

Registered

FORUM HOUSES LIMITED

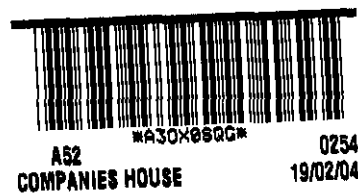
(A Company Limited by Guarantee)

FINANCIAL STATEMENTS

FOR YEAR ENDED

30 JUNE 2003

COMPANY REGISTRATION NUMBER 571637
Charity Number 313111



FORUM HOUSES LIMITED COMPANY LIMITED BY GUARANTEE

FINANCIAL STATEMENTS

YEAR ENDED 30 JUNE 2003

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FORUM HOUSES LIMITED COMPANY LIMITED BY GUARANTEE

MEMBERS OF THE BOARD AND PROFESSIONAL ADVISERS

The Board of Trustees

Bishop Basil Osborne - Chairman
Rev. Micheal Fortounatto
Elizabeth Houlton
Irina Kirillova
Anna Tatiana Prokosch
Katherine Sidworthy
Johnathan Sutton

Company Secretary

Anna Tatiana Prokosch

Registered Office

46 Ladbroke Grove
London
W11 2PA

Auditors

Menzies
Chartered Accountants
& Registered Auditors
Neville House
55 Eden Street
Kingston upon Thames
Surrey
KT1 1BW

Bankers

Barclays Bank Plc
PO Box 13
8 George Street
Richmond
Surrey
TW9 1JU

FORUM HOUSES LIMITED COMPANY LIMITED BY GUARANTEE

TRUSTEES ANNUAL REPORT

YEAR ENDED 30 JUNE 2003

The Trustees, who are also Directors for the purposes of the Companies Act, have pleasure in presenting their report and the financial statements of the charitable company for the year ended 30 June 2003. The financial policies are prepared in accordance with the accounting policies set out on page 7 and comply with the company's Memorandum and Articles of Association and applicable law.

LEGAL STATUS

The company is a charitable company governed by its Memorandum and Articles of Association. The company is limited by guarantee and has no share capital.

OBJECTIVES OF FORUM HOUSES CHARITY LIMITED

The principal activity of the charitable company during the year was the provision of affordable accommodation to students to rent and the maintenance of various educational and cultural functions.

REVIEW OF ACTIVITIES AND FINANCIAL POSITION

Forum Houses has continued to focus in the provision of affordable accommodation for ten students at 46 Ladbrooke Grove, London in the year. Maintenance and repairs in the current year have cost £13,547 (2002 - £5,169).

The financial position in the year is shown in the financial statements.

ORGANISATION

The Directors shall have absolute discretion as to the admission of any person to the board. Directors meet quarterly to approve expenditure, read the treasurers report and make major decisions.

THE DIRECTORS

The Directors who served the charitable company during the period were as follows:

Bishop Basil Osborne
Rev. Micheal Fortounatto
Elizabeth Houlton
Irina Kirillova
Anna Tatiana Prokosch
Katherine Sidworthy
Johnathan Sutton

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 charitable company at the end of the year and of the incoming and outgoing resources for the year then ended.

In preparing those financial statements, the Directors are required to select suitable accounting policies and then apply them consistently, making judgements and estimates that are reasonable and prudent. The Directors must also prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue its activities.

The Directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 1985. The Directors are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

AUDITORS

A resolution to re-appoint Menzies as auditors for the ensuing year will be proposed at the annual general meeting in accordance with section 385 of the Companies Act 1985.

FORUM HOUSES LIMITED COMPANY LIMITED BY GUARANTEE

TRUSTEES ANNUAL REPORT *(continued)*

YEAR ENDED 30 JUNE 2003

SMALL COMPANY PROVISIONS

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

Registered office:
46 Ladbroke Grove
London
W11 2PA

Signed by order of the Directors

Approved by the Directors on

18 June 03

Anna Tatiana Prokosch
Company Secretary

T. Prokosch

FORUM HOUSES LIMITED COMPANY LIMITED BY GUARANTEE

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS

YEAR ENDED 30 JUNE 2003

We have audited the financial statements on pages 5 to 9 which 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 on page 7.

