

COMPANY REGISTRATION NUMBER 01238228

**5 TALBOT SQUARE MANAGEMENT COMPANY
LIMITED**

FINANCIAL STATEMENTS

31 DECEMBER 2007



BROWN & BATTS LLP

Chartered Accountants & Registered Auditors
Delta House
175-177 Borough High Street
London
SE1 1HR

5 TALBOT SQUARE MANAGEMENT COMPANY LIMITED

FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2007

CONTENTS

| | PAGES |
|---|---------------|
| Officers and professional advisers company registration number | 1 |
| The directors' report | 2 to 3 |
| Independent auditor's report to the shareholders | 4 to 5 |
| Income and expenditure account | 6 |
| Balance sheet | 7 |
| Notes to the financial statements | 8 to 9 |
| The following pages do not form part of the financial statements | |
| Detailed income and expenditure account | 11 |
| Notes to the detailed income and expenditure account | 12 |

5 TALBOT SQUARE MANAGEMENT COMPANY LIMITED

OFFICERS AND PROFESSIONAL ADVISERS COMPANY REGISTRATION NUMBER

| | |
|-------------------------------|--|
| The board of directors | C.J. Winter Mr.C.D King J.P.F Mason M.J Syed N Holmes |
| Company secretary | Neil Holmes |
| Registered office | Delta House 175-177 Borough High Street London SE1 1HR |
| Auditor | Brown & Batts LLP Chartered Accountants & Registered Auditors Delta House 175-177 Borough High Street London SE1 1HR |
| Company registration | 01238228 |

5 TALBOT SQUARE MANAGEMENT COMPANY LIMITED

THE DIRECTORS' REPORT

YEAR ENDED 31 DECEMBER 2007

The directors have pleasure in presenting their report and the financial statements of the company for the year ended 31 December 2007.

PRINCIPAL ACTIVITIES

The principal activity of the company during the year continued to be that of managing the common interests of the residents of 5 Talbot Square London W2. The nature of business is non profit making.

THE DIRECTORS AND THEIR INTERESTS IN THE 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 £9 each | |
|-------------|----------------------------|----------------------|
| | At 31 December 2007 | At 1 January 2007 |
| C.J. Winter | 2 | 2 |
| Mr.C.D King | 1 | 1 |
| J.P.F Mason | 1 | 1 |
| M.J Syed | - | - |
| N Holmes | - | - |

DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The financial statements are required by law to 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 these 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;
- 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 that 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.

5 TALBOT SQUARE MANAGEMENT COMPANY LIMITED

THE DIRECTORS' REPORT *(continued)*

YEAR ENDED 31 DECEMBER 2007

In so far as the directors are aware:

- there is no relevant audit information of which the company's auditor is unaware; and
- the directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

AUDITOR

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

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:
Delta House
175-177 Borough High Street
London
SE1 1HR

Signed by order of the directors

NEIL HOLMES
Company Secretary

Approved by the directors on 15 November 2008

5 TALBOT SQUARE MANAGEMENT COMPANY LIMITED
INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF 5
TALBOT SQUARE MANAGEMENT COMPANY LIMITED

YEAR ENDED 31 DECEMBER 2007

We have audited the financial statements of 5 Talbot Square Management Company Limited for the year ended 31 December 2007, which have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2007) and on the basis of the accounting policies set out on page 8.

This report is made solely to the company's shareholders, 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 shareholders 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 shareholders as a body, for our audit work, for this report, or for the opinions we have formed.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITOR

The directors' responsibilities for preparing the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) 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 International Standards on Auditing (UK and Ireland).

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 whether in our opinion the information given in the Directors' Report is consistent with the financial statements.

In addition we report to you if, in our opinion, 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 other transactions is not disclosed.

We read the Directors' Report and consider the implications for our report if we become aware of any apparent misstatements within it.

BASIS OF AUDIT OPINION

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) 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 other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

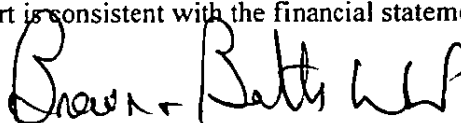
5 TALBOT SQUARE MANAGEMENT COMPANY LIMITED
INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF 5
TALBOT SQUARE MANAGEMENT COMPANY LIMITED *(continued)*

YEAR ENDED 31 DECEMBER 2007

OPINION

In our opinion:

- the financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities, of the state of the company's affairs as at 31 December 2007 and of its surplus for the year then ended;
- the financial statements have been properly prepared in accordance with the Companies Act 1985; and
- the information given in the Directors' Report is consistent with the financial statements.



BROWN & BATTS LLP
Chartered Accountants
& Registered Auditors

Delta House
175-177 Borough High Street
London
SE1 1HR

15 November 2008

5 TALBOT SQUARE MANAGEMENT COMPANY LIMITED
INCOME AND EXPENDITURE ACCOUNT
YEAR ENDED 31 DECEMBER 2007

| | Note | 2007 £ | 2006 £ |
|---|----------|----------------------|----------------------|
| TURNOVER | | 29,966 | 20,916 |
| Administrative expenses | | <u>22,576</u> | <u>13,603</u> |
| OPERATING SURPLUS | 2 | 7,390 | 7,313 |
| Interest receivable | | <u>137</u> | <u>46</u> |
| SURPLUS ON ORDINARY ACTIVITIES BEFORE TAXATION | | 7,527 | 7,359 |
| SURPLUS FOR THE FINANCIAL YEAR | | 7,527 | 7,359 |
| Balance brought forward | | <u>11,412</u> | <u>4,053</u> |
| Balance carried forward | | <u>18,939</u> | <u>11,412</u> |

The notes on pages 8 to 9 form part of these financial statements.

