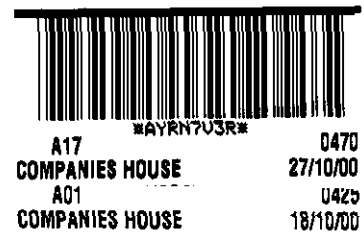


ROWENA ROAD ESTATE MANAGEMENT LIMITED
DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE FIFTEEN MONTHS ENDED 31 MARCH 2000



ROWENA ROAD ESTATE MANAGEMENT LIMITED

**Annual report
for the fifteen months ended 31 March 2000**

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ROWENA ROAD ESTATE MANAGEMENT**DIRECTORS AND ADVISERS****Chairman**

A. W. Stevens

Directors

A. W. Stevens
Dr. M. Lewis
Dr. D. Crouch
Mrs Y. Ferguson
Mr W. Launder
Mr T. Scutts

Company Secretary

Mrs N. Hooper

Registered office

30 Danehurst
Rowena Road
Westgate-on-Sea
Kent CT8 8QQ

Financial advisers

Reeves & Neylan
Victoria House
20-22 Albion Place
Ramsgate
Kent CT11 8HQ

Bankers

Barclays Bank Plc
107 Station Road
Birchington
Kent CT7 9RQ

ROWENA ROAD ESTATE MANAGEMENT LIMITED

DIRECTORS' REPORT

The Directors present their report and the financial statements for the fifteen months ended 31 March 2000.

Principal Activity

The principal activity of the Company is to manage and supervise the maintenance of the property occupied by the Members.

Annual General Meeting

All Members are urged to attend the Annual General Meeting so that they can be informed on matters affecting the Company and the property under its care.

Directors

The Directors of the Company during the period and their interests in the shares of the Company as recorded in the register of Directors' interests were as follows:

	31 March 2000 ORDINARY SHARES	1 January 1999 ORDINARY SHARES
Mrs E F Fitzgerald (retired 7 May 1999)	1	1
Dr M Lewis	1	1
Mrs P E Woodrow (retired 7 May 1999)	2	2
Mr S B Dadds (retired 7 May 1999)	1	1
Mr A W Stevens	3	3
Dr D Crouch (appointed 7 May 1999)	2	2
Mrs Y Ferguson (appointed 7 May 1999)	1	1
Mr T Scutts (appointed 6 February 2000)	2	2
Mr W Launder (appointed 7 May 1999)	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:

- 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.

Small Company Rules

These accounts are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities.

Signed on behalf of the Board 14 April 2000.



Mrs N Hooper

Secretary

ROWENA ROAD ESTATE MANAGEMENT LIMITED

GENERAL RESERVE FUND ACCOUNT

FOR THE FIFTEEN MONTHS ENDED 31 MARCH 2000

		15 months ended 31.03.2000	One Year ended 31.12.1998
	NOTES	£	£
Income		21,308.75	24,388.01
Administrative expenses		16,353.12	24,542.83
<u>OPERATING SURPLUS/(DEFICIT)</u>		4,955.63	(154.82)
Gross Interest receivable		55.57	195.98
<u>SURPLUS ON ORDINARY ACTIVITIES</u>			
<u>BEFORE TAXATION</u>		5,011.20	41.16
Taxation	1	(11.20)	(41.16)
<u>SURPLUS ON ORDINARY ACTIVITIES</u>			
<u>AFTER TAXATION</u>		<u>£5,000.00</u>	<u>£ -</u>

The notes on page 4 form part of these financial statements.

