

ONE HUNDRED AND SIX LEXHAM GARDENS LIMITED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 OCTOBER 2003



PHILIP HUDSON & CO
Chartered Accountants
89 Chiswick High Road
London W4 2EF

Company number: 1638310

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ONE HUNDRED AND SIX LEXHAM GARDENS LIMITED

DIRECTORS REPORT

The directors present their annual report together with the audited financial statements of the company for the year ended 31 October 2003.

PRINCIPAL ACTIVITY

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

REVIEW OF THE BUSINESS

A summary of the results of the period's activities is given on page 4 on the accounts. The Directors consider the state of affairs to be satisfactory.

DIRECTORS

The directors in office during the year and their beneficial interests in the company were as follows:-

	Ordinary shares of £1 each	
	<u>31.10.03</u>	<u>31.10.02</u>
J T Mackay	1	1
D Carolus	1	1
Q Ing-Chambers	1	1
A P Nicholas	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 which 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.

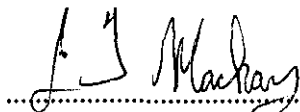
ONE HUNDRED AND SIX LEXHAM GARDENS LIMITEDDIRECTORS REPORT(CONTINUED)AUDITORS

The auditors Philip Hudson & Co have indicated their willingness to accept reappointment under Section 385(2) of the Companies Act 1985.

SMALL COMPANY PROVISIONS

This report has been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities (effective June 2002).

On behalf of the Board


.....
J T Mackay
Director

106 Lexham Gardens
London W8 6JQ

1 March 2004

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

We have audited the financial statements on pages 4 to 7 which have been prepared under the historical cost convention on the basis of accounting policies set out on page 6.

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. 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 THE DIRECTORS AND AUDITORS

As described on page 1 the company's directors are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom 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 Report of the Directors is not consistent with the financial statements, if the company has not kept proper accounts records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the company is not disclosed.

We read the Directors Report and consider the implications for our report if we become aware of any apparent misstatement within it.

BASIS OF OPINION

We conducted our audit in accordance 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.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
ONE HUNDRED AND SIX LEXHAM GARDENS LIMITED (CONTINUED)

OPINION

In our opinion the financial statements give a true and fair view of the state of the company's affairs at 31 October 2003 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies.

A handwritten signature in black ink, appearing to read 'Philip Hudson', followed by a stylized flourish.

Philip Hudson & Co
Chartered Accountants
and Registered Auditors
89 Chiswick High Road
London W4 2EF

2 March 2004

ONE HUNDRED AND SIX LEXHAM GARDENS LIMITED

INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 OCTOBER 2003

	<u>Notes</u>	<u>2003</u> £	<u>2002</u> £
TURNOVER	(1)	8,888	10,610
Net operating expenses		(9,302)	(6,271)
OPERATING (DEFECIT)/ SURPLUS		(414)	4,339
Interest received		14	39
Realised profit on sale of investments		1	183
(DEFECIT)/SURPLUS on ordinary activities before taxation	(2)	(399)	4,561
Tax on ordinary activities	(3)	(4)	(74)
(DEFECIT)/SURPLUS on ordinary activities after taxation	(8)	£ (403)	4,487
		=====	=====

The notes on pages 7 to 8 form an integral part of these financial statements.

ONE HUNDRED AND SIX LEXHAM GARDENS LIMITED

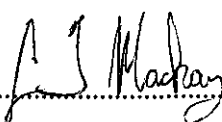
BALANCE SHEET

AT 31 OCTOBER 2003

	<u>Notes</u>	£	<u>2003</u> £	£	<u>2002</u> £
FIXED ASSETS					
Freehold property at cost			3,830		3,830
CURRENT ASSETS					
Investments	(4)	-		275	
Debtors	(5)	3,334		4,260	
Cash at bank and in hand		3,447		2,421	
		<u>6,781</u>		<u>6,956</u>	
CREDITORS: amounts falling due within one year	(6)	1,170		(942)	
NET CURRENT ASSETS			5,611		6,014
TOTAL ASSETS LESS CURRENT LIABILITIES					
			<u>9,441</u>		<u>9,844</u>
			=====		=====
CAPITAL AND RESERVES					
Called up share capital	(7)		10		10
Property reserve	(8)		3,820		3,820
Maintenance sinking fund	(8)		5,150		4,722
Service charges	(8)		461		1,292
			<u>9,441</u>		<u>9,844</u>
			=====		=====

The financial statements have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities (effective June 2002)

The financial statements were approved by the Board on 1 March 2004

..... 
J T Mackay
Director

The notes on pages 7 and 8 form an integral part of these financial statements.

ONE HUNDRED AND SIX LEXHAM GARDENS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 OCTOBER 2003

1. ACCOUNTING POLICIES

The financial statements have been prepared under the historical cost convention and the Financial Reporting Standard for Smaller Entities.

Turnover

Turnover represents the tenants' contributions towards the service charges and 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.

2. (DEFECIT)/SURPLUS ON ORDINARY ACTIVITIES

The (defecit)/surplus is stated after charging:

	<u>2003</u>	<u>2002</u>
Directors' remuneration	500	-
Auditors' remuneration	893	875
	=====	=====

The company paid £250 each to two of the directors, Mr J T Mackay and Mr Q Ing-Chambers, for management services for the company this year.

3. TAXATION ON ORDINARY ACTIVITIES

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

	<u>2003</u>	<u>2002</u>
Income tax at 34% on interest received	4	12
Corporation tax	-	8
Prior year adjustment	-	54
	-----	-----
	£ 4	£ 74
	=====	=====

ONE HUNDRED AND SIX LEXHAM GARDENS LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 OCTOBER 2002

4. INVESTMENTS

	<u>2003</u>	<u>2002</u>
492 (2002 492) units in a fixed interest Unit Trust at cost	-	£ 275
492 (2002: 492) units in a fixed interest Unit Trust at Market Value	-	£ 278

5. DEBTORS

	<u>2003</u>	<u>2002</u>
Lessees' accounts	3,334	4,060
Inland revenue penalty	-	200
	<u>£ 3,334</u>	<u>£4,260</u>
	=====	=====

6. CREDITORS: Amounts falling due within one year

	<u>2003</u>	<u>2002</u>
Corporation tax	-	8
Accruals	893	785
Income tax	7	59
Sundry creditor	270	-
	<u>£ 942</u>	<u>£ 942</u>
	=====	=====

7. CALLED UP SHARE CAPITAL

	<u>2003</u>	<u>2002</u>
Authorised share capital: 10 ordinary shares of £1 each	£ 10	£ 10
Issued share capital: Allotted, issued and fully paid: 10 ordinary shares of £1 each	£ 10	£ 10
	=====	=====

8. RESERVES

	Property reserve	Service charges	Sinking fund	Total
At 31 October 2002	3,820	1,292	9,834	4,722
Income	-	5,781	8,903	3,032
Expenditure	-	(6,702)	(9,306)	(2,604)
At 31 October 2003	<u>£ 3,820</u>	<u>£ 461</u>	<u>£ 9,431</u>	<u>£ 5,150</u>
	=====	=====	=====	=====