

LOVAT MEAD RESIDENTS COMPANY LIMITED
DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2000

N.J. Ruse & Associates
Chartered Certified Accountants & Registered Auditors
Eagle House, Cranleigh Close
Sanderstead,
South Croydon, CR2 9LH.

Telephone : 020 8657 4959

Company Registration Number : 2420121



LOVAT MEAD RESIDENTS COMPANY LIMITED
INDEX TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2000

Page Number

1	General Information
2	Director's Report
3	Statement of Directors' Responsibilities
4	Auditors' Report to the Members
5	Profit and Loss Account
6	Balance Sheet
7 - 8	Notes to the Financial Statements
9	Income and Expenditure Account

LOVAT MEAD RESIDENTS COMPANY LIMITED

GENERAL COMPANY INFORMATION

FOR THE YEAR ENDED 31ST MARCH 2000

Directors	Mr P.A. Flatman - resigned 30.4.1999 Mr P.E. Healey Mr T. Pathmanathan Mr C.H. Payne Mr I.M. Randall Mr P.T. Taylor
------------------	--

Joint Secretaries	Mr A.P. Duckett Mrs P Jones
--------------------------	--------------------------------

Company Number	2420121
-----------------------	---------

Registered Office	26 Primrose Road Milton Keynes Bucks MK13 9AT
--------------------------	---

Auditors	N.J. Ruse & Associates Eagle House, Cranleigh Close Sanderstead, South Croydon, CR2 9LH.
-----------------	---

Managing Agents	26 Primrose Road Milton Keynes Bucks, MK13 9AT
------------------------	--

Bankers	Barclays Bank PLC 1 North End Croydon Surrey CR9 1RN
----------------	---

LOVAT MEAD RESIDENTS COMPANY LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31ST MARCH 2000

The directors present their annual report together with the audited financial statements of the company for the year ended 31st March 2000.

Review of the Business

The principal activity of the company continued to be the management of the mutual interests of the lessees of numbers 1-12, 14-29 and 78-89, Lovat Mead, Bexhill Road, St Leonards on Sea, East Sussex.

Results and Dividends

The results for the year are set out on page 5.

The directors authorised a transfer of £12,161 from the maintenance reserve to the profit and loss account, to cover the deficit for the year.

Directors and their Interests

The directors who served the company during the year and their interest in the shares of the company are set out below:

<u>Director</u>	<u>Interest</u>	<u>2000</u>	<u>1999</u>
Mr P.A. Flatman - resigned 30.4.1999	Ordinary Shares	-	-
Mr P.E. Healey	Ordinary Shares	-	-
Mr T. Pathmanathan	Ordinary Shares	-	-
Mr C.H. Payne	Ordinary Shares	1	1
Mr I.M. Randall	Ordinary Shares	-	-
Mr P.T. Taylor	Ordinary Shares	-	-

No contract existed during or at the end of the financial year in which a director of the company is or was materially interested and which is or was significant in relation to the company's business.

Auditors

In accordance with Section 385(2) of the Companies Act 1985, a resolution proposing that N.J. Ruse & Associates be reappointed as auditors of the company will be put to the Annual General Meeting.

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.

This report was approved by the Board on 18th January 2001 and signed on its behalf by

P. Jones
Secretary

LOVAT MEAD RESIDENTS COMPANY LIMITED
STATEMENT OF DIRECTOR'S RESPONSIBILITIES
FOR THE YEAR ENDED 31ST MARCH 2000

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of the affairs of the company and of the profit or loss of the company for that year. In preparing these financial statements the directors are required to :

- select suitable accounting policies and apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements based 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.

AUDITORS' REPORT TO THE SHAREHOLDERS OF

LOVAT MEAD RESIDENTS COMPANY LIMITED

We have audited the financial statements on pages 5 to 8 which have been prepared in accordance with the Financial Reporting Standard for Smaller Entities, under the historical cost convention and the accounting policies set out on page .

Respective Responsibilities of Directors and Auditors

As described on page 3 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 except that the scope of our work was limited as explained below.

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 whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned 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. However, the evidence available to us was limited because the managing agents were not able to supply complete records.

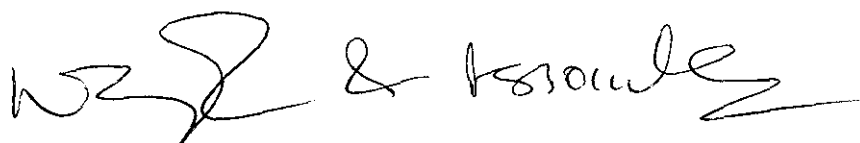
In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion: disclaimer on view given by financial statements

Because of the possible effect of the limitation in evidence available to us, we are unable to form an opinion as to whether the financial statements give a true and fair view of the state of the company's affairs as at 31st December 1999 or of its loss for the year then ended.

In respect alone of the limitation on our work relating to the verification of the expenses and the balance of funds held at the bank :

- we have not obtained all the information and explanations that we considered necessary for the purpose of our audit.
- we were unable to determine whether proper accounting records had been maintained.



N.J. Ruse & Associates

Chartered Certified Accountants & Registered Auditors

Eagle House, Cranleigh Close

Sanderstead,

South Croydon, CR2 9LH.

