Meadowstag Properties Limited

FINANCIAL STATEMENTS

for the year ended

30 April 2011



Company Registration No 1185921

Meadowstag Properties Limited
COMPANY INFORMATION

DIRECTORS	Mr MB Kenward Mrs LJ Kenward Ms NJ Kenward Ms LM Kenward Ms SL Kenward
SECRETARY	Mrs LJ Kenward
COMPANY NUMBER	1185921
REGISTERED OFFICE	Oak Bank, Ismays Road Ivy Hatch, Sevenoaks TN15 0NZ
AUDITOR	Baker Tilly UK Audit LLP Lancaster House 7 Elmfield Road Bromley, Kent BR1 1LT

Meadowstag Properties Limited

DIRECTORS' REPORT

For the year ended 30 April 2011

The directors present their report and financial statements for the year ended 30 April 2011

PRINCIPAL ACTIVITIES

The principal activity of the company during the year was ownership and management of freehold properties

DIRECTORS

The following directors have held office since 1 May 2010

Mr MB Kenward
Mrs LJ Kenward
Ms NJ Kenward
Ms LM Kenward
Ms SL Kenward (Appointed 10 June 2010)

AUDITOR

Baker Tilly UK Audit LLP has indicated its willingness to continue in office

STATEMENT OF DISCLOSURE TO AUDITOR

The directors who are in office on the date of approval of these financial statements have confirmed that, as far as they are aware, there is no relevant audit information of which the auditor is unaware Each of the directors have confirmed that they have taken all the steps that they ought to have taken as directors in order to make themselves aware of any relevant audit information and to establish that it has been communicated to the auditor

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption

On behalf of the board

Lesley Kenward

Mrs LJ Kenward
DIRECTOR
3/8/11

Meadowstag Properties Limited

DIRECTORS' RESPONSIBILITIES IN THE PREPARATION OF FINANCIAL STATEMENTS

The directors are responsible for preparing the directors' report and the financial statements in accordance with applicable law and regulations

Company law requires the directors to prepare financial statements for each financial year Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law)

Under company law the directors must not approve the financial statements unless they are satisifed that they 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

a select suitable accounting policies and then apply them consistently,

b make judgements and accounting estimates that are reasonable and prudent,

c 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 adequate accounting records that are sufficient to show and explain the company's transactions and 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 2006 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 AUDITOR'S REPORT TO THE MEMBERS OF MEADOWSTAG PROPERTIES LIMITED

We have audited the financial statements set out on pages 4 to 13 The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice)

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006 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 AUDITOR

As more fully explained in the Directors' Responsibilities Statement set out on page 2, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland) Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors

SCOPE OF THE AUDIT OF THE FINANCIAL STATEMENTS

A description of the scope of an audit of financial statements is provided on the APB's website at www frc org uk/apb/scope/private cfm

OPINION ON THE FINANCIAL STATEMENTS

In our opinion the financial statements

- give a true and fair view of the state of the company's affairs as at 30 April 2011 and its profit for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- have been prepared in accordance with the requirements of the Companies Act 2006

OPINION ON OTHER MATTER PRESCRIBED BY THE COMPANIES ACT 2006

In our opinion the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements

MATTERS ON WHICH WE ARE REQUIRED TO REPORT BY EXCEPTION

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us, or
- the financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of directors' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies exemption in preparing the directors' report

Baker Tilly UK Audit LLP

ADRIAN HOLLANDS (SENIOR STATUTORY AUDITOR)
FOR AND ON BEHALF OF BAKER TILLY UK AUDIT LLP , STATUTORY AUDITOR
Chartered Accountants
Lancaster House
7 Elmfield Road
Bromley Kent
BR1 1LT

11.8.11

Meadowstag Properties Limited

PROFIT AND LOSS ACCOUNT

For the year ended 30 April 2011

	Notes	2011 £	2010 £
TURNOVER		471,867	440,051
Other operating expenses	1	(105,800)	(100,386)
OPERATING PROFIT		366,067	339,665
Interest payable and similar charges		(18,052)	(10,140)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	2	348,015	329,525
Taxation	3	(77,273)	(74,151)
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION	9	270,742	255,374

The profit for the year arises from the company's continuing operations

Meadowstag Properties Limited

STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES

For the year ended 30 April 2011

	Notes	2011 £	2010 £
Profit for the financial year		270,742	255 374
Unrealised surplus/(deficit) on revaluation of properties		106,000	(17,840)
Total recognised gains and losses relating to the year		376,742	237 534

