Company number:402421

TOTTON MASONIC HALL COMPANY LIMITED
REGISTERED OFFICE:
LEXBY HALL,
LEXBY ROAD,
TOTTON,
HAMPSHIRE

DIRECTORS' REPORT
AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2002

DAVID EARLEY & CO.
CHARTERED ACCOUNTANTS
KETTS HOUSE,
WINCHESTER ROAD,
CHANDLERS FORD,
HAMPSHIRE



REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31ST DECEMBER 2002

The directors present their annual report with the financial statements of the company for the year ended 31st December 2002.

PRINCIPAL ACTIVITY

The principal activity of the company continues to be the management and letting of the Masonic Hall, Totton, for Masonic and other social purposes.

DIRECTORS

The directors who served the company during the year under review were as follows:

R.J.R. Ames
T.A. Brewer
I.P. Buckett
M.M. Cross (appointed 23rd April 2002)
P.G. Earley
E.V. Gannaway
A.I. Gatrell
R.A. Hampton
J.E. Harber
W.E. Ireland
D.S. Martin
D.J. Nash
G.J. Paddick
G.L.E.R. Taite

None of the above named directors have any beneficial interest in the ordinary shares of the company.

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REPORT OF THE DIRECTORS (Continued)
FOR THE YEAR ENDED 31ST DECEMBER 2002

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.

AUDITORS

The auditors, David Earley & Co., will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

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

Approved by the board on 11 March 2003 (Date)

and signed on its behalf.

.....P.G. Earley
Secretary

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF TOTTON MASONIC HALL COMPANY LIMITED

We have audited the financial statements of Totton Masonic Hall Company Limited for the year ended 31st December 2002 which comprise the Profit and Loss Account, the Balance Sheet, the Cash Flow Statement and the related notes as set out on pages 4 to 9. 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 on page 7.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As described in the Statement of Directors' Responsibilities on page 2, the company's directors are responsible for the preparation of 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 misstatement within it.

BASIS OF OPINION

We conducted our audit in accordance with and 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 31st December 2002 and of its loss for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

David Earley & Co

DAVID EARLEY & CO.
CHARTERED ACCOUNTANTS AND REGISTERED AUDITORS
CHANDLERS FORD, HAMPSHIRE.

13th March 2003

PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31ST DECEMBER 2002

	Notes	2002	2001
TURNOVER			
Hiring income received		17005	19975
Administration expenses		23575	21437
OPERATING (LOSS)	(2)	(6570)	(1462)
Interest received on short term deposits		41	-
Interest paid on bank overdraft		-	(19)
(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION		(6529)	(1481)
Taxation	(3)	-	-
(LOSS) ON ORDINARY ACTIVITIES AFTER TAXATION		(6529)	(1481)
Balance brought forward		53481	54962
BALANCE CARRIED FORWARD		£46952	£53481

TOTTON MASONIC HALL COMPANY LIMITED
BALANCE SHEET AS AT 31ST DECEMBER 2002

	Notes	2002		2001	
TANGIBLE FIXED ASSETS	(4)		98231		103513
CURRENT ASSETS					
Trade debtors		848		1370	
Prepaid expenses		2265		2103	
Cash at bank and in hand		5750		4459	
		8863		7932	
CURRENT LIABILITIES					
CREDITORS amounts falling due within one year					
Income in advance		490		-	
Accrued expenses		2906		1918	
		3396		1918	
NET CURRENT ASSETS			5467		6014
TOTAL ASSETS LESS CURRENT LIABILITIES			103698		109527
CREDITORS Amounts falling due after more than one year	(5)		200		850
NET ASSETS			£103498		£108677
CAPITAL AND RESERVES					
Called up share capital	(6)		56546		55196
Profit and loss account			46952		53481
SHAREHOLDERS' FUNDS	(7)		£103498		£108677

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

The financial statements were approved by the board on 11 March 2003 and signed on its behalf.

..... I.P. Buckett
Director & Chairman

CASH FLOW STATEMENT
FOR THE YEAR ENDED 31ST DECEMBER 2002

RECONCILIATION OF OPERATING PROFIT TO NET CASH FLOW FROM OPERATIONS

	Notes	2002	2001
Operating (Loss)		(6529)	(1462)
Depreciation of tangible fixed assets		5944	6153
Decrease/(increase) in debtors		360	(367)
Increase in creditors		1478	1011
NET CASH INFLOW FROM OPERATIONS		1253	5335

CASH FLOW STATEMENT

Net cash inflow from operations		1253	5335
Net interest (paid)		-	(19)
Payments to acquire tangible fixed assets		(662)	(2360)
		591	2956
Cash received in respect of issue of new ordinary shares		700	850
INCREASE IN CASH	(8)	£1291	£3806

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2002

1. ACCOUNTING POLICIES

The financial statements have been based on the following accounting policies, which are consistent with the previous years unless otherwise stated.

Basis of preparation of financial statements

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

The financial statements have been prepared in accordance with applicable accounting standards.

Tangible fixed assets

Tangible fixed assets are stated at cost less accumulated depreciation.

Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, other their expected useful lives on the following basis:-

Freehold buildings	2% per annum (straight line basis)
Furniture, fittings & equipment	15% per annum (straight line basis)

Hiring income

The income from hiring is credited to the profit and loss account in the year in which it arises.

2. OPERATING (LOSS)

This is stated after charging:

	2002	2001
Directors' remuneration	Nil	Nil
Auditors' remuneration	630	627
Depreciation of tangible fixed assets	5944	6153
	=====	=====

NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31ST DECEMBER 2002

3. TAXATION

No taxation arises on the activities for the year.

The Inland Revenue have agreed that the net income derived from letting the company's premises to its member lodges is exempt from taxation on the grounds of mutuality.

4. TANGIBLE FIXED ASSETS

COST	Freehold Land and Buildings	Furniture Fittings & Equipment	Total
At 1st January 2002	89100	46393	135493
Additions	-	662	662
At 31st December 2002	89100	47055	136155
DEPRECIATION			
At 1st January 2002	3571	28409	31980
Provided during the year	1788	4156	5944
At 31st December 2002	5359	32565	37924
NET BOOK VALUE			
At 1st January 2002	£85529	£17984	£103513
At 31st December 2002	£83741	£14490	£98231

	2002	2001
5. CREDITORS - amounts falling due after more than one year		
Payments received on account of further issues of share capital (Note 6)	£200	£850

NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31ST DECEMBER 2002

6. SHARE CAPITAL

	2002	2001
Authorised :100,000 shares of £1 each	£100000	£100000
Allotted, called up and fully paid: 56546 (2001 - 55196) ordinary shares of £1 each	£56546	£55196

A further 1350 (2001 - 1250) ordinary shares of £1 each were issued during the year at par value.

During the year £200 (2001 - £850) was received from members on account of further share issues. The share certificates will be issued following the Annual General Meeting.

7. MOVEMENT ON SHAREHOLDERS' FUNDS

	2002	2001
(Loss) for the year	(6529)	(1481)
Issue of further share capital	1350	1250
Net movement in shareholders' funds	(5179)	(231)
Opening shareholders' funds	108677	108908
CLOSING SHAREHOLDERS' FUNDS	£103498	£108677

8. ANALYSIS OF MOVEMENTS IN CASH

	Opening Balance	Cash Flows	Closing Balance
Cash at bank and in hand	£4459	£1291	£5750