5 TALBOT SQUARE MANAGEMENT COMPANY LIMITED

BALANCE SHEET

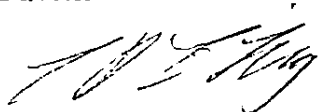
31 DECEMBER 2007

| | Note | 2007 £ | 2006 £ |
|---|------|-----------|-----------|
| FIXED ASSETS | | | |
| Tangible assets | 3 | 306 | 306 |
| CURRENT ASSETS | | | |
| Debtors | 4 | 12,682 | 9,448 |
| Cash at bank | | 9,681 | 4,284 |
| | | 22,363 | 13,732 |
| CREDITORS: Amounts falling due within one year | 5 | 3,550 | 2,446 |
| NET CURRENT ASSETS | | 18,813 | 11,286 |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | 19,119 | 11,592 |
| CAPITAL AND RESERVES | | | |
| Called-up equity share capital | 7 | 180 | 180 |
| Income and expenditure account | | 18,939 | 11,412 |
| SHAREHOLDERS' FUNDS | | 19,119 | 11,592 |

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 January 2007).

These financial statements were approved by the directors and authorised for issue on 15 November 2008, and are signed on their behalf by:

C.D.King
Director



The notes on pages 8 to 9 form part of these financial statements.

5 TALBOT SQUARE MANAGEMENT COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2007

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2007).

Turnover

The turnover shown in the income and expenditure account represents amounts invoiced during the year.

Fixed assets

All fixed assets are initially recorded at cost.

2. OPERATING SURPLUS

Operating surplus is stated after charging:

| | 2007 | 2006 |
|-----------------------|------------|------------|
| | £ | £ |
| Directors' emoluments | — | — |
| Auditor's fees | <u>705</u> | <u>705</u> |

3. TANGIBLE FIXED ASSETS

| | Freehold Property £ |
|--|------------------------|
| COST | |
| At 1 January 2007 and 31 December 2007 | <u>306</u> |
| DEPRECIATION | |
| At 1 January 2007 and 31 December 2007 | <u>—</u> |
| NET BOOK VALUE | |
| At 31 December 2007 | <u>306</u> |
| At 31 December 2006 | <u>306</u> |

4. DEBTORS

| | 2007 | 2006 |
|---------------|---------------|--------------|
| | £ | £ |
| Trade debtors | 10,515 | 7,535 |
| Other debtors | <u>2,167</u> | <u>1,913</u> |
| | <u>12,682</u> | <u>9,448</u> |

5 TALBOT SQUARE MANAGEMENT COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2007

5. CREDITORS: Amounts falling due within one year

| | 2007 | 2006 |
|-----------------|--------------|--------------|
| | £ | £ |
| Other creditors | <u>3,550</u> | <u>2,446</u> |

6. RELATED PARTY TRANSACTIONS

No transactions with related parties were undertaken such as are required.

7. SHARE CAPITAL

Authorised share capital:

| | 2007 | 2006 |
|-------------------------------|------------|------------|
| | £ | £ |
| 20 Ordinary shares of £9 each | <u>180</u> | <u>180</u> |

Allotted, called up and fully paid:

| | 2007 | | 2006 | |
|----------------------------|-----------|------------|-----------|------------|
| | No | £ | No | £ |
| Ordinary shares of £9 each | <u>20</u> | <u>180</u> | <u>20</u> | <u>180</u> |

5 TALBOT SQUARE MANAGEMENT COMPANY LIMITED
MANAGEMENT INFORMATION
YEAR ENDED 31 DECEMBER 2007

**The following pages do not form part of the statutory financial statements
which are the subject of the independent auditor's report on pages 4 to 5.**

5 TALBOT SQUARE MANAGEMENT COMPANY LIMITED

DETAILED INCOME AND EXPENDITURE ACCOUNT

YEAR ENDED 31 DECEMBER 2007

| | 2007 £ | 2006 £ |
|---------------------------------------|---------------------|---------------------|
| TURNOVER | 29,966 | 20,916 |
| OVERHEADS | | |
| Administrative expenses | <u>22,576</u> | <u>13,603</u> |
| OPERATING SURPLUS | 7,390 | 7,313 |
| Bank interest receivable | <u>137</u> | <u>46</u> |
| SURPLUS ON ORDINARY ACTIVITIES | <u>7,527</u> | <u>7,359</u> |

5 TALBOT SQUARE MANAGEMENT COMPANY LIMITED
NOTES TO THE DETAILED INCOME AND EXPENDITURE ACCOUNT
YEAR ENDED 31 DECEMBER 2007

| | 2007 | | 2006 |
|--------------------------------|--------|--------|--------|
| | £ | £ | £ |
| ADMINISTRATIVE EXPENSES | | | |
| Establishment expenses | | | |
| Light and heat | 807 | | 451 |
| Building and Lift Insurance | 2,874 | | 2,621 |
| Repairs -Building maintenance | 10,897 | | 3,093 |
| Lift maintenance | 1,127 | | 1,264 |
| Cleaning of premises | 3,340 | | 2,697 |
| | | 19,045 | 10,126 |
| General expenses | | | |
| Travel | 168 | | 148 |
| Pest Control | 443 | | 429 |
| Management charges payable | 2,140 | | 2,140 |
| Auditors remuneration | 705 | | 705 |
| | | 3,456 | 3,422 |
| Financial costs | | | |
| Bank charges | | 75 | 55 |
| | | 22,576 | 13,603 |
| INTEREST RECEIVABLE | | | |
| Bank interest receivable | | 137 | 46 |