

MARINE PARADE MANAGEMENT LIMITED

Company Number 1119310

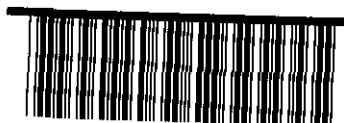
FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST DECEMBER 2001

Contents

Page

1	Report of the Directors
2-3	Statement of Directors' Responsibilities and Report of the Auditors
4	Profit and Loss Account
5	Balance Sheet
6	Maintenance Fund
7	Notes to the Financial Statements



A27
COMPANIES HOUSE

A417GAB1

0429
24/04/02

JUSTICE & CO.
Chartered Accountants

MARINE PARADE MANAGEMENT LIMITEDREPORT OF THE DIRECTORSFOR THE YEAR ENDED 31ST DECEMBER 2001

The directors present herewith their report together with the financial statements of the company for the year ended 31st December 2001.

Principal Activity

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.

Directors

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

	<u>Ordinary Shares of £1 each</u>	
	<u>At 31.12.01</u>	<u>At 1.1.01</u>
Mrs. B. Findlay	1	1
Mrs.H. Nalecz	1	1
Mrs.L. Lester-George	1	1
Dr. M.A. Hooker	1	1
C.V. Webber	1	1
D.B. Stuart	1	1
A. Slater	1 -	1
J. Hetherington	1	1
G. Chance	1	1
P. Clarke	1	1
J. Bockett		
S. Poznanski	1	1
<i>D. Hardy</i>	1	-

Auditors

Messrs. Justice & Co. have indicated their willingness to continue in office and in accordance with the provisions of the Companies Act it is proposed that they be re-appointed auditors to the company for the ensuing year.

Small Company Rules

These financial statements have been 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 (effective March 2000).

BY ORDER OF THE BOARD



Secretary

10th April

March 2002

MARINE PARADE MANAGEMENT LIMITEDDIRECTORS' RESPONSIBILITIES & REPORT OF THE AUDITORS**Statement of 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 surplus or deficit of the company for that year.

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; and prepare the financial statements on a going concern basis unless it is inappropriate to assume 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 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.

Independent Auditors' Report to the Shareholders of Marine Parade Management Limited

We have audited the financial statements of Marine Parade Management Limited for the year ended 31st December 2001 which comprise the Profit and Loss Account, the Balance Sheet, the Maintenance Fund and the related notes. These financial statements have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000), under the historical cost convention and the accounting policies set out therein.

Respective responsibilities of directors and auditors

As described in the Statement of Directors' Responsibilities, the company's directors are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards.

It is our responsibility 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 the information specified by law regarding directors' remuneration and transactions with the company is not disclosed.

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.

MARINE PARADE MANAGEMENT LIMITED

REPORT OF THE AUDITORS (continued)

Basis of audit opinion (continued)

We planned and performed our audit so as to obtain all the information and explanations 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 2001 and of its results for the year then ended and have been properly in accordance with the provisions of the Companies Act 1985.

72 Poulters Lane,
Worthing,
West Sussex,
BN14 7SZ

10th April 2002

Justice + Co

Chartered Accountants
and Registered Auditor

MARINE PARADE MANAGEMENT LIMITEDPROFIT AND LOSS ACCOUNTFOR THE YEAR ENDED 31ST DECEMBER 2001

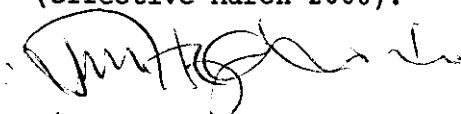
	<u>2001</u>		<u>2000</u>	
	£	£	£	£
Income				
Sundry Income		3		-
Expenditure				
Audit Fee	100		100	
Company Registration Fee	15		15	
		115		115
Operating (Deficit)		(112)		(115)
Bank Interest Received		-		-
(Deficit) for the Year, before taxation		(112)		(115)
Taxation		-		-
(Deficit) for the Year, after taxation		(112)		(115)
(Loss)/Surplus, brought forward		(57)		58
(Loss), carried forward		<u>£ (169)</u>		<u>£ (57)</u>

The company made no recognised surplus or deficit in 2001 or 2000 other than those shown above or in the Maintenance Fund (page 6).

