

**CLASSIC MANAGEMENT SERVICES LIMITED**

**ABBREVIATED ACCOUNTS**

**FOR THE YEAR ENDED 31 JANUARY 2005**

**Company Registration Number 1479871 (England and Wales)**



# CLASSIC MANAGEMENT SERVICES LIMITED

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**INDEPENDENT AUDITORS' REPORT  
TO CLASSIC MANAGEMENT SERVICES LIMITED  
UNDER SECTION 247B OF THE COMPANIES ACT 1985**

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We have examined the abbreviated accounts set out on pages 2 to 6, together with the financial statements of the company for the year ended 31 January 2005 prepared under section 226 of the Companies Act 1985.

This report is made solely to the company's members, as a body, in accordance with Section 247B 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 directors and auditors**

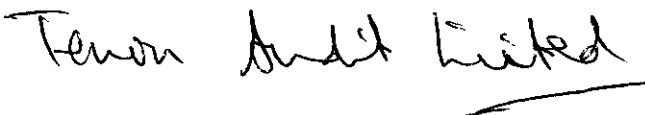
The directors are responsible for preparing the abbreviated accounts in accordance with section 246 of the Companies Act 1985. It is our responsibility to form an independent opinion as to whether the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Act to the Registrar of Companies and whether the accounts to be delivered are properly prepared in accordance with those provisions and to report our opinion to you.

**Basis of audit opinion**

We have carried out the procedures we considered necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts to be delivered are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the financial statements.

**Opinion**

In our opinion the company is entitled to deliver abbreviated accounts prepared in accordance with sections 246(5) and (6) of the Companies Act 1985, and the abbreviated accounts on pages 2 to 6 are properly prepared in accordance with those provisions.



**Tenon Audit Limited  
Registered Auditor**

Date: 6 October 2005

Highfield Court  
Tollgate  
Chandlers Ford  
Eastleigh  
SO53 3TY

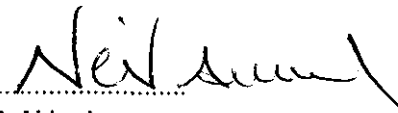
# CLASSIC MANAGEMENT SERVICES LIMITED

## ABBREVIATED BALANCE SHEET AS AT 31 JANUARY 2005

	Notes	2005 £	£	2004 £	£
<b>Fixed assets</b>					
Tangible assets	2	6,300,266		5,530,715	
Investments	2	495,825		495,751	
		<u>6,796,091</u>		<u>6,026,466</u>	
<b>Current assets</b>					
Stocks		61,327		55,327	
Debtors	3	5,373,935		2,727,200	
Cash at bank and in hand		17,260		33,349	
		<u>5,452,522</u>		<u>2,815,876</u>	
<b>Creditors: amounts falling due within one year</b>		<u>(4,320,351)</u>		<u>(1,870,732)</u>	
<b>Net current assets</b>		<u>1,132,171</u>		<u>945,144</u>	
<b>Total assets less current liabilities</b>		<u>7,928,262</u>		<u>6,971,610</u>	
<b>Creditors: amounts falling due after more than one year</b>	4	<u>(2,844,752)</u>		<u>(1,132,674)</u>	
		<u>5,083,510</u>		<u>5,838,936</u>	
<b>Capital and reserves</b>					
Called up share capital	5	188,011		188,011	
Share premium account		354,617		354,617	
Revaluation reserve		1,959,962		1,959,962	
Profit and loss account		2,580,920		3,336,346	
<b>Shareholders' funds</b>		<u>5,083,510</u>		<u>5,838,936</u>	

These abbreviated accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The financial statements were approved by the Board on 30/9/2005

  
N A Aldred  
Director

# CLASSIC MANAGEMENT SERVICES LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS FOR THE YEAR ENDED 31 JANUARY 2005

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### 1 Accounting policies

#### 1.1 Accounting convention

The financial statements are prepared under the historical cost convention modified to include the revaluation of freehold land and buildings and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

#### 1.2 Compliance with accounting standards

The financial statements are prepared in accordance with applicable accounting standards.

#### 1.3 Turnover

Turnover represents amounts receivable for rental income and services rendered net of VAT.

#### 1.4 Tangible fixed assets and depreciation

*Tangible fixed assets include investment properties professionally valued by the directors on an open market value basis.* Other tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Fixtures, fittings and equipment	25% Straight line
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Investment properties are included in the balance sheet at their open market value. Depreciation is provided only on those investment properties which are leasehold and where the unexpired lease term is less than 20 years.

