

**BELLE ORCHARD HOUSE RESIDENTS
ASSOCIATION LIMITED**

FINANCIAL STATEMENTS

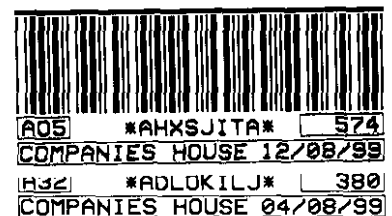
31ST OCTOBER 1998

Registered number: 3446708

DAVIES & CO

CHARTERED ACCOUNTANTS

Herefordshire



BELLE ORCHARD HOUSE RESIDENTS ASSOCIATION LIMITED

FINANCIAL STATEMENTS

for the Period ended 31st October 1998

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The following page does not form part of the statutory accounts

Detailed trading and profit and loss account	Appendix 1
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BELLE ORCHARD HOUSE RESIDENTS ASSOCIATION LIMITED**COMPANY INFORMATION****31st October 1998**

NUMBER	3446708
CHAIRMAN	Peter Hughes
OTHER DIRECTORS	Elizabeth Batty (resigned 11 May 1998) Mervyn Parnell (appointed 11 May 1998)
SECRETARY	Angela Robinson
REGISTERED OFFICE	6 Belle Orchard House Orchard Lane Ledbury Herefordshire, HR8 1DQ
BANKERS	Lloyds Bank plc 8 High Town Hereford HR1 2AE
SOLICITORS	Orme Dyke & Yates National Westminster Bank Chambers The Homend Ledbury Herefordshire, HR8 1AB
AUDITORS	Davies & Co Chartered Accountants 12 New Street Ledbury Herefordshire HR8 2DX

BELLE ORCHARD HOUSE RESIDENTS ASSOCIATION LIMITED

DIRECTORS' REPORT

31st October 1998

The directors present their report and the audited financial statements for the Period ended 31st October 1998.

Incorporation

The company was incorporated on 8th October 1997. 6 shares have been issued, at par, during the period.

Principal activity

The principal activity of the company is to hold the freehold of Belle Orchard House for the benefit of the tenants, and to maintain the common areas thereof.

Directors

The directors of the company during the Period and their interests in the shares of the company as recorded in the register of directors' interests were as follows:

	31st October 1998
	Ordinary
	shares
Peter Hughes	1
Elizabeth Batty (resigned 11 May 1998)	1
Mervyn Parnell (appointed 11 May 1998)	1

Share capital

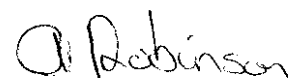
Auditors

The Company has elected to dispense with the annual appointment of auditors. In the absence of a specific resolution to the contrary, Davies & Co will continue in office.

Small company exemptions

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

On behalf of the board



Angela Robinson
Secretary

6 Belle Orchard House
Orchard Lane
Ledbury
Herefordshire, HR8 1DQ
30 July 1999

BELLE ORCHARD HOUSE RESIDENTS ASSOCIATION LIMITED**STATEMENT OF DIRECTORS' RESPONSIBILITIES**

Company law requires the directors to prepare financial statements 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 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 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.

30 July 1999

On behalf of the board



Peter Hughes
Chairman

BELLE ORCHARD HOUSE RESIDENTS ASSOCIATION LIMITED**AUDITORS' REPORT****Auditors' report to the members**

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 7.

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. 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 error or other irregularity. 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 31st October 1998 and of its loss for the Period then ended and have been properly prepared in accordance with the Companies Act 1985.



Herefordshire
2 August 1999

Davies & Co
Registered Auditors
Chartered Accountants

BELLE ORCHARD HOUSE RESIDENTS ASSOCIATION LIMITED

PROFIT AND LOSS ACCOUNT

for the Period ended 31st October 1998

	Note	1998
		£
Turnover	2	739
Net operating expenses		
Administrative expenses		(1,125)
Other operating income		3
Loss on ordinary activities before taxation		(383)
Taxation		
Loss on ordinary activities after taxation		(383)
retained for the Period	7	

Movements in reserves are shown in the notes to the financial statements.

BELLE ORCHARD HOUSE RESIDENTS ASSOCIATION LIMITED

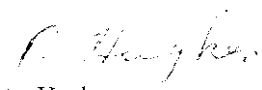
BALANCE SHEET

at 31st October 1998

	Note	£	1998	£
Fixed assets				
Tangible assets	4			3,668
Current assets				
Cash at bank and in hand		250		
		<u>250</u>		
Creditors: amounts falling due within one year	5	(71)		
		<u>(71)</u>		
Net current assets				179
Total assets less current liabilities				<u>3,847</u>
Capital and reserves				
Called up share capital	6			6
Other reserves				4,224
Profit and loss account	7			<u>(383)</u>
Total shareholders' funds				<u>3,847</u>

These financial statements are 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 March 1999).

The financial statements on pages 5 to 8 were approved by the board of directors on 30 July 1999 and signed on its behalf by:


Peter Hughes
Chairman

BELLE ORCHARD HOUSE RESIDENTS ASSOCIATION LIMITED

NOTES ON FINANCIAL STATEMENTS

31st October 1998

1 Accounting policies

Basis of accounting

The financial statements have been prepared under the historical cost accounting rules.

The company has taken advantage of the exemption from preparing a cash flow statement as conferred by Financial Reporting Standard No. 1 (Revised 1996) on the grounds that it qualifies as a small company under the Companies Act 1985.

Turnover

Turnover represents the amount derived from members' contributions during the period.

2 Turnover

In the opinion of the directors, none of the turnover of the company is attributable to geographical markets outside the UK (1997 nil).

3 Operating loss

1998

£

Operating loss is stated after crediting:

Interest receivable

3

and after charging:

Auditors' remuneration

71

4 Tangible fixed assets

**Land and
Buildings**
£

Cost

8th October 1997

and

31st October 1998

3,668

Net book amount

31st October 1998

3,668

8th October 1997

-

BELLE ORCHARD HOUSE RESIDENTS ASSOCIATION LIMITED

NOTES ON FINANCIAL STATEMENTS

31st October 1998

- 5 Creditors:** amounts falling due within one year

1998
£

Other creditors

71

71

- 6 Called up share capital**

1998

**Number of
shares**

£

Authorised

Authorised share capital - ords. number

100

100

**Allotted, called up
and fully paid**

Authorised share capital - ords. number

6

6

- 7 Profit and loss account**

1998
£

Retained loss for the Period

(383)

31st October 1998

(383)

- 8 Related parties**

The directors are all tenants of Belle Orchard House. As such they contribute amounts to the company to defray costs of upkeep in accordance with the terms of their leases.