

Company Registration No. 2468708 (England and Wales)

SOUTHWOLD ROAD (BLOCK B) MANAGEMENT COMPANY LIMITED
DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2003

SHARPE FAIRBROTHER
CHARTERED ACCOUNTANTS
67/69 GEORGE SREET
LONDON
W1U 8LT



SOUTHWOLD ROAD (BLOCK B) MANAGEMENT COMPANY LIMITED

COMPANY INFORMATION

Directors	S Walker G Mayoh Bergson Estates Limited
Secretary	G Mayoh
Company number	2468708
Registered office	Topical House, 15 Frogmore Road Apsley Hemel Hempstead Herts HP3 9RW
Auditors	Sharpe Fairbrother Chartered Accountants 67/69 George Street London W1U 8LT

SOUTHWOLD ROAD (BLOCK B) MANAGEMENT COMPANY LIMITED

CONTENTS

	Page
Directors' report	1 - 2
Independent auditors' report	3
Profit and loss account	4
Balance sheet	5
Notes to the financial statements	6 - 7

SOUTHWOLD ROAD (BLOCK B) MANAGEMENT COMPANY LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 MARCH 2003

The directors present their report and financial statements for the year ended 31 March 2003.

Principal activities

The principal activity of the company continued to be that of the management and maintenance of the land and buildings at 42-68b Southwold Road, Watford, Herts to the mutual benefit of all members equally. The company does not trade with a view to make profits.

Directors

The following directors have held office since 1 April 2002:

S Walker

G Mayoh

T Lowe

(Resigned 18 April 2002)

Bergson Estates Limited

Directors' interests

The directors' interests in the shares of the company were as stated below:

	Ordinary shares of £ 1 each	
	31 March 2003	1 April 2002
S Walker	1	1
G Mayoh	1	1
Bergson Estates Limited	-	-

Auditors

In accordance with section 385 of the Companies Act 1985, a resolution proposing that Sharpe Fairbrother be reappointed as auditors of the company will be put to the Annual General Meeting.

SOUTHWOLD ROAD (BLOCK B) MANAGEMENT COMPANY LIMITED

DIRECTORS' REPORT (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2003

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 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.

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

On behalf of the board



Bergson Estates Limited

Director

29 April 2003

SOUTHWOLD ROAD (BLOCK B) MANAGEMENT COMPANY LIMITED

INDEPENDENT AUDITORS' REPORT

TO THE SHAREHOLDERS OF SOUTHWOLD ROAD (BLOCK B) MANAGEMENT COMPANY LIMITED

We have audited the financial statements of Southwold Road (Block B) Management Company Limited on pages 4 to 7 for the year ended 31 March 2003. These financial statements have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002), under the historical cost convention and the accounting policies set out therein.

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 in the statement of directors' responsibilities on page 2 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 Auditing 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 directors' report is not consistent with the financial statements, if the company has not kept proper accounting 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 misstatements within it.

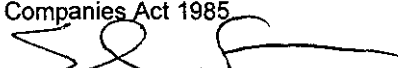
Basis of audit opinion

We conducted our audit in accordance with United Kingdom 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 March 2003 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.


Sharpe Fairbrother

29 April 2003

Chartered Accountants
Registered Auditor

67/69 George Street
London W1U 8LT

SOUTHWOLD ROAD (BLOCK B) MANAGEMENT COMPANY LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 MARCH 2003

		2003	2002
	Notes	£	£
Turnover		26,760	26,844
Administrative expenses		(21,865)	(22,210)
Operating profit	2	4,895	4,634
Other interest receivable and similar income		46	152
Profit on ordinary activities before taxation		4,941	4,786
Tax on profit on ordinary activities	3	-	-
Retained profit for the year	7	4,941	4,786

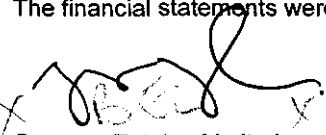
SOUTHWOLD ROAD (BLOCK B) MANAGEMENT COMPANY LIMITED

BALANCE SHEET AS AT 31 MARCH 2003

	Notes	2003 £	£	2002 £	£
Current assets					
Debtors	4	7,578		9,712	
Cash at bank and in hand		33,579		26,922	
		<u>41,157</u>		<u>36,634</u>	
Creditors: amounts falling due within one year	5	<u>(17,851)</u>		<u>(18,269)</u>	
Total assets less current liabilities			<u>23,306</u>		<u>18,365</u>
Capital and reserves					
Called up share capital	6		42		42
Profit and loss account	7		<u>23,264</u>		<u>18,323</u>
Shareholders' funds			<u>23,306</u>		<u>18,365</u>

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 with the Financial Reporting Standard for Smaller Entities (effective June 2002).

The financial statements were approved by the Board on 29 April 2003


Bergson Estates Limited
Director

SOUTHWOLD ROAD (BLOCK B) MANAGEMENT COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2003

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

1.2 Turnover

Turnover represents service charges receivable from members.

2 Operating profit

	2003	2002
	£	£
Operating profit is stated after charging:		
Auditors' remuneration	940	881
	<u> </u>	<u> </u>

3 Taxation

On the basis of these financial statements no provision has been made for corporation tax.

4 Debtors

	2003	2002
	£	£
Trade debtors	908	4,512
Other debtors	6,670	5,200
	<u> </u>	<u> </u>
	7,578	9,712
	<u> </u>	<u> </u>

5 Creditors: amounts falling due within one year

	2003	2002
	£	£
Trade creditors	31	31
Taxation and social security	-	30
Other creditors	17,820	18,208
	<u> </u>	<u> </u>
	17,851	18,269
	<u> </u>	<u> </u>

6 Share capital

	2003	2002
	£	£
Authorised		
42 Ordinary shares of £ 1 each	42	42
	<u> </u>	<u> </u>
Allotted, called up and fully paid		
42 Ordinary shares of £ 1 each	42	42
	<u> </u>	<u> </u>

SOUTHWOLD ROAD (BLOCK B) MANAGEMENT COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2003

7 Statement of movements on profit and loss account

	Profit and loss account £
Balance at 1 April 2002	18,323
Retained profit for the year	4,941
Balance at 31 March 2003	23,264

8 Transactions with directors

Management fees of £4,442 (2002: £4,141) were paid to Bergson Estates Limited in respect of services rendered at arm's length to the company.

Mr G Mayoh and Ms S Walker contributed to their share of service charges in accordance with the terms of their leases.