Although this accounting policy is in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002), it is a departure from the general requirement of the Companies Act 1985 for all tangible assets to be depreciated. In the opinion of the directors non compliance with the standard is necessary for the financial statements to give a true and fair view. Depreciation or amortisation is only one of many factors reflected in the annual valuation and the amount of this which might otherwise have been charged cannot be separately identified or quantified.

#### 1.5 Investments

Fixed asset investments are stated at cost less provision for diminution in value.

The pension costs charged in the financial statements represent the contributions payable by the company during the year in accordance with FRS 17.

#### 1.6 Deferred taxation

Deferred tax is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes. The deferred tax balance has not been discounted.

No provision has been made for deferred tax on gains recognised on revaluing property to its market value as the company does not intend to sell the revalued assets.

#### 1.7 Group accounts

The financial statements present information about the company as an individual undertaking and not about its group. The company and its subsidiary undertaking comprise a small-sized group. The company has therefore taken advantage of the exemptions provided by section 248 of the Companies Act 1985 not to prepare group accounts.

# CLASSIC MANAGEMENT SERVICES LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 JANUARY 2005

### 2 Fixed assets

	Tangible assets £	Investments £	Total £
<b>Cost or valuation</b>			
At 1 February 2004	5,544,144	851,609	6,395,753
Additions	1,027,660	74	1,027,734
Disposals	(256,956)	-	(256,956)
At 31 January 2005	6,314,848	851,683	7,166,531
<b>Depreciation</b>			
At 1 February 2004	13,429	355,858	369,287
Charge for the year	1,153	-	1,153
At 31 January 2005	14,582	355,858	370,440
<b>Net book value</b>			
At 31 January 2005	6,300,266	495,825	6,796,091
At 31 January 2004	5,530,715	495,751	6,026,466

### Holdings of more than 20%

The company holds more than 20% of the share capital of the following companies:

Company	Country of registration or incorporation	Class	Shares held %
<b>Subsidiary undertakings</b>			
CMS Developments Limited	England and Wales	Ordinary	100
Bugmotive Limited	England and Wales	Ordinary	100
Recordclass Limited	England and Wales	Ordinary	100
CMS Estates (UK) Limited	England and Wales	Ordinary	75
Rope Walk Estates Limited	England and Wales	Ordinary	100
CMS Gosport Limited	England and Wales	Ordinary	100
<b>Participating interests</b>			
Enfranchise 302 Limited	England and Wales	Ordinary	25

# CLASSIC MANAGEMENT SERVICES LIMITED

## NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 JANUARY 2005

### 2 Fixed assets

(continued)

The aggregate amount of capital and reserves and the results of these undertakings for the last relevant financial year were as follows:

	Capital and reserves 2005 £	Profit/(Loss) for the year 2005 £
CMS Developments Limited	977,678	220,128
Bugmotive Limited	2	-
Recordclass Limited	1,195	-
CMS Estates (UK) Limited	100	-
Rope Walk Estates Limited	1,624	1,634
CMS Gosport Limited	142,091	31,102
Enfranchise 302 Limited	367,794	(110,040)

### 3 Debtors

Debtors include an amount of £266,666 (2004- £334,000) which is due after more than one year.

### 4 Creditors: amounts falling due after more than one year

The aggregate amount of creditors for which security has been given amounted to £4,511,354 (2004 - £1,355,399).

### 5 Share capital

	2005 £	2004 £
<b>Authorised</b>		
5,811,760 Ordinary "A" shares of 10p each	581,176	581,176
733,890 Ordinary "B" shares of 10p each	73,389	73,389
733,890 Ordinary "C" shares of 10p each	73,389	73,389
266,106 Redeemable preference shares of £1 each	266,106	266,106
	<u>994,060</u>	<u>994,060</u>
<b>Allotted, called up and fully paid</b>		
1,504,090 Ordinary "A" shares of 10p each	150,409	150,409
188,010 Ordinary "B" shares of 10p each	18,801	18,801
188,010 Ordinary "C" shares of 10p each	18,801	18,801
	<u>188,011</u>	<u>188,011</u>

The ordinary A, B, and C shares rank pari passu.

# **CLASSIC MANAGEMENT SERVICES LIMITED**

## **NOTES TO THE ABBREVIATED ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 JANUARY 2005**

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### **6 Transactions with directors**

Included in other debtors is a balance of £161,023 (2003:£161,023) due from CMS Ottershaw Limited, a company in which the directors have a controlling interest.

Each of the directors have provided a guarantee of £100,000 against a loan taken out by Classic Management Services Limited.