Company Registration No 1185921

Meadowstag Properties Limited

BALANCE SHEET

As at 30 April 2011

	Notes	2011 £	2010 £
FIXED ASSETS			
Tangible assets	4	4,742,318	4,637,110
CURRENT ASSETS			
Debtors	5	610	854
Cash at bank and in hand		162,650	75,592
		163,260	76,446
CREDITORS AMOUNTS FALLING DUE WITHIN ONE YEAR	6	(717,387)	(769,964)
NET CURRENT LIABILITIES		(554,127)	(693,518)
TOTAL ASSETS LESS CURRENT LIABILITIES		4,188,191	3,943,592
CREDITORS AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR	7	(257,206)	(389,349)
NET ASSETS		3,930,985	3,554,243
CAPITAL AND RESERVES			
Called up share capital	8	15,000	15,000
Revaluation reserve	9	1,171,335	1,065,335
Profit and loss account	9	2,744,650	2,473,908
SHAREHOLDERS' FUNDS	10	3,930,985	3,554,243

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime

The financial statements on pages 4 to 13 were approved by the board of directors and authorised for issue on 3/8/2011 and are signed on its behalf by

Mr MB Kenward
DIRECTOR

Meadowstag Properties Limited
ACCOUNTING POLICIES

BASIS OF ACCOUNTING

The financial statements are prepared under the historical cost convention modified to include the revaluation of freehold land and leasehold properties

TURNOVER

Turnover represents the value of rentals and dilapidation income which are both recognised for on an accruals basis

TANGIBLE FIXED ASSETS AND DEPRECIATION

In accordance with Statement of Standard Accounting Practice 19 (SSAP 19) freehold investment properties are included in the balance sheet, at their open market value, and the resultant movement on revaluation is taken to the investment revaluation reserve No depreciation is provided on investment properties The directors consider that the accounting policy results in the financial statements giving a true and fair view

Other fixed assets are stated at historical cost or valuation less depreciation

Depreciation is provided on all tangible fixed assets other than freehold land and investment properties at rates calculated to write each asset down to its estimated residual value evenly over its expected useful life, as follows

Land and buildings Leasehold	25% reducing balance
Plant and machinery etc	33% and 25% on cost

LEASING

Rentals payable under operating leases are charged against income on a straight line basis over the lease term

DEFERRED TAXATION

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events that result in an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at the balance sheet date Timing differences are differences between the company's taxable profits and its results as stated in the financial statements that arise from the inclusion of gains and losses in tax assessments in periods different from those in which they are recognised in the financial statements

Deferred tax is recognised in the Statement of Total Recognised Gains and Losses on revaluations where at the balance sheet date there is an agreement to sell the asset

Deferred tax is measured at the average tax rates that are expected to apply in the periods in which timing differences are expected to reverse, based on tax rates and laws that have been enacted or substantially enacted by the balance sheet date Deferred tax is measured on a non-discounted basis

1 OTHER OPERATING EXPENSES

	2011	2010
	£	£
Administrative expenses	105,800	100,386

2 PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION

	2011	2010
	£	£
Profit is stated after charging		
Depreciation of tangible assets		
- Owned assets	792	1,044
Loss on disposal of tangible assets	-	1,250
Operating lease rentals		
- Land and buildings	8,000	8,000
Auditor's remuneration	4,200	4,000
Directors' emoluments	5,040	5,700

3 TAXATION	2011	2010
	£	£
UK Corporation tax		
Current tax on profit of the period	77,473	74,151
Adjustment for prior years	(200)	-
CURRENT TAX CHARGE	77,273	74,151
FACTORS AFFECTING THE TAX CHARGE FOR THE YEAR		
The tax assessed for the year is lower than the standard rate of corporation tax (28%) as explained below		
Profit on ordinary activities before taxation	348,015	329,525
Profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 27 84% (2010 - 28 00%)	96,887	92,267
Effects of		
Non deductible expenses	267	1,776
Depreciation add back	220	292
Capital allowances	(9)	(28)
Adjustments to previous periods	(200)	-
Small companies relief	(19,892)	(20,156)
	(19,614)	(18,116)
CURRENT TAX CHARGE	77,273	74,151

No provision has been made for deferred tax on gains recognised on revaluing property to its market value or on the sale of properties where potentially taxable gains have been rolled over into replacement assets Such tax would become payable only if the property were sold without it being possible to claim rollover relief The amount unprovided for is £202,896 (2010 £133,498) At present, it is not envisaged that any tax will become payable in the foreseeable future