ROWENA ROAD ESTATE MANAGEMENT LIMITED
BALANCE SHEET AS AT 31 MARCH 2000

	NOTES	31.03.2000 £	31.12.1998 £
<u>CURRENT ASSETS</u>			
Contributions due from members		962.78	2,120.04
Prepayments		935.76	435.96
Current account		1,656.95	460.96
Business reserve account		2,828.95	1,916.40
Community account		1,491.00	-
		7,875.44	4,933.36
<u>CREDITORS</u> - Amounts falling due within one year	2	(1,384.44)	(3,442.36)
<u>NET CURRENT ASSETS</u>		<u>£6,491.00</u>	<u>£1,491.00</u>
<u>CAPITAL AND RESERVES</u>			
Called up share capital	3	41.00	41.00
Members deposits	4	1,450.00	1,450.00
General Reserve Fund		5,000.00	-
SHAREHOLDERS' FUNDS		<u>£6,491.00</u>	<u>£1,491.00</u>

The directors have taken advantage of the exemption conferred by s249A(1) not to have these accounts audited and confirm that no notice has been deposited under s249B(2) of the Companies Act 1985.

The directors acknowledge their responsibilities for:

- i Ensuring that the company keeps accounting records which comply with s221 of the Companies Act 1985, and
- ii Preparing Accounts which give a true and fair view of the state of the affairs of the company as at 31 March, 2000 and of its surplus for the financial period then ended in accordance with the requirements of s226, and which otherwise comply with the requirements of the Companies Act 1985 relating to accounts, so far as applicable to the company.

The financial statements, which have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 applicable to smaller companies, and in accordance with the Financial Reporting Standard for Smaller Entities (effective March, 2000) were approved by the board on 14 April, 2000 and signed on its behalf by:-



A. W. Stevens
Chairman

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

ROWENA ROAD ESTATE MANAGEMENT LIMITED**Principal accounting policies**

The financial statements have been prepared in accordance with applicable statements of standard accounting practice and financial reporting standards in force in the United Kingdom. A summary of the more important accounting policies, which have been applied consistently, is set out below.

Basis of accounting

The accounts have been prepared under the historical cost convention.

Income

Income represents amounts received from members as contributions towards maintenance.

Account format

The accounts format adopted by the company is not strictly in accordance with the formats required by the Companies Act 1985, as the directors consider that the formats laid down by the Act would not necessarily show a true and fair view of the affairs of the company.

The directors consider that the format adopted for the general reserve fund is more suitable for the company's activities and gives a greater explanation of the company's affairs than the Companies Act format.

Cash flow statement

The Directors have decided to implement the recommendation of the Financial Reporting Standard 1 (FRS1). The company falls within the definition of a "small company" laid down by the Companies Act 1985 and is accordingly exempt by FRS1 from publishing a cashflow statement.

ROWENA ROAD ESTATE MANAGEMENT LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE 15 MONTHS ENDED 31 MARCH 2000

1. TAXATION

The company's activities, in so far as it receives contributions from its members for the maintenance and management of the flats at Danehurst Rowena Road, are mutual for taxation purposes. The surplus arising on such activities in the year is therefore not taxable. Corporation Tax is payable on the bank interest received by the company.

	2000	1998
	£	£
Based on deposit account interest received in the year:		
Corporation tax 20% / 21%	<u>11.20</u>	<u>41.16</u>

2. CREDITORS

	31.03.2000	31.12.1998
	£	£
Amounts falling due within one year:		
Corporation tax	95.39	84.19
Accruals	1,289.05	3,358.17
	<u>1,384.44</u>	<u>3,442.36</u>

3. SHARE CAPITAL

	2000		1998	
	Number of Shares	£	Number of Shares	£
Authorised				
Ordinary Shares of £1 each	100	100.00	100	100.00
Allotted, issued and fully paid				
Ordinary Shares of £1 each	41	41.00	41	41.00

4. RECONCILIATION OF MOVEMENT IN MEMBERS FUNDS

Members maintenance deposits are allocated to reserves in the year in which they are received.

	2000	1998
	£	£
General fund surplus for the period	5,000.00	-
Members funds at 1 January 1999	1,451.00	1,451.00
Members funds at 31 March 2000	<u>6,451.00</u>	<u>1,451.00</u>