

LAWTON COURT MANAGEMENT LIMITED

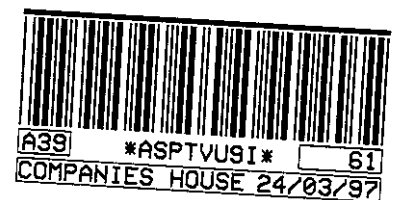
FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31ST DECEMBER, 1996

COMPANY NUMBER : 2442607

LANCASTER & CO.,  
Chartered Accountants,  
Wolverhampton WV1 4SB.



AUDITORS' REPORT TO THE DIRECTORS OF LAWTON COURT MANAGEMENT LIMITED PURSUANT  
TO PARAGRAPH 24 OF SCHEDULE 8 TO THE COMPANIES ACT, 1985.

We have examined the abbreviated accounts together with the financial statements of Lawton Court Management Limited prepared under Section 226 of the Companies Act, 1985 for the year ended 31st December, 1996.

**Respective Responsibilities of Directors and Auditors**

The directors are responsible for preparing the abbreviated accounts in accordance with Schedule 8 to the Companies Act, 1985. It is our responsibility to form an independent opinion as to the Company's entitlement to the exemptions claimed in the directors' statements on the balance sheet and whether the abbreviated accounts have been properly prepared in accordance with that Schedule.

**Basis of Opinion**

We have carried out the procedures we considered necessary to confirm, by reference to the audited financial statements, that the Company is entitled to the exemptions and that the financial statements have been properly prepared from those financial statements. The scope of our work for the purpose of this report does not include examining or dealing with events after the date of our report on the full financial statements.

**Opinion**

In our opinion the Company is entitled under Section 246 and 247 and of the Companies Act, 1985 to the exemptions conferred by Section A of Part III of Schedule 8 to that Act, in respect of the year ended 31st December, 1996 and the abbreviated accounts have been properly prepared in accordance with that Schedule.

**Other Information**

On the 10th March, 1997 we reported, as auditors of Lawton Court Management Limited, to the members on the financial statements prepared under Section 226 of the Companies Act, 1985 for the year ended 31st December, 1996 and our audit report was as follows:

'We have audited the financial statements on pages 4 to 6 which have been prepared under the Historical Cost Convention and the accounting policies set out on page 6.

AUDITORS' REPORT TO THE DIRECTORS OF LAWTON COURT MANAGEMENT LIMITED PURSUANT  
TO PARAGRAPH 24 OF SCHEDULE 8 TO THE COMPANIES ACT, 1985 - (Continued).

**Respective Responsibilities of Directors and Auditors**

As described on page 2 the Company's Directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

**Basis of Opinion**

We conducted our audit in accordance with 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 any 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.

**Opinion**

In our opinion the financial statements give a true and fair view of the state of the Company's affairs at 31st December, 1996 and of its Profit for the year then ended and have been properly prepared in accordance with the Companies Act, 1985'.

10th March, 1997  
Wolverhampton WV1 4SB.

*LANCASTER & CO.*  
LANCASTER & CO.,  
Chartered Accountants  
and Registered Auditors.

LAWTON COURT MANAGEMENT LIMITED

BALANCE SHEET as at 31st December, 1996

	1996	1995
	£	£
<u>FIXED ASSETS</u>		
Equipment at Cost	996	996
<u>Less: Aggregate Depreciation at 20% P.A.</u> Straight Line	577	423
	-----	-----
	419	573
<u>INVESTMENTS</u>		
Bank High Interest Business Account	8871	5073
Barclays Investment Funds (Channel Islands) Limited	24624	22764
	-----	-----
	33495	27837
<u>CURRENT ASSETS</u>		
Petty Cash in Hand	150	150
Cash at Bank - Current Account	506	3689
	-----	-----
	656	3839
	-----	-----
<u>CURRENT LIABILITIES</u>		
Sundry Creditors	623	626
Corporation Tax	509	629
	-----	-----
	1132	1255
	-----	-----
<u>NET CURRENT (LIABILITIES)/ASSETS</u>	(476)	2584
	-----	-----
	33438	30994
	=====	=====
<u>CAPITAL AND RESERVES</u>		
Called Up Share Capital	24	24
<u>CAPITAL RESERVE</u>	35902	35902
<u>MAINTENANCE RESERVE - Deficit</u>		
Balance as at 1st January, 1996	(4932)	12983
<u>Add: Further Provision</u>	2444	(17915)
	-----	-----
	(2488)	(4932)
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<u>SHAREHOLDERS' FUNDS</u>	33438	30994
	=====	=====

*G. Perrens*

G.J. PERRENS )

*A.M. Hands*

A.M. HANDS )

) DIRECTORS

The Directors have taken advantage of the exemptions conferred by Section A of Part 111 of Schedule 8 of the Companies Act 1985, and have done so on the grounds that, in their opinion, the Company is entitled to those exemptions as a small Company.

Approved by the Board: 10th March, 1997

LAWTON COURT MANAGEMENT LIMITED

NOTES TO THE FINANCIAL STATEMENTS - 31st December, 1996

ACCOUNTING POLICIES

1. FUNDING RECEIVