

CHURCH HILL MANAGEMENT COMPANY LIMITED COMPANY No.3633789

THE BOARD OF DIRECTORS

REGINALD CLAY
KAY SHIRLEY CLAY
KALLE JOHAN MELIN
BEVERLEY JANE MELIN
JOAN ANNE STONE
JOHN EDWARD STONE
DAVID PHILIP THOMPSON
SHEILA BETTY THOMPSON

COMPANY SECRETARY

REGINALD CLAY

REGISTERED OFFICE

CHESAPEAKE
CHURCH HILL
MILFORD ON SEA
LYMINGTON
SO41 0QJ

THE DIRECTORS' REPORT FOR YEAR ENDED 30 SEPTEMBER 2002

The directors have pleasure in presenting their report and the unaudited financial statements of the company for the year ended 30 September 2002.

PRINCIPAL ACTIVITIES

The maintenance and improvement of the common/joint areas of the housing development known as Church Hill.

THE DIRECTORS AND THEIR INTERESTS IN SHARES OF THE COMPANY

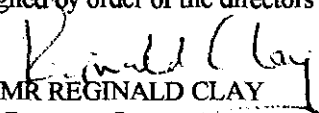
The directors who served the company during the year together with their beneficial interests in the shares of the company were as follows:

	Ordinary Shares of 1UKP	
	At 30 September 2002	At 1 October 2001
R Clay and K S Clay	1	1
K J Melin and B J Melin	1	1
J E Stone and J A Stone	1	1
D P Thompson and S B Thompson	1	1

SMALL COMPANY PROVISIONS

This report has been prepared in accordance with the special provisions for small companies under Part V11 of the Companies Act 1985.

Signed by order of the directors


MR REGINALD CLAY
Company Secretary

Approved by the directors on 11 May 2003



CHURCH HILL MANAGEMENT COMPANY

PROFIT AND LOSS ACCOUNT

YEAR ENDED 30 SEPTEMBER 2002

	Note	2002 UKP	2001 UKP
OTHER INCOME	(2)	780	5452
EXPENSES		(5908)	(118)
OPERATING PROFIT/(LOSS) BEFORE TAX		(5128)	5334
PROFIT/(LOSS) AFTER TAX AND RETAINED PROFIT/(LOSS) FOR THE YEAR		(5128)	5334
BALANCE BROUGHT FORWARD		5334	0
BALANCE CARRIED FORWARD		206	5334

BALANCE SHEET

30 SEPTEMBER 2002

	Note	2002 UKP	2001 UKP
CASH AT BANK		210	5338
NET ASSETS		210	5338
EQUITY SHARE CAPITAL	(3)	4	4
PROFIT AND LOSS ACCOUNT	(4)	206	5338
SHARE HOLDERS FUNDS	(4)	210	5338

The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the financial statements for the year by virtue of section 249A(1), and that no members have requested an audit pursuant to section 249B(2) of the Act.

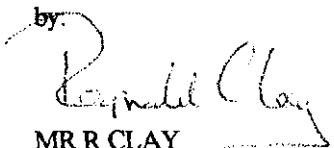
The directors acknowledge their responsibilities for:

(1) ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and

(2) preparing financial statements 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 and loss for the financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company.

These financial statements have been prepared in accordance with the special provisions for small companies under Part V11 of the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities (effective March 2000).

These financial statements were approved by the directors on 11 May 2003 and are signed on their behalf by:


MR R CLAY
Director

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 SEPTEMBER 2002

1/ ACCOUNTING POLICIES

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000)

2/ Funds provided from retained profit and by the shareholders to meet foreseen liabilities and expenses.

3/ Equity share capital

	2002	2003
	UKP	UKP
Authorised: 100 shares of 1 UKP each	100	100
Issued, called up and fully paid	4	4

4/ Reconciliation of movement of shareholder funds

	UKP
Loss for the year	(5128)
Opening shareholder funds	5338
Closing shareholder funds	210