

ROC copy

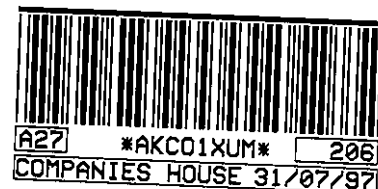
Please sign
& return

I R Reference 614/96550/94197

Registered No. 2468708

SOUTHWOLD ROAD (BLOCK B) MANAGEMENT COMPANY LTD

STATEMENT OF ACCOUNTS
for the year ended 31st March 1997



CARTWRIGHT & COMPANY
Chartered Accountants &
Registered Auditors
106 High Street
Stevenage
Herts
SG1 3DW

SOUTHWOLD ROAD (BLOCK B) MANAGEMENT COMPANY LTD

BOARD OF DIRECTORS

J M Walker (resigned 11.7.96)
A Wellock
P Martin (resigned 11.7.96)
G Mayoh
S Walker
S Underwood (appointed 11.7.96)

SECRETARY

A Wellock

REGISTERED OFFICE

136 Fairview Road
Stevenage
Herts
SG1 2NS

AUDITORS

Cartwright & Company
Chartered Accountants &
Registered Auditors
106 High Street
Stevenage
Herts
SG1 3DW

BANKERS

National Westminster Bank plc
26/28 Queensway
Stevenage
Herts
SG1 1BU

REPORT AND ACCOUNTS
for the year ended 31st March 1997.

	<u>Page</u>
Directors' Report	1
Statement of Directors' Responsibilities	2
Auditors Report	3
Income and Expenditure Account	4
Balance Sheet	5
Notes on Accounts	6
Income and Expenditure Account	7

SOUTHWOLD ROAD (BLOCK B) MANAGEMENT COMPANY LTD

REPORT OF THE DIRECTORS
for the year ended 31st March 1997

The Directors present their Report and the audited accounts for the year ended 31st March 1997.

ACTIVITIES

During the year, the principal activity of the Company was the management and maintenance of the land and buildings at 42-68b Southwold Road, Watford, Herts to the mutual benefit of all Members equally.

RESULTS

Income for the year is equal to expenses incurred or provisions made for future expenditure of the Company.

DIRECTORS

	<u>1997</u> <u>Ordinary Shares</u>	<u>1996</u> <u>Ordinary shares</u>
J M Walker (resigned 11.7.96)	-	ONE
A Wellock	ONE	ONE
P Martin (resigned 11.7.96)	-	ONE
G Mayoh	ONE	ONE
S Walker	ONE	ONE
S Underwood (appointed 11.7.96)	ONE	-

AUDITORS

A resolution proposing the re-appointment of Messrs Cartwright & Co as auditors will be put to the forthcoming Annual General Meeting in accordance with the Companies Act 1985.

By Order of the Board

A Wellock
Secretary



Stevenage
5th June, 1997.

SOUTHWOLD ROAD (BLOCK B) MANAGEMENT COMPANY LTD

STATEMENT OF DIRECTORS' RESPONSIBILITIES

We are required under company law to prepare financial accounts for each financial period 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 accounts we are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and estimates that are reasonable and prudent;
- state whether the applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial accounts;
- prepare the financial accounts 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 accounts comply with 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.

Stevenage
5th June, 1997.

By Order of the Board



**AUDITOR'S REPORT TO THE SHAREHOLDERS OF
SOUTHWOLD ROAD (BLOCK B) MANAGEMENT COMPANY LTD**

We have audited the financial accounts on pages 4 to 7 which have been prepared under the historical cost convention.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As described on page 2 the company's Directors are responsible for the preparation of financial accounts. It is our responsibility to form an independent opinion, based on our audit, on those accounts and to report our opinion to you.

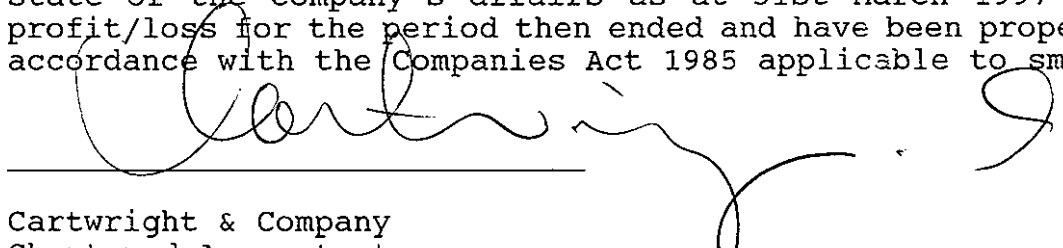
BASIS OF OPINION

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 accounts. It also includes an assessment of the significant estimates and judgments made by the Directors in the preparation of the financial accounts, 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 accounts are free from material mis-statement, 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 accounts.

OPINION

In our opinion the financial accounts give a true and fair view of the state of the company's affairs as at 31st March 1997 and of its nil profit/loss for the period then ended and have been properly prepared in accordance with the Companies Act 1985 applicable to small companies.



