



MARINE PARADE MANAGEMENT LIMITED

Company Number 1119310

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST DECEMBER 1995

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JUSTICE & CO.
Chartered Accountants

MARINE PARADE MANAGEMENT LIMITEDREPORT OF THE DIRECTORSFOR THE YEAR ENDED 31ST DECEMBER 1995

The directors present herewith their report together with the financial statements of the company for the year ended 31st December 1995.

REVIEW OF ACTIVITIES

The principal activity of the company is the collection of service charges from the leaseholders of Fitzhardinge House, 84/85 Marine Parade, Brighton, and discharging from those funds the costs of common maintenance of the premises, on a non profit making basis.

The maintenance fund is as stated on page 5, and the directors consider the state of affairs of the company to be satisfactory. Major works were carried out to the property in the year under review which has resulted in a deficit in the maintenance fund at the year end. It is anticipated that this will be restored to a surplus position in the ensuing year.

DIRECTORS

The directors of the company during the year and their interests in the ordinary share capital of the company were:

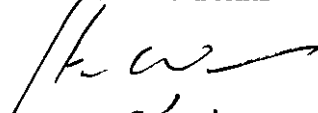
Ordinary Shares of £1 each

	<u>31st December 1995</u>	<u>31st December 1994</u>
C. Stephens	1	1
R.A. Jones	1	1
Mrs.H. Nalecz	1	1
W.B. Haase	1	1
Mrs.L. Lester-George	1	1
Mr. and Mrs. Wood	1	1
F. Ward	1	1
D.B. Stuart	1	1
D. Noel-Paton	1	1
Mrs. L. Bruce	1	1
J. Chamberlain	1	1
Dr. M.A. Hooker	1	1
Mrs. B. Findlay	1	1
C. Webber	1	1
Mrs. Winters	1	1

AUDITORS

The auditors, Messrs. Justice & Co., are willing to continue in office and offer themselves for re-election at the forthcoming Annual General Meeting.

BY ORDER OF THE BOARD


 Secretary

Date... 19.6.96.....

MARINE PARADE MANAGEMENT LIMITED

DIRECTORS' RESPONSIBILITIES & REPORT OF THE AUDITORS

Statement of directors' responsibilities

The directors are obliged under company law to prepare financial statements for each financial year.

The directors are satisfied that these financial statements give a true and fair view of the state of affairs of the company as at 31st December 1995 and of the surplus for the year then ended.

These financial statements have been prepared by the directors on the going concern basis, using suitable accounting policies consistently applied. Applicable accounting standards have been followed.

The directors are satisfied that adequate accounting records have been maintained in order to safeguard the assets of the company and to prevent and detect fraud and other irregularities.

Auditors' Report to the Shareholders of Marine Parade Management Limited

We have audited the financial statements on pages 3 to 6 in accordance with auditing standards.

Respective responsibilities of directors and auditors

As described above, the company's directors are responsible for the preparation of the financial statements. It is our responsibility to for 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 (if any), 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 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 at 31st December 1995 and of its deficit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

Justice + Co

Chartered Accountants
and Registered Auditor

72, Poulters Lane,
WORTHING,
West Sussex,
BN14 7SZ.

19th June 1996

MARINE PARADE MANAGEMENT LIMITEDPROFIT AND LOSS ACCOUNTFOR THE YEAR ENDED 31ST DECEMBER 1995

	£	<u>1995</u>	£	£	<u>1994</u>	£
<u>INCOME</u>						
Ground Rent Receivable			540			540
<u>EXPENDITURE</u>						
Ground Rent Payable	560			560		
Audit Fee	130			130		
Accountancy and Secretarial Fees	-			119		
Company Registration Fee	18			32		
Sundry Expense	-			21		
			708			862
Operating Deficit			(168)			(322)
<u>OTHER INCOME</u>						
Bank Deposit Interest Received			32			198
(DEFICIT) FOR THE YEAR, before taxation			(136)			(124)
Corporation Tax			(49)			(58)
(DEFICIT) FOR THE YEAR, after taxation			(185)			(182)
Retained Surplus brought forward			166			348
(Loss)/Surplus carried forward			£ (19)			£ 166

Notes

1. The company made no recognised surplus or deficit in 1995 or 1994 other than those shown above or in the Maintenance Fund (page 5).
2. All income or expenditure in either the Profit and Loss Account above or in the Maintenance Fund (page 5) are derived from continuing operations.

MARINE PARADE MANAGEMENT LIMITEDBALANCE SHEETAS AT 31ST DECEMBER 1995

	<u>1995</u>	<u>1994</u>
	£	£
<u>FIXED ASSET</u>		
Long Leasehold Property	275	275
<u>CURRENT ASSETS</u>		
Service Charges and Ground		
Rents Receivable	1,442	441
Cash at Bank	953	8,505
	<u>2,395</u>	<u>8,946</u>
<u>CREDITORS- AMOUNTS FALLING DUE</u>		
<u>WITHIN ONE YEAR</u>		
Sundry Creditors	4,491	3,179
	<u>(2,096)</u>	<u>5,767</u>
<u>NET CURRENT (LIABILITIES)/ASSETS</u>		
	<u>£ (1,821)</u>	<u>£ 6,042</u>
<u>CAPITAL AND RESERVES</u>		
Called Up Share Capital		
Ordinary Shares of £1 each:		
Authorised	<u>£ 100</u>	<u>£ 100</u>
Allotted, Issued and Fully Paid	15	15
Maintenance Fund Account	(1,817)	5,861
Profit and Loss Account	(19)	166
	<u>£ (1,821)</u>	<u>£ 6,042</u>

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 Director

On behalf of Marine Parade Management Limited

The financial statements were approved by the Board on 19th June 1996

MARINE PARADE MANAGEMENT LIMITEDMAINTENANCE FUND INCOME AND EXPENDITURE ACCOUNTFOR THE YEAR ENDED 31ST DECEMBER 1995

	£	1995	£	£	1994	£
<u>INCOME</u>						
Service Charges Receivable			15,807			11,450
<u>EXPENDITURE</u>						
Expenditure on Building						
Lighting and Power		245			314	
Cleaning		778			788	
Building and Lift Insurance		2,685			2,531	
Repairs - General		4,583			3,592	
Major Works to Property		8,832			-	
Lift - Service and Repairs		2,025			1,243	
Entryphone Rental and Repairs		83			139	
Garden Maintenance		525			320	
		<u>19,756</u>			<u>8,927</u>	
Other Expenditure						
Officer's Expenses Reimbursed		-			136	
Management Fees		2,898			1,200	
Accountancy Fees		145			145	
Legal and Professional Fees		614			176	
Sundries		72			-	
		<u>3,729</u>			<u>1,657</u>	
Total Expenditure			23,485			10,584
<u>(DEFICIT)/SURPLUS FOR THE YEAR</u>			<u>(7,678)</u>			<u>867</u>
Surplus brought forward			5,861			4,994
(Deficit)/Surplus carried forward			<u>£ (1,817)</u>			<u>£ 5,861</u>

MARINE PARADE MANAGEMENT LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST DECEMBER 1995

1. ACCOUNTING POLICIES

(a) Basis of Accounting

The financial statements have been prepared under the historical cost convention and in accordance with applicable accounting standards.

2. TAXATION

The company is liable to Corporation Tax at 25% on bank interest received.