

CORNER GREEN RESIDENTS SOCIETY LIMITED

Annual Reports and Accounts
for the year ended 31st March 2006

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CORNER GREEN RESIDENTS SOCIETY LIMITED

Directors' Report

The Directors present herewith their report and the financial statements for the year ended 31st March 2006.

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 and Their Interests in Shares of the Company

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

	<u>31.3.2006</u>	<u>31.3.2005</u>
Mark Helm	1	1
Rosie Hewson	1	1
Simon Tilford	1	1
Anne Macfarlane	1	1
Nigel Brookes – appointed 5th August 2005	1	1

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:-

- i) Select suitable accounting policies and then apply them consistently;
- ii) Make judgements and estimates that are reasonable and prudent;
- iii) Comply with applicable accounting standards subject to any material departures disclosed and explained in the financial statements; and
- iv) 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.

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CORNER GREEN RESIDENTS SOCIETY LIMITED

Directors' Report

Auditors

The auditors, Porter Garland Limited, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

The report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

Signed on behalf of
the Board of Directors

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David Howes
Secretary

Approved by the Board on2006.

Registered Office:-

Portland House,
Park Street,
Bagshot,
Surrey.

Company Number - 626482

CORNER GREEN RESIDENTS SOCIETY LIMITED

Independent Auditors' Report

TO THE MEMBERS OF CORNER GREEN RESIDENTS SOCIETY LIMITED

We have audited the financial statements of Corner Green Residents Society Limited for the year ended 31st March 2006 which comprise the Profit and Loss Account, the Balance Sheet, and the related notes. These financial statements have been prepared 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 Directors and Auditors

As described in the Statement of Directors' Responsibilities the Company's Directors are responsible for the preparation of financial statements in accordance with applicable law and United Kingdom Accounting Standards (UK GAAP).

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

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 misstatement within it.

Basis of Audit Opinion

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) 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, in accordance with UK GAAP, of the state of the Company's affairs as at 31st March 2006 and of its surplus for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

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2006

Porter Garland Limited

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Portland House
Park Street

CORNER GREEN RESIDENTS SOCIETY LIMITED

Profit and Loss Account

for the year ended 31st March 2006

<u>Income</u>	<u>2006</u>	<u>2005</u>
Maintenance contributions receivable	24,840	24,452
Deposit account interest	551	606
Receipt from granting right of way	405	543
Other interest	20	-
Other income	20	65
	-----	-----
	25,836	25,666
<u>Expenditure</u>		
Garden maintenance	4,902	6,612
General repairs	437	579
Cator estate road charges	3,025	2,930
Electricity	409	548
Water rates	132	132
Audit and accountancy fee	588	494
Professional fees	500	-
Insurance	420	420
Administration and other expenses	119	184
	-----	-----
	10,532	11,899
	-----	-----
<u>Surplus for the Year</u>	<u>£ 15,304</u>	<u>£ 13,767</u>
	=====	=====

In each of the years shown above, the only gain/loss recognised by the Company was the gain/loss for the year, all of the activities undertaken by the Company were continuing activities, and the reported gain/loss was found under the historical cost convention.

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

CORNER GREEN RESIDENTS SOCIETY LIMITED

Balance Sheet: 31st March 2006

	<u>Note</u>	<u>2006</u>	<u>2005</u>
<u>Fixed Asset Investments</u>			
Investment in Cator Estate Residents Association Limited		25	25
<u>Current Assets</u>			
Contributions due		-	39
Sundry debtors and prepayments		122	122
Cash at bank:			
Current account		6,382	8,781
Deposit account		37,640	21,234
		-----	-----
		44,144	30,176
		-----	-----
<u>Current Liabilities</u>			
Contributions received in advance		1,247	1,566
Sundry creditors and accruals	3	1,397	1,675
Painting retention		-	739
		-----	-----
		2,644	3,980
		-----	-----
<u>Net Current Assets</u>		41,500	26,196
		-----	-----
		£ 41,525	£ 26,221
		=====	=====
<u>Share Capital and Reserves</u>			
Called up share capital	7	23	143
Profit and loss account			
Balance brought forward		11,638	11,638
Surplus for the year		15,304	13,767
		-----	-----
		26,942	25,405
Transfer to redecoration reserve		(13,375)	(13,767)
Transfer to contingencies reserve		(2,000)	-
		-----	-----
		11,567	11,638
Redecoration reserve	4	27,815	14,440
Contingencies reserve	5	2,000	-
Capital redemption reserve	6	120	-
		-----	-----
		£ 41,525	£ 26,221
		=====	=====

The accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

Signed on behalf of
the Board of Directors

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Director

Approved by the Board on 2006.

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

CORNER GREEN RESIDENTS SOCIETY LIMITED

Accounting Policies and Notes to the Financial Statements

for the year ended 31st March 2006

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) **Taxation**

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

(2) **Fixed Assets**

The Company does not own any tangible fixed assets.

(3) **Sundry Creditors and Accruals**

	<u>2006</u>	<u>2005</u>
Audit and accountancy fee	588	494
Cator estate road charges	748	716
Administration and other expenses	15	15
Electricity	46	29
Garden maintenance	-	421
	-----	-----
	£ 1,397	£ 1,675
	=====	=====

(4) **Redecoration Reserve**

Amount brought forward	14,440	32,057
Payment in respect of redecoration of houses	-	(31,384)
Amount transferred from profit and loss account	13,375	13,767
	-----	-----
<u>Amount Carried Forward</u>	£ 27,815	£ 14,440
	=====	=====

(5) **Contingencies Reserve**

Amount transferred from profit and loss account	2,000	-
	-----	-----
<u>Amount Carried Forward</u>	£ 2,000	£ -
	=====	=====

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CORNER GREEN RESIDENTS SOCIETY LIMITED

Accounting Policies and Notes to the Financial Statements

for the year ended 31st March 2006

(6) **Capital Redemption Reserve**

	<u>2006</u>	<u>2005</u>
Ordinary 'B' share capital cancelled	120	-
	-----	-----
<u>Amount Carried Forward</u>	£ 120	£ -
	=====	=====

(7) **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.

Ordinary 'A' Shares of £1 each	23	23
Ordinary 'B' Shares of £1 each	-	120
	-----	-----
	£ 23	£ 143
	=====	=====

The 120 Ordinary 'B' Shares were effectively repurchased from the original developer for nil consideration and cancelled back in 1987.

(8) **Reconciliation of Movements in Shareholders' Funds**

Profit and Loss Account – surplus for the year	15,375	13,767
Ordinary 'B' share capital cancelled	(120)	-
Transfer to capital redemption reserve	120	-
	-----	-----
Net additions to shareholders' funds	15,375	13,767
Opening shareholders' funds	26,221	12,454
	-----	-----
<u>Closing Shareholders' Funds</u>	£ 41,596	£ 13,767
	=====	=====