This report is made solely to the charitable 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 charitable company's members those matters we are required to state to them in an auditors' 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 charitable company and the charitable 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 THE AUDITORS

The Trustees' (who also acts as Directors for the charitable activities of the company) responsibilities for preparing the Trustees 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 on page 2.

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 Trustees Annual Report is not consistent with the financial statements, if the charitable 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 charitable company is not disclosed.

We read the Trustees Annual Report and consider the implications for our report if we become aware of any apparent misstatements within it. Our responsibilities do not extend to any other information.

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 in the preparation of the financial statements, and of whether the accounting policies are appropriate to the charitable 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 charitable company's state of affairs as at 30 June 2003 and of its incoming resources and application of resources including its income and expenditure account for the year then ended in the year then ended and have been properly prepared in accordance with the Companies Act 1985.

Neville House
55 Eden Street
Kingston upon Thames
Surrey
KT1 1BW

16 February 2004


MENZIES
Chartered Accountants
& Registered Auditors

FORUM HOUSES LIMITED COMPANY LIMITED BY GUARANTEE

STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)

YEAR ENDED 30 JUNE 2003

	Note	Total Funds 2003 £	Total Funds 2002 £
INCOMING RESOURCES			
Interest receivable	3	1,213	1,064
Rents receivable		39,648	39,928
TOTAL INCOMING RESOURCES		40,861	40,992
RESOURCES EXPENDED			
Charitable expenditure:			
Costs in furtherance of charitable objects	4	40,892	29,945
Management and administration	5	3,374	4,847
TOTAL RESOURCES EXPENDED	6	44,266	34,792
NET (OUTGOING)/INCOMING RESOURCES AND NET (EXPENDITURE)/ INCOME FOR THE YEAR	7	(3,405)	6,200
Balances brought forward		85,009	78,809
Balances carried forward		81,604	85,009

All movements are in Unrestricted Funds

The charitable company has no recognised gains or losses other than the results for the year as set out above.

All of the activities of the charitable company are classed as continuing.

The notes on pages 7 to 9 form part of these financial statements.

FORUM HOUSES LIMITED COMPANY LIMITED BY GUARANTEE

BALANCE SHEET

30 JUNE 2003

	Note	2003 £	£	2002 £	£
FIXED ASSETS					
Tangible assets	8		39,060		39,588
CURRENT ASSETS					
Debtors	9	1,589		985	
Cash at bank		45,585		48,462	
		47,174		49,447	
CREDITORS: Amounts falling due within one year	10	(4,630)		(4,026)	
NET CURRENT ASSETS			42,544		45,421
TOTAL ASSETS LESS CURRENT LIABILITIES			81,604		85,009
NET ASSETS			81,604		85,009
FUNDS					
Unrestricted	11		81,604		85,009
TOTAL FUNDS			81,604		85,009

These financial statements have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985 and with the Financial Reporting Standard for Smaller entities (effective June 2002).

These financial statements were approved by the members of the committee on the 11/12/03 and are signed on their behalf by:

Bishop Basil Osborne
Director

B. Osborne

FORUM HOUSES LIMITED COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 JUNE 2003

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002) under the historical cost convention, with the exception that the company's freehold buildings are treated in accordance with the policy set out below and in accordance with the Statement of Recommended Practice "Accounting and reporting by Charities" (SORP 2000) and the Companies Act 1985. The principle accounting policies of the charitable company remain unchanged from the previous year and are set out below.

Incoming resources

Rental income is included in the accounts when received.

Cash flow statement

The Directors have taken advantage of the exemption in Financial Reporting Standard No 1 (revised) from including a cash flow statement in the financial statements on the grounds that the charitable company is small.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Furniture and equipment	- 10% per annum reducing balance
Fixtures and fittings	- 10% per annum reducing balance

The company's freehold buildings are not depreciated. The directors are of the opinion that the ongoing maintenance work undertaken keeps the properties to a high standard of repair. Accordingly, the directors consider that the useful economic lives of the buildings are so long and the residual values are such that any provision for depreciation would be immaterial in the context of the company's financial statements.