Cartwright & Company
Chartered Accountants
& Registered Auditors
106 High Street
Stevenage
Herts
SG1 3DW



SOUTHWOLD ROAD (BLOCK B) MANAGEMENT COMPANY LTD

INCOME AND EXPENDITURE ACCOUNT
For the year ended 31st March 1997

		<u>1997</u>		<u>1996</u>	
	<u>Note</u>	<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>
<u>TURNOVER</u>		18,900		18,900	
(DEFICIT) for the year before Interest received and taxation.		(289)		(340)	
After charging:-					
Directors' Remuneration		NIL		NIL	
Auditors' Remuneration		<u>848</u>		<u>846</u>	
before crediting:-					
Bank Interest Receivable		<u>381</u>		<u>454</u>	
			<u>381</u>		<u>454</u>
			92		114
Less: UK Corporation Tax	2(a)		<u>92</u>		<u>114</u>
<u>SURPLUS/(DEFICIT) for the year</u>			<u>NIL</u>		<u>NIL</u>

None of the company's activities were acquired or discontinued during the above two financial years.

There were no recognised gains or losses other than the profit or loss for the above two financial years.

SOUTHWOLD ROAD (BLOCK B) MANAGEMENT COMPANY LTD

BALANCE SHEET
31st March 1997

	<u>Note</u>	<u>1997</u>	<u>1996</u>
		£	£
<u>SHARE CAPITAL</u>			
Authorised, Issued and Fully Paid 42 Ordinary Shares of £1 each		42	42
<u>MEMBERS' TOTAL FUNDS</u>			
Represented by:			
<u>CURRENT ASSETS</u>			
Bank Current Account		2,133	1,763
Bank Deposit Account		17,997	15,116
Debtors and Prepayments	4	<u>5,157</u>	<u>4,436</u>
		25,287	21,315
Less: <u>CURRENT LIABILITIES</u> <u>payable within 12 months</u>			
Creditors and Accruals	5	14,416	14,443
UK Corporation Tax	2(b)	<u>92</u>	<u>114</u>
		<u>14,508</u>	<u>14,557</u>
		10,779	6,758
Less: <u>PROVISION</u> for Maintenance	3	<u>10,737</u>	<u>6,716</u>
<u>NET ASSETS</u>		<u>42</u>	<u>42</u>

..... DIRECTOR
..... DIRECTOR
..... DATE

Certified true copy.

SOUTHWOLD ROAD (BLOCK B) MANAGEMENT COMPANY LTD

NOTES ON ACCOUNTS

for the year ended 31st March 1997

1. ACCOUNTING POLICIES

Accounting basis

Accounts have been prepared under the historical cost convention.

2. UK CORPORATION TAX

The provision comprises UK Corporation Tax calculated at 24% (1996 25%) on the current year's Deposit interest received.

	<u>1997</u> <u>£</u>	<u>1996</u> <u>£</u>
(a) <u>Income and Expenditure Account</u>		
UK Corporation Tax due @24% (1996 @ 25%) on interest received	92	114
	<u> </u>	<u> </u>
(b) <u>Balance Sheet</u>		
UK Corporation Tax @ 24% (1996 @ 25%) due on interest received	92	114
	<u> </u>	<u> </u>

3. PROVISION FOR CYCLICAL MAINTENANCE

Provision b/f	6,716	7,179
Add: Provision for year - see page 7	<u>4,021</u>	<u>3,132</u>
	10,737	10,311
Less: Cyclical Maintenance carried out during year	<u>-</u>	<u>3,595</u>
	<u>10,737</u>	<u>6,716</u>

4. DEBTORS AND PREPAYMENTS

Service Charge Fees	1,294	699
TV and FM Aerial and Entry Phone Rental	1,487	1,449
Insurance	2,352	2,264
Ex-tenants owing	24	-
Electricity	<u>-</u>	<u>24</u>
	<u>5,157</u>	<u>4,436</u>

5. CREDITORS AND ACCRUALS

Rental Deposits held	12,600	12,600
Accruals - Audit	871	846
- Electricity	-	-
- Maintenance	637	657
- Sundries	-	32
Service charges in advance	<u>308</u>	<u>308</u>
	<u>14,416</u>	<u>14,443</u>

SOUTHWOLD ROAD (BLOCK B) MANAGEMENT COMPANY LTD

INCOME AND EXPENDITURE ACCOUNT
for the year ended 31st March 1997

	Note	£	<u>1997</u> £	£	<u>1996</u> £
<u>INCOME</u>					
Service Charge Payable			18,900		18,900
Less: Bad Debts			<u>-</u>		<u>(205)</u>
			18,900		18,695
Income Arrears		-		-	
Bank Interest Receivable		381		454	
Less: Corporation Tax	1(a)	<u>92</u>		<u>114</u>	
			289		340
			19,189		19,035
Less: <u>EXPENDITURE</u>					
Management Fees		1,779		1,764	
Repairs and Other					
Maintenance		623		1,384	
Gardening and Cleaning		5,921		5,950	
Insurance		3,440		3,349	
Electricity		383		253	
Accountancy & Audit		848		846	
Sundry Expenses		32		116	
Bank Charges and Interest		198		210	
TV and FM Aerial and Entryphone					
Rental		1,944		1,886	
Legal and Professional		<u>-</u>		<u>145</u>	
		15,168		15,903	
Provision for future					
Maintenance	2	<u>4,021</u>		<u>3,132</u>	
			19,189		19,035
<u>SURPLUS/(DEFICIT) for the year</u>			<u>NIL</u>		<u>NIL</u>