### 1.2 Going concern

At the time of approving the financial statements, the directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Thus the directors continue to adopt the going concern basis of accounting in preparing the financial statements.

#### 1.3 Turnover

Turnover represents total contributions receivable from the members to cover expenses incurred by the company in complying with its covenants and obligations to maintain and managed the flats and estate at Somerstown, Chichester.

#### 1.4 Cash at bank and in hand

Cash at bank and in hand are basic financial assets and include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

#### 1.5 Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the company's balance sheet when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

#### Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

# SOMERSTOWN MANAGEMENT COMPANY LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2018

### 1 Accounting policies

(Continued)

#### **Classification of financial liabilities**

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

#### **Basic financial liabilities**

Basic financial liabilities, including creditors, bank loans, loans from fellow group companies and preference shares that are classified as debt, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

#### 1.6 Equity instruments

Equity instruments issued by the company are recorded at the proceeds received, net of direct issue costs.

#### 1.7 Taxation

The company is liable to Corporation tax on its investment income only.

### 2 Service charge bank accounts

Service charge money was held in interest bearing bank accounts as follows:

- Barclays Bank Plc, Chichester under the name Somerstown Management Company Limited  
account numbers 90837482, 1087547 & 83452026

- Lloyds Bank Plc, Chichester under the name Somerstown Management Company Limited  
account number 33991360

- Barclays Bank Plc, Chichester in trust, under the title Stride and Son Limited re Somerstown Savings  
account number 23609081

### 3 Debtors

	2018	2017
Amounts falling due within one year:	£	£
Service charge arrears	3,856	7,444
Other debtors	12,550	12,240
	<u>16,406</u>	<u>19,684</u>

# SOMERSTOWN MANAGEMENT COMPANY LIMITED

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 SEPTEMBER 2018

### 4 Creditors: amounts falling due within one year

	2018	2017
	£	£
Corporation tax	73	62
Other creditors	18,480	20,342
	<u>18,553</u>	<u>20,404</u>

### 5 Called up share capital

	2018	2017
	£	£
<b>Ordinary share capital</b>		
<b>Issued and fully paid</b>		
152 Ordinary of £1 each	152	152
	<u>152</u>	<u>152</u>

### 6 Audit report information

As the income statement has been omitted from the filing copy of the financial statements the following information in relation to the audit report on the statutory financial statements is provided in accordance with s444(5B) of the Companies Act 2006:

The auditor's report was unqualified.

The senior statutory auditor was Claire Norwood BSc FCA ATII.  
The auditor was Jones Avens Limited.

### 7 Designated reserves

#### Estate Service Charge Account

The estate service charge account represents the unexpended sums collected in respect of the Somerstown Estate service charge.

#### Estate Future Major Maintenance Reserve

Sums have been designated for the future major maintenance of the Somerstown Estate, this includes the previous wall and roadway reserve.

#### Flats Roof Replacement Reserve

Sums have been set aside for the repair and replacement of the flats roofs, these sums are held in a separate designated deposit account.

#### Flats Future Major Maintenance Reserve

Sums have been designated for the future major maintenance of the flats, this includes the previous painting fund.

#### Flat Service Charge Account

The flat service charge account represents the unexpended sums collected in respect of the flats service charge.

## **SOMERSTOWN MANAGEMENT COMPANY LIMITED**

### **NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

***FOR THE YEAR ENDED 30 SEPTEMBER 2018***

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#### **8 Control**

Each owner of a property within the Somerstown Estate holds one share in the company and the company is controlled by its members.

#### **9 Related party transactions**

The directors are all members of the company and also owners of the properties managed by the company. As such they are required to pay estate charges of £330 (2017 - £312) and, if owners of a flat, a flat service charge of £945 (2017 - £900) in line with all other owners. No directors had any material outstanding balances at the year end.

#### **10 Non-audit services provided by auditor**

In common with many businesses of our size and nature we use our auditor to prepare and submit returns to the tax authorities and assist with the preparation of the financial statements.



This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.