MARINE PARADE MANAGEMENT LIMITEDBALANCE SHEETAS AT 31ST DECEMBER 2001

	£	2001	£	£	2000	£
Fixed Asset						
Freehold Property, at cost			9,800			9,800
Current Assets						
Service Charges Receivable		850			4,050	
Prepaid Expenditure		382			1,034	
Cash at Bank		7,780			5,135	
		<u>9,012</u>			<u>10,219</u>	
Creditors: Amounts falling due within one year						
Maintenance Contributions received in advance		-			77	
Sundry Creditors		2,976			3,766	
		<u>2,976</u>			<u>3,843</u>	
Net Current Assets			6,036			6,376
Total Assets less Current Liabilities			<u>£ 15,836</u>			<u>£ 16,176</u>
Capital and Reserves						
Called Up Share Capital						
Ordinary Shares of £1 each:						
Authorised		£ 100			£ 100	
		<u>15</u>			<u>15</u>	
Allotted, Issued and Fully Paid			15			15
Share Premium Account (Note 3)		10,000			10,000	
Profit and Loss Account		(169)			(57)	
Shareholder's Funds			9,846			9,958
Maintenance Fund (Page 6)			5,990			6,218
			<u>£ 15,836</u>			<u>£ 16,176</u>

These financial statements have been 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 (effective March 2000).



Director

10 April 2002

The financial statements were approved by the Board on ~~March~~ 2002

MARINE PARADE MANAGEMENT LIMITEDMAINTENANCE FUND INCOME AND EXPENDITURE ACCOUNTFOR THE YEAR ENDED 31ST DECEMBER 2001

	<u>2001</u>		<u>2000</u>	
	£	£	£	£
Income				
Service Charges Receivable		20,069		20,059
Expenditure				
Expenditure on Building				
Lighting and Power	450		308	
Cleaning	1,361	)	2,015	
Garden	2,145	)		
Building and Lift Insurance	3,229		2,295	
General Repairs	5,272		3,039	
Major Works to Property	-		13,182	
Supervision Fees on Repairs	597		1,375	
Grant Received	-		(9,248)	
Lift - Service and Repairs	3,367		860	
Entryphone	1,157		159	
Fire Precautions	849		328	
TV Aerial Repairs	-		338	
Mews Reimbursement of Insurance	-		142	
Sundry Expenses and Write-Offs	165		-	
	<u>18,592</u>		<u>14,793</u>	
Other Expenditure				
Management Fees	1,410		1,410	
Accountancy Fees	200		190	
Bank Charges	95		76	
	<u>1,705</u>		<u>1,676</u>	
Total Expenditure		<u>20,297</u>		<u>16,469</u>
(Deficit)/Surplus for the year		(228)		3,590
surplus brought forward		<u>6,218</u>		<u>2,628</u>
surplus carried forward		<u>£ 5,990</u>		<u>£ 6,218</u>

MARINE PARADE MANAGEMENT LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST DECEMBER 2001

1. Accounting Policies

(a) Basis of Accounting

The financial statements have been prepared under the historical cost convention.

(b) Depreciation

In accordance with the FRSSE, no depreciation is provided in respect of the freehold property. This may be a departure from the requirements of the Companies Act 1985, which requires all properties to be depreciated. In the opinion of the directors this departure is necessary for the financial statements to give a true and fair view in accordance with applicable accounting standards, as the property is included in the financial statements at its open market value.

2. Purchase of Freehold and Share Premium Account

The company purchased the freehold of 84/85 Marine Parade, Brighton, in January 1997.

In order to finance this purchase, the 14 shareholders made a contribution of £ 714 each and this contribution has been treated as a share premium.