4 TANGIBLE FIXED ASSETS

	Investment properties	Land and buildings	Plant and machinery etc	Total
		£	£	£
COST OR VALUATION				
At 1 May 2010	4,634,000	22,374	4,298	4,660,672
Revaluation	106,000	-	-	106 000
At 30 April 2011	4,740,000	22,374	4,298	4,766,672
DEPRECIATION				
At 1 May 2010	-	19,340	4 222	23,562
Charge for the year	-	759	33	792
At 30 April 2011	-	20,099	4,255	24,354
NET BOOK VALUE				
At 30 April 2011	4,740,000	2,275	43	4,742,318
At 30 April 2010	4,634,000	3,034	76	4,637,110
COST OR VALUATION AT 30 APRIL 2010				
Cost	3,568,665	22,374	4,298	3,595,337
Valuation at 30 April 2010	1,065,335	-	-	1,065,335
Valuation in 2011	106,000	-	-	106,000
	4,740,000	22,374	4,298	4,766 672

Freehold properties were revalued at 30 April 2011 on the basis of an open market valuation for existing use by the directors The original cost of the investment properties shown above was £3,568,665 (2010 £3,568,665)

In accordance with the requirements of Statement of Standard Accounting Practice Number 19 (SSAP19), but contrary to the requirements of Schedule 4 Companies Act 2006, investment properties are not depreciated Instead, they are revalued annually, which the directors consider necessary to show a true and fair view The adoption of the policy has the effect of increasing net assets by £1,171,335 (2010 £1 065 335) and profit for the year by £Nil (2010 £Nil)

5 DEBTORS

	2011	2010
	£	£
Other debtors	610	854

6 CREDITORS AMOUNTS FALLING DUE WITHIN ONE YEAR	2011	2010
	£	£
Bank loans and overdrafts	137 774	162,585
Taxation and social security	77,473	74,151
Other creditors	502,140	533,228
	717,387	769,964

Bank loans of £137,774 (2010 £162,585) are secured against investment properties The loans bear interest at rates between 1 75% and 3 00% above base rate

7 CREDITORS AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR	2011	2010
	£	£
Bank loans	257,206	389,349
ANALYSIS OF LOANS		
Not wholly repayable within five years by instalments	83,558	101,832
Wholly repayable within five years	311,422	450,102
	394,980	551 934
Included in current liabilities	(137,774)	(162,585)
	257,206	389,349
Instalments not due within five years	83,558	101,832
LOAN MATURITY ANALYSIS		
In more than one year but not more than two years	75,271	144,311
In more than two years but not more than five years	103,916	143,206
In more than five years	83 558	101,832

Bank loans of £257,206 (2010 £389,349) are secured against investment properties The loans bear interest at rates between 1 75% and 3 00% above base rate

8 SHARE CAPITAL

	2011	2010
	£	£
ALLOTTED, CALLED UP AND FULLY PAID		
10,000 ordinary "A" shares of £1 each	10,000	10,000
5,000 ordinary "B" shares of £1 each	5 000	5 000
	15,000	15 000
EQUITY SHARES		
10,000 ordinary "A" shares of £1 each	10 000	10,000
5,000 ordinary "B" shares of £1 each	5 000	5,000
	15,000	15,000

9 RESERVES

	Revaluation reserve	Profit and loss account
	£	£
Balance at 1 May 2010	1,065,335	2,473,908
Profit for the year	-	270,742
Revaluation during the year	106,000	-
Balance at 30 April 2011	1,171 335	2,744 650

10 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2011	2010
	£	£
Profit for the financial year	270,742	255,374
Other recognised gains and losses	106,000	(17 840)
Net addition to shareholders' funds	376,742	237,534
Opening shareholders' funds	3,554,243	3,316,709
Closing shareholders' funds	3,930 985	3,554,243

11 FINANCIAL COMMITMENTS

At 30 April 2011 the company was committed to making the following payments under non-cancellable operating leases in the year to 30 April 2012

	Land and buildings	
	2011	2010
	£	£
Operating leases which expire		
Within one year	8,000	8 000

12 TRANSACTIONS WITH DIRECTORS

Loans due to directors are included in creditors due within one year During the year the director Mrs LJ Kenward was due £6,040 (2010 £1,884) of interest, charged at a rate of 2 50% on monies advanced to the company, which at 30 April 2011 amounted to £212,518 (2010 £259,973) Mr MB Kenward's loan to the company at the year end amounted to £203,477 (2010 £211,477) and no interest was charged on this balance

13 CONTROL

The ultimate controlling parties are Mr MB Kenward and Mrs LJ Kenward by virtue of their shareholdings in the company

14 RELATED PARTY TRANSACTIONS

The rental for the office accommodation "Foxes" is paid to the director, Mr MB Kenward, the joint owner of the property along with Mrs LJ Kenward The amount paid in the year was £8,000 (2010 £8,000) a full market rent There were no monies outstanding at the year end (2010 £Nil)

For part of 2010 the mother of Mrs LJ Kenward occupied one of the company's properties Rent of £3,900, a market rent, was charged but this did not continue in to 2011