Date : 19th January 2001

LOVAT MEAD RESIDENTS COMPANY LIMITED

**PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31ST MARCH 2000**

		2000		1999	
	Notes	£	£	£	£
Turnover	1		13,516		14,626
Administrative Expenses			(25,656)		(16,241)
Operating Profit			<u>(12,140)</u>		<u>(1,615)</u>
Taxation			<u>(21)</u>		<u>-</u>
Profit/(Loss) on Ordinary Activities after Taxation			(12,161)		(1,615)
Transfer (to)/from Reserves	5		12,161		1,615
Retained Profit/(Loss) for the Year			<u><u>-</u></u>		<u><u>-</u></u>

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

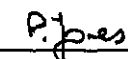
LOVAT MEAD RESIDENTS COMPANY LIMITED

BALANCE SHEET
AS AT 31ST MARCH 2000

	Notes	2000		1999	
		£	£	£	£
Current Assets					
Debtors	2	10,120		3,554	
Cash at bank and in hand		8,157		13,089	
		<u>18,277</u>		<u>16,643</u>	
Creditors: amounts falling due within one year	3	<u>(22,093)</u>		<u>(8,298)</u>	
Net Current Assets			(3,816)		8,345
Net Assets/(Liabilities)			<u>(3,816)</u>		<u>8,345</u>
Capital and Reserves					
Called up share capital	4		210		210
Reserves	5		(4,026)		8,135
			<u>(3,816)</u>		<u>8,345</u>

The financial statements, which have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 applicable to small companies, and in accordance with the Financial Reporting Standard for Smaller Entities, were approved by the board on 18th January 2001 and signed on its behalf by:-

Director 

Director 
Secretary

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

LOVAT MEAD RESIDENTS COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2000

1. Accounting Policies

1.1. Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with relevant accounting standards.

1.2. Turnover

Income represents maintenance income receivable from the residents of 1-12, 14-29 and 78-89 Lovat Mead, Bexhill Road, St Leonards on Sea, East Sussex.

1.3. Service Charges

These are invoiced annually in advance, and any surplus or deficit is transferred to/from the maintenance reserve.

1.4. Taxation

The company is a mutual company and is only chargeable to tax on its investment income.

2. Debtors

	2000	1999
	£	£
Due from Residents	10,120	3,084
Prepayments	-	470
	<u>10,120</u>	<u>3,554</u>

3. Creditors: amounts falling due within one year

	2000	1999
	£	£
Bank Overdraft	1,840	-
Laing Homes	5,645	2,441
Other Loan	10,000	-
Amounts due to Residents	-	133
Corporation Tax	21	-
Accruals and Deferred Income	4,587	5,724
	<u>22,093</u>	<u>8,298</u>

LOVAT MEAD RESIDENTS COMPANY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2000**

4. Share Capital	2000	1999
	£	£
<u>Authorised</u>		
- Ordinary Shares of £5 each	500	500
	<u> </u>	<u> </u>
<u>Allotted, Called up and Fully Paid</u>		
- Ordinary Shares of £5 each	210	210
	<u> </u>	<u> </u>

5. Statement Of Movement In Reserves	Share Premium £	Maintenance Reserve £	Total Reserves £
At 1st April 1999	1,050	7,085	8,135
Transfer to Profit & Loss Account		(12,161)	(12,161)
At 31st March 2000	<u>1,050</u>	<u>(5,076)</u>	<u>(4,026)</u>

6. Related Party Transactions

The following related party transactions occurred during the year :-

1. Priority Estate Management are the company's managing agents, and they charged the company fees of £1,629 in respect of normal activities and £1,822 in respect of major works undertaken during the year.
2. The directors are all employees of Laing Homes who charged the company an administration fee of £1,960 during the year.

LOVAT MEAD RESIDENTS COMPANY LIMITED

**INCOME & EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31ST MARCH 2000**

	2000		1999	
	£	£	£	£
Income				
Maintenance Income		16,792		14,215
Accrued/(Prepaid) Service Charges		(3,417)		(493)
Bank Interest Received		106		-
Sundry Recoverables		35		904
Total Income		<u>13,516</u>		<u>14,626</u>
Expenditure				
Water Rates	-		100	
Electricity	729		632	
Cleaning	2,122		1,969	
Contract Gardening	1,245		1,185	
Repairs & Maintenance	1,210		1,015	
Entry Phone	608		487	
Printing, Postage and Stationery	-		94	
Audit Fees	441		441	
Annual Filing Fee	15		15	
Legal and Professional Fees	-		1,122	
Bank Charges & Interest	100		117	
Companies House Fine	100		-	
Laing Homes Administration	1,960		800	
Insurance	1,269		1,182	
	<u>9,799</u>		<u>9,159</u>	
Managing Agents Fees	1,629		1,749	
Major Work	12,406		4,650	
Managing Agents Fees on Major Work	1,822		683	
Total Expenditure		<u>(25,656)</u>		<u>(16,241)</u>
Net Surplus/(Deficit) for Year		<u>(12,140)</u>		<u>(1,615)</u>
Taxation		<u>(21)</u>		<u>-</u>
Net Surplus/(Deficit) After Taxation		<u>(12,161)</u>		<u>(1,615)</u>
Transfers (to)/from Reserves				
Transfer to Maintenance Reserve	-		-	
Transfer from Maintenance Reserve	12,161		1,615	
Retained Surplus/(Deficit) for Year		<u><u>-</u></u>		<u><u>-</u></u>