

1/9/96

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Corner Green Residents Society Limited
Report Of The Directors

The directors present herewith their report and the financial statements for the year ended 31 March 1996.

Principal Activities

The Company manages the external decoration of the houses and garages, and the maintenance of the surrounding gardens of Corner Green, Pond Road, Blackheath, London SE3 9JJ.

Directors & Their Interest In Shares Of The Company

The directors during the year and their interests in the 'A' Ordinary shares were:-

	1996	1995
Simon Garmston (Chairman)	1	1
Andrew Minter (Resigned 1 September 1996)	1	1
Neil MacCormick	1	1
Claude Perera (Resigned 1 September 1996)	1	1
Arum Sivanayagam	1	1
Biddy McFarlane (Elected 7 February 1996)	1	1
Philip Astell (Elected 1 September 1996)	1	1

Director's Responsibilities

Company law requires the Directors to prepare financial statements for each Company and of the profit and loss of the Company for that period. In preparing those financial statements the Directors are required to:

- (i) select suitable accounting policies and apply them consistently;
- (ii) make judgements and estimates that are reasonable and prudent; and
- (iii) prepare the financial statements 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 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 prevention and detection of fraud and other irregularities.

Corner Green Residents Society Limited
Report Of The Directors (Continued)

Review Of Business

The directors are satisfied with the results for the year and the financial position of the Company.

Fixed Assets

The Company owned no fixed assets during the year.

Dividends

The directors do not recommend any dividends and propose that the operating surplus for the year is carried forward to meet future operating expenses.

Tax Status

The Company is not a close company within the meaning of the Income and Corporation Taxes Act 1988.

Auditors

Porter Garland Chartered Accountants have signified their willingness to be reappointed as registered auditor.

By Order Of The Board

(Director)
1 September 1996

Registered Office:
Portland House
Park Street
Bagshot
Surrey

Corner Green Residents Society Limited
Profit and Loss Account

	Year Ended 31 March	
	1996	1995
	£	£
Income		
Maintenance Contributions	11,592	14,628
Deposit Account Interest	2,904	1,827
Other Income	493	0
	14,989	16,455
Expenses		
Garden Maintenance	(4,731)	(4,600)
General Repairs	(527)	(672)
Cator Estate Road Charges	(850)	(767)
Electricity	(755)	(769)
Water	(198)	(155)
Legal and Professional Fees	(500)	(450)
Administration & Other Expenses	(404)	(385)
Total Operating Expenses	(7,965)	(7,798)
Operating Surplus For Year	7,024	8,657
Provision For Maintenance	(6,298)	(8,200)
Profit On Ordinary Activities Before Tax	726	457
Taxation	(726)	(457)
Profit On Ordinary Activities After Tax	0	0
Extraordinary Item (Note 3)	0	25,000
Profit For The Financial Year	0	25,000

Statement Of Total Recognised Gains And Losses

The Company had no recognised gains or losses other than the profit for the financial year shown above.

The notes on pages 5 to 6 form part of these financial statements

Corner Green Residents Society Limited
Balance Sheet

	Year Ended 31 March	
	1996	1995
	£	£
Fixed Asset Investments		
Investment In Cator Estate Residents Association Limited	25	25
Current Assets		
Contributions Due	3,032	2,459
Sundry Debtors	0	145
Cash At Bank - Current Account	4,247	2,590
Cash At Bank - Deposit Account	56,330	65,152
	63,609	70,346
Current Liabilities		
Contributions Received In Advance	(1,768)	(2,205)
Taxation due	(3,655)	(3,655)
Sundry Creditors	(2,772)	(1,368)
	(8,195)	(7,228)
Total Assets Less Current Liabilities	55,439	63,143
Provisions For Liabilities & Charges (Note 5)	(30,296)	(38,000)
	25,143	25,143
Share Capital & Reserves		
Called Up Share Capital	143	143
Profit and Loss Account	25,000	25,000
	25,143	25,143

Approved By The Board Of Directors On ³ ~~1~~ September 1996
 Simon Garmston (Director)
 Philip Astell (Director)

The notes on pages 5 to 6 form part of these financial statements

Corner Green Residents Society Limited
Accounting Policies and Notes to the Financial Statements

Accounting Policies

(1) Basis of Accounting

The financial statements have been prepared under the historical cost convention

(2) Cash Flow Statement

A cash flow statement has not been included because the Company, as a small reporting entity, is exempt from the requirement to do so.

Notes To The Financial Statements

(1) Continuing Operations

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

(2) Taxation

The Company is liable to tax on investment income but is not liable to tax on surplus income from members.

(3) Extraordinary Item

During the year to 31 March 1995 the Company granted a right of access over its land for an amount, 'net of expenses, of £28,655. Capital Gains tax arising on this transaction of £3,655 was provided in that year, giving a gain net of tax of £25,000.

(4) Fixed Assets

The Company had no tangible fixed assets as at 31 March 1996 or 1995.

(5) Provisions For Liabilities and Charges

Details of the movement on provisions for liabilities and charges were:-

	As At 31 March	
	1996	1995
	£	£
Amount Brought Forward	38,000	29,800
Payment in respect of redecoration of houses	(14,002)	0
Amount provided in the year	6,298	8,200
Amount Carried Forward	<u>30,296</u>	<u>38,000</u>

Corner Green Residents Society Limited
Accounting Policies and Notes to the Financial Statements

(6) Share Capital

The authorised share capital of the Company comprises 80 'A' and 120 'B' ordinary shares of £1 each. Details of the share capital issued and fully paid are set out below.

	As At 31 March	
	1996	1995
	£	£
Ordinary 'A' Shares of £1 each	23	23
Ordinary 'B' Shares of £1 each	120	120
	<u>143</u>	<u>143</u>

(7) Shareholder's funds

There were no movements on shareholder's funds during the year other than those shown in the profit and loss account on page 3.

(8) Capital Commitments and Contingent Liabilities

The Company had no capital commitments or contingent liabilities as at 31 March 1996 or 1995.

Corner Green Residents Society Limited
Auditors' Report

To the members of Corner Green Residents Society Limited:-

We have audited the financial statements on pages 3 to 6 which have been prepared under the historical cost convention.

Respective Responsibilities Of Directors and Auditors

As described on page 1 the Company's Directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

Basis Of Opinion

We conducted our audit in accordance with 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 March 1996 and of its surplus for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

Porter Garland
Chartered Accountants
Registered Auditor
1 September 1996

Portland House
Park Street
Bagshot
Surrey