

EAGLE CLOSE (ILCHESTER) RESIDENTS COMPANY LIMITED

**REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2005**



S H LANDES & CO

CHARTERED ACCOUNTANTS AND REGISTERED AUDITORS

Company number: 4300607

EAGLE CLOSE (ILCHESTER) RESIDENTS COMPANY LIMITED

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2005**

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EAGLE CLOSE (ILCHESTER) RESIDENTS COMPANY LIMITED

REPORT OF THE DIRECTOR

The director presents its report and the audited accounts of the company for the year ended 31 March 2005.

The company's principal activity during the year was property and estate management. The company's director is satisfied with the results for the year.

RESULTS AND DIVIDENDS

The company's deficit for the financial year is £nil (2004 £1051). No dividend is to be paid (2004: £nil).

DIRECTOR AND ITS INTERESTS

The director who held office during the year is given below:

Annington Nominees Limited

The director held a non-beneficial interest of 1 "A" share in the company.

The director held a non-beneficial interest in a number of other site management companies. Details of these interests are disclosed in those individual entities' accounts.

DIRECTOR'S RESPONSIBILITIES

Company law requires the director 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 surplus or deficit of the company for that period. In preparing those financial statements the director is required to:

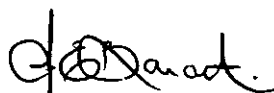
- ~ select suitable accounting policies and then apply them consistently;
- ~ make judgements and estimates that are reasonable and prudent;
- ~ state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- ~ prepare the financial statements on a going concern basis unless it is inappropriate to presume that the company will continue in business.

The director is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable it to ensure that the financial statements comply with the Companies Act 1985. It is 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.

AUDITORS

The auditors, S H Landes & Co, will be proposed for re-appointment in accordance with S.385 of the Companies Act 1985.

BY ORDER OF THE BOARD



FOR AND ON BEHALF OF MITIE SCOTGATE LTD

Date:

18th January 2006.

INDEPENDENT AUDITORS' REPORT
TO THE SHAREHOLDERS OF
EAGLE CLOSE (ILCHESTER) RESIDENTS COMPANY LIMITED

We have audited the financial statements of Eagle Close (Ilchester) Residents Company Limited for the year ended 31 March 2005, which comprise the Income and Expenditure Account, the Balance Sheet and the related notes. These financial statements have been prepared 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 director and auditors

The directors' responsibilities for preparing the Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards are set out in the Statement of Directors' Responsibilities.

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 misstatement 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 judgments 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.

INDEPENDENT AUDITORS' REPORT

TO THE SHAREHOLDERS OF

EAGLE CLOSE (ILCHESTER) RESIDENTS COMPANY LIMITED

(continued)

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 2005 and of its results for the year then ended, and have been properly prepared in accordance with the Companies Act 1985.

S H LANDES & CO
CHARTERED ACCOUNTANTS AND
REGISTERED AUDITORS

5th Floor, Walmar House
288 Regent Street
London
W1B 3AL



24/1/06

EAGLE CLOSE (ILCHESTER) RESIDENTS COMPANY LIMITED

**INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2005**

	Notes	2005 £	2004 £
Service charge income	2	12,220	9,556
Service charge expenses		(11,931)	(10,618)
Operating surplus/ (deficit)	3	289	(1,062)
Interest receivable and similar income		28	15
Transfer to repairs reserve	8a	<u>(317)</u>	<u>-</u>
Surplus/(deficit) on ordinary activities before taxation		-	(1,047)
Tax on surplus on ordinary activities	4	<u>-</u>	<u>(4)</u>
Surplus/(Deficit) for the financial year		-	(1,051)
Dividends	5	<u>-</u>	<u>-</u>
Retained surplus/(deficit) for the financial year		-	(1,051)
Retained (deficit) brought forward		(1,468)	(417)
Retained(deficit) carried forward		<u><u>(1,468)</u></u>	<u><u>(1,468)</u></u>

All income was derived from within the United Kingdom from continuing operations. No operations were discontinued during the year.

Statement of Total Recognised Surpluses and Deficits for the year ended 31 March 2005

There are no other recognised surpluses or deficits other than the surplus for the year.

The notes on the attached pages form part of these financial statements.

EAGLE CLOSE (ILCHESTER) RESIDENTS COMPANY LIMITED

**BALANCE SHEET
AT 31 MARCH 2005**

	Notes	2005		2004	
		£	£	£	£
CURRENT ASSETS					
Debtors	6	2,416		1,187	
Cash at bank and in hand		<u>3,881</u>		<u>2,228</u>	
		6,297		3,415	
CREDITORS: amounts falling due within one year	7	<u>(7,430)</u>		<u>(4,865)</u>	
NET CURRENT LIABILITIES			<u>(1,133)</u>		<u>(1,450)</u>
NET LIABILITIES			<u><u>(1,133)</u></u>		<u><u>(1,450)</u></u>
CAPITAL AND RESERVES					
Called up share capital	9		18		18
Income and expenditure account			(1,468)		(1,468)
Repairs reserve	8b		<u>317</u>		<u>-</u>
SHAREHOLDERS' FUNDS - EQUITY	10		<u><u>(1,133)</u></u>		<u><u>(1,450)</u></u>

APPROVED BY THE BOARD

NP Vaughan

**For and on behalf of Annington Nominees Limited
Director**

Date: *18 January 2006*

The notes on the attached pages form part of these financial statements.

EAGLE CLOSE (ILCHESTER) RESIDENTS COMPANY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2005**

1 ACCOUNTING POLICIES

Basis of preparation of financial statements

The financial statements are prepared under the historical cost convention and in accordance with applicable accounting standards.

2 SERVICE CHARGE INCOME

Service charges recoverable - income from the residents/tenants that is recoverable under the terms of their purchase agreement/lease is accounted for on an accruals basis. Over/under accruals from the previous period are dealt with in the following year in the income and expenditure account.

3 OPERATING SURPLUS/(DEFICIT)

	2005	2004
	£	£
This is stated after charging:		
Auditors' remuneration	<u>181</u>	<u>223</u>

4 TAX ON SURPLUS ON ORDINARY ACTIVITIES

	2005	2004
	£	£
Taxation on the surplus for the year		
UK corporation tax at 30% (2004:30%)	<u>-</u>	<u>4</u>

The Inland Revenue has agreed that the the company is not liable to Corporation tax on its profits, as long as they remain at a low level.

5 DIVIDENDS

No dividends have been paid or proposed.

EAGLE CLOSE (ILCHESTER) RESIDENTS COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2005

6 DEBTORS

	2005 £	2004 £
Trade debtors	2,355	1,126
Amounts owed by group undertakings	1	1
Sundry debtors	<u>60</u>	<u>60</u>
	<u>2,416</u>	<u>1,187</u>

Amounts owed by group undertakings are unsecured, interest free and have no fixed date of repayment.

7 CREDITORS: amounts falling due within one year

	2005 £	2004 £
Amount owed to group undertakings	5,400	4,000
Trade creditors	1,789	427
Corporation tax	-	4
Accrued expenses:		
Audit and accountancy	169	211
Bank charges	72	-
Cleaning	<u>-</u>	<u>223</u>
	<u>241</u>	<u>434</u>
	<u>7,430</u>	<u>4,865</u>

8a REPAIRS RESERVE

	2005 £	2004 £
At 1 April 2004	-	-
Charged to the income and expenditure account in the year	317	-
Utilised during the year	-	-
Transferred from income and expenditure account	<u>-</u>	<u>-</u>
At 31 March 2005	<u>317</u>	<u>-</u>

8b REPRESENTED BY

	2,005	2,004
Road maintenance reserve	73	-
External decoration	<u>244</u>	<u>-</u>
	<u>317</u>	<u>-</u>

EAGLE CLOSE (ILCHESTER) RESIDENTS COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2005

9 CALLED UP SHARE CAPITAL

	2005 £	2004 £
Authorised:		
Class "A" share	1	1
Class "B" shares	<u>999</u>	<u>999</u>
	<u>1,000</u>	<u>1,000</u>
Issued and fully paid:		
Class "A" share allotted and fully paid	1	1
Class "B" shares allotted and fully paid	<u>17</u>	<u>17</u>
	<u>18</u>	<u>18</u>

The authorised share capital is £1,000 divided into 1 "A" share of £1 and 999 "B" shares of £1 each.

Class "A" shareholders are entitled to receive notices of, attend, speak and vote at general meetings of the company. The "A" shareholders shall transfer their share to the purchaser of the last house on the site. On transfer the share automatically becomes a class "B" share at that date. Class "B" shareholders are not entitled to receive notices of, attend, speak or vote at general meetings of the company until the "A" share is redesignated as a "B" share.

No "B" share may be allotted or issued to any person who is not a house owner/leaseholder. A "B" shareholder shall, and may only, transfer his "B" share, simultaneously with the completion of the transfer of ownership of his house or the assignment of his lease, to the new purchaser.

The director may declare dividends which both classes of shareholder are entitled to receive. On winding up, the liquidator has the right to decide how the division of any assets between the different classes of shareholders is carried out.

EAGLE CLOSE (ILCHESTER) RESIDENTS COMPANY LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2005**

10 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2005	2004
	£	£
Shareholders' funds as at 1 April 2004	(1,450)	(399)
Surplus/(deficit) for the year	-	(1,051)
Transfer to/(from) repairs reserve	<u>317</u>	<u>-</u>
Shareholders' funds as at 31 March 2005	<u>(1,133)</u>	<u>(1,450)</u>

11 EMPLOYEES

The company had no employees during the year (2004: nil).

12 DIRECTOR'S EMOLUMENTS

The director of the company received no emoluments during the year (2004: nil).

13 CASH FLOW STATEMENT EXEMPTION

The director has taken advantage of the exemption in Financial Reporting Standard No. 1 (Revised 1996) from including a cash flow statement in the financial statements on the grounds that the company is wholly owned and its parent publishes a consolidated cash flow statement

14 PARENT COMPANY

Le Grand Annington Limited, which is registered in England & Wales, is the ultimate parent company.

Consolidated financial statements for the year ended 31 March 2005 for Le Grand Annington Limited can be obtained from the Secretary, 1 James Street, London W1U 1DR.

15 COMPANY FINANCING

The company has net current liabilities of £1133 (2004-£1450). Should the company's income prove insufficient to fund its future working capital, the shareholders have indicated their willingness to make available to the company such additional funds as it may require in respect of working capital for the foreseeable future. Having consideration of the support indicated the director confirmed it is appropriate to prepare the financial statements on a going concern basis.