Incoming resources

Rental income is included in the accounts when received.

Reserves

The reserves and all income and expenditure are unrestricted and for the purpose of the charitable company's principle activity.

Allocation of costs

Expenditure incurred in respect of management, repair and maintenance of the property is allocated to Direct Charitable Expenditure. Expenditure incurred on audit, accountancy, bank charges and other sundry administrative activities is allocated to Management and Administration.

2. INCOME FROM CHARITABLE TRADING ACTIVITIES

The income and surplus on ordinary activities before taxation is attributable to the principle activity of the charitable company.

3. INTEREST RECEIVABLE

	2003 £	2002 £
Bank interest receivable	1,213	1,064

4. COSTS IN FURTHERANCE OF CHARITABLE OBJECTS

	Total Funds 2003 £	Total Funds 2002 £
Provision of charitable services:		
Unrestricted funds		
Property maintenance and running costs	40,892	29,945

FORUM HOUSES LIMITED COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 JUNE 2003

4. COSTS IN FURTHERANCE OF CHARITABLE OBJECTS *(continued)*

Analysis of provision of charitable services:

	Depreciation £	Other costs £	Total 2003 £	Total 2002 £
Unrestricted funds	528	40,364	40,892	29,945

5. MANAGEMENT AND ADMINISTRATION

	Total Funds 2003 £	Total Funds 2002 £
Office costs	525	316
Accountancy fees	940	941
Audit fees	940	940
Legal fees	954	2,635
Annual return fee	15	15
	<u>3,374</u>	<u>4,847</u>

No expenses were reimbursed to the members of the committee during the year.

6. TOTAL RESOURCES EXPENDED

	Depreciation £	Other costs £	Total Funds 2003 £	Total Funds 2002 £
Direct charitable expenditure	528	40,364	40,892	29,945
Management and administration	—	3,374	3,374	4,847
	<u>528</u>	<u>43,738</u>	<u>44,266</u>	<u>34,792</u>

No salaries or wages have been paid to employees, including the members of the committee, during the year.

	2003 £	2002 £
Other costs:		
Premises	30,247	21,260
Legal and professional	2,849	4,531
Other	10,642	8,416
	<u>43,738</u>	<u>34,207</u>

7. INCOME AND SURPLUS ON ORDINARY ACTIVITIES

The surplus/deficit is stated after charging:

	2003 £	2002 £
Depreciation	528	585
Auditors' fees	940	940

FORUM HOUSES LIMITED COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 30 JUNE 2003

8. TANGIBLE FIXED ASSETS

	Freehold property £	Equipment £	Fixtures & fittings £	Total £
COST				
At 1 July 2002 and 30 June 2003	34,322	1,904	14,830	51,056
DEPRECIATION				
At 1 July 2002	-	1,844	9,624	11,468
Charge for the year	-	7	521	528
At 30 June 2003	-	1,851	10,145	11,996
NET BOOK VALUE				
At 30 June 2003	34,322	53	4,685	39,060
At 30 June 2002	34,322	60	5,206	39,588

At 30 June 1999 the charitable company's freehold property was valued by the directors on an open market, existing use basis at at least £700,000.

9. DEBTORS

	2003 £	2002 £
Prepayments	1,589	985

All amounts included above are considered receivable within one year of the balance sheet date.

10. CREDITORS: Amounts falling due within one year

	2003 £	2002 £
Other creditors	4,630	4,026

11. ANALYSIS OF NET ASSETS IN UNRESTRICTED FUNDS

	Tangible fixed assets £	Other net assets £	Total £
Unrestricted funds	39,060	42,544	81,604

12. CONTROLLING PARTY

The charitable company is controlled by the directors who form the management committee and are also the trustees of the charitable company.