

Co. Reg. No: 1638310

ONE HUNDRED AND SIX LEXHAM GARDENS LIMITED

DIRECTORS' REPORT AND ACCOUNTS

31 October 1997



ONE HUNDRED AND SIX LEXHAM GARDENS LIMITED

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REPORT OF THE DIRECTORS

31 October 1997

REPORT AND ACCOUNTS

The directors present their report with the accounts of the company for the year ended 31 October 1997.

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 to apply them consistently, make judgments and estimates that are reasonable and prudent and 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.

PRINCIPAL ACTIVITY

The principal activity of the company continues to be the management of 106 Lexham Gardens, London W8 6JQ

REVIEW OF BUSINESS

A summary of the results of the period's activities is given on page 3 of the accounts. The directors consider the state of affairs to be satisfactory.

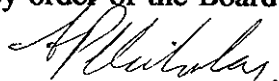
DIRECTORS

The directors in office in the year and their beneficial interests in the issued ordinary share capital were as follows:

	<u>31.10.97</u>	<u>31.10.96</u>
J T Mackay	1	1
A Khanna	1	1
D Brown	1	1
A P Nicholas	1	1

This report has been prepared in accordance with the special provisions relating to small companies within Part V11 of the Companies Act 1985

By order of the Board



A P NICHOLAS

Secretary

Dated: 18 August 1998

AUDITORS' REPORT
year ended 31 October 1997

REPORT OF THE AUDITORS TO THE SHAREHOLDERS OF ONE HUNDRED AND SIX LEXHAM GARDENS LIMITED

We have audited the financial statements on pages 3 to 6 which have been prepared under the historical cost convention and the accounting policies set out on page 5.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As described on page 1 the company's directors are responsible for the preparation of financial statements. It is our responsibility to form 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 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 31 October 1997 and of its surplus for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies.



33 Marloes Road
Kensington
London W8 6LG

CROFT MAY & CO
Chartered Accountants
Registered Auditors

Dated: 21 August 1998

ONE HUNDRED AND SIX LEXHAM GARDENS LIMITED**3****INCOME AND EXPENDITURE ACCOUNT**
year ended 31 October 1997

	<u>Note</u>	<u>1997</u> £	<u>1996</u> £
Turnover	1	6,655	6,773
Operating charges		(3,866)	(8,302)
Operating surplus (deficit)		2,789	(1,529)
Interest received		513	298
Surplus/(deficit) on ordinary activities before taxation	2	3,302	(1,231)
Taxation	3	(122)	(74)
Surplus/(deficit) on ordinary activities after taxation	8	£3,180	£(1,305)

The notes on page 5 and 6 form part of these accounts.

ONE HUNDRED AND SIX LEXHAM GARDENS LIMITED

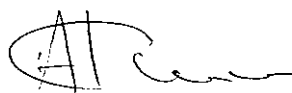
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BALANCE SHEET 31 October 1997

	Note	£	1997 £	£	1996 £
TANGIBLE FIXED ASSET					
Freehold Property at cost	1		3,830		3,830
CURRENT ASSETS					
Debtors	4	125		703	
Investments	5	9,954		6,275	
Cash at bank and in hand		2,879		2,485	
		<u>12,958</u>		<u>9,463</u>	
CREDITORS: amounts due within one year					
	6	<u>1,195</u>		<u>880</u>	
NET CURRENT ASSETS					
			<u>11,763</u>		<u>8,583</u>
			<u>£15,593</u>		<u>£12,413</u>
CAPITAL AND RESERVES					
Called up share capital	7		10		10
Property reserve			3,820		3,820
Maintenance sinking fund	8		11,763		8,583
			<u>£15,593</u>		<u>£12,413</u>

These accounts have been prepared in accordance with the special provisions relating to small companies within Part V11 of the Companies Act 1985 and the Financial Reporting Standard for Smaller Entities.

Signed on behalf of the Board

 Director

A. KHANNA

Dated: 18 August 1998

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

NOTES TO THE ACCOUNTS

31 October 1997

1 ACCOUNTING POLICIES**Basis of accounting:**

The accounts have been prepared under the historical cost convention.

Turnover:

Turnover represents the lessees' contributions towards service charges and it is attributable to continuing operations.

Cash flow statement:

The company is exempt from the requirement to prepare a cash flow statement as it is a small company as defined in section 247 of the Companies Act 1985.

Fixed assets:

No depreciation is provided on the freehold reversion.

2 SURPLUS/(DEFICIT) ON ORDINARY ACTIVITIES

The deficit is stated after charging:

	<u>1997</u>	<u>1996</u>
Auditors' remuneration	£650	£588

3 TAXATION

The company is a mutual trading company and does not pay tax on excess contributions received but does pay tax on investment income.

	<u>1997</u>	<u>1996</u>
	£	£
Corporation tax at 22.2% (1996:25%) on deposit interest received	123	74
Over provision in prior year	1	-
	<u>£122</u>	<u>£74</u>

4 DEBTORS

	<u>1997</u>	<u>1996</u>
Lessees' Accounts	£125	£703

NOTES TO THE ACCOUNTS
31 October 1997

5 INVESTMENTS		1997	1996
		£	£
Listed units in a fixed interest Unit Trust			
Cost:			
At 1.11.96	12,886 units	6,275	-
Additions	7,375 units	3,679	6,275
At 31.10.97		<u>£9,954</u>	<u>£6,275</u>
Market value:			
At 31.10.97	20,261 units	<u>£10,763</u>	<u>£6,450</u>
6 CREDITORS: amounts falling due within one year:		1997	1996
		£	£
Residents' accounts		579	218
Corporation tax		28	74
Accruals and deferred income		588	588
		<u>£1,195</u>	<u>£880</u>
7 CALLED UP SHARE CAPITAL		1997	1996
		£	£
Authorised:			
10 ordinary shares of £1 each		<u>10</u>	<u>10</u>
Allotted, issued and fully paid:			
10 ordinary shares of £1 each		<u>10</u>	<u>10</u>
8 RESERVES		Service charges	Sinking fund
		£	£
At 1.11.96		-	8,583
Income		3,608	3,560
Expenditure		(3,608)	(380)
At 31.10.97		<u>-</u>	<u>£11,763</u>
			<u>£11,763</u>