

**ACORNEDGE PROPERTY MANAGEMENT
COMPANY LIMITED**

ACCOUNTS

31 MARCH 1997

ANDREW THURBURN & COMPANY
Chartered Accountants
270 Norwood Road
London SE27 9AJ



ACORNEDGE PROPERTY MANAGEMENT COMPANY LIMITED

REPORT OF THE DIRECTORS

The directors present their report and the accounts for the year ended 31 March 1997.

PRINCIPAL ACTIVITIES

The principal activity of the company is to own the freehold of 59 Gloucester Street, London SW1, and to manage the flats therein on a non-profit basis.

DIRECTORS AND THEIR INTERESTS

The directors of the company, together with their interests in the share capital are:

	Ordinary Shares of £1 Each	
	31.3.97	31.3.96
Lady Renton of Mount Harry	1	1
P. E. F. Daubeney	1	1
G. C. Stagnetto	-	-
B. B. H. King	1	1

STATEMENT OF 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; and prepare the financial statements on a going concern basis unless it is inappropriate to assume 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 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.

SMALL COMPANY RULES

Advantage has been taken in the preparation of this report of the special exemptions applicable to small companies.

BY ORDER OF THE BOARD



.....
Lady Renton of Mount Harry - Director

9th January 1998

ACORNEDGE PROPERTY MANAGEMENT COMPANY LIMITED

**INCOME AND EXPENDITURE ACCOUNT
YEAR ENDED 31 MARCH 1997**

	1997 £	1996 £
INCOME		
Service Charges from Lessees	2,654	3,541
Additional Contributions received for Major Redecoration	14,856	-
Ground Rents from Lessees	200	200
	17,710	3,741
EXPENDITURE		
Major Redecoration	13,680	1,175
Repairs and Maintenance	35	414
Insurance	929	913
Cleaning	474	439
Electricity	9	43
Management Charges	1,058	597
Accountancy Fee	245	235
Bank Charges	43	42
Sundries	12	18
	16,485	3,876
OPERATING SURPLUS/(DEFICIT) FOR THE YEAR BEFORE TAXATION	1,225	(135)
TAXATION (Note 3)	-	-
SURPLUS/(DEFICIT) FOR THE FINANCIAL YEAR	1,255	(135)
LESSEES' CONTRIBUTIONS IN HAND AT 1 APRIL 1996 (Note 2)	2,177	2,312
LESSEES' CONTRIBUTIONS IN HAND AT 31 MARCH 1997	£3,402	£2,177

There are no recognised gains and losses in the year other than the surplus/(deficit) for the year.

ACORNEDGE PROPERTY MANAGEMENT COMPANY LIMITED
BALANCE SHEET
31 MARCH 1997

	1997 £	1996 £
FIXED ASSETS		
Freehold Property (Note 5)	1	1
CURRENT ASSETS		
Cash with Agents	1,821	1,472
Service Charges & Ground Rents Due	1,201	135
Prepayments	721	809
	<u>3,743</u>	<u>2,416</u>
CURRENT LIABILITIES - Creditors Falling Due Within One Year:		
Lessees' Contributions in Hand	3,402	2,177
Other Creditors	337	235
	<u>3,739</u>	<u>2,412</u>
NET CURRENT ASSETS	<u>4</u>	<u>4</u>
NET ASSETS	<u>£ 5</u>	<u>£ 5</u>
CAPITAL (Note 6)		
Called up Share Capital - 5 Shares of £1 each Allotted, Called up and Fully Paid	<u>£ 5</u>	<u>£ 5</u>

For the year ending 31 March 1997 the company was entitled to exemptions under sub-section 1 of Section 249A of the Companies Act 1985.

No notice has been deposited under Section 249B(2) of the Act in relation to the accounts for the financial year.

We acknowledge our responsibilities as directors for:

- (1) Ensuring that the company keeps accounting records which comply with Section 221 of the Act; and
- (2) Preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of Section 226 of the Act, and which otherwise comply with the requirements of the Act relating to accounts, so far as applicable to the company.

In preparing these accounts we have relied on Sections 246 and 247 of the Companies Act 1985 as enabling us to take advantage of the special exemptions applicable to small companies.

APPROVED BY THE BOARD ON 9th January 1998

Alicia Renton

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Lady Renton of Mount Harry - Director

ACORNEDGE PROPERTY MANAGEMENT COMPANY LIMITED

**NOTES TO THE ACCOUNTS
YEAR ENDED 31 MARCH 1997**

1. BASIS OF ACCOUNTING

The accounts are prepared under the historical cost basis and in accordance with applicable accounting standards.

2. LESSEES' CONTRIBUTIONS

Service Charges and Ground Rents receivable represents income for the insurance and maintenance of the property and other services provided by the company in accordance with the leases. Unspent contributions in hand are shown under Current Liabilities.

3. TAXATION

The company is non-profit-making and is exempt from taxation owing to the mutuality provisions. Taxation will only arise in the event of interest receivable.

4. DIRECTORS

No director received any remuneration during the year.

5. FREEHOLD PROPERTY

Freehold Property has been written down to a nominal value of £1, and represents the purchase of the freehold of 59 Gloucester Street, London SW1 by the company on behalf of the members.

6. SHARE CAPITAL

The authorised Share Capital is £100 (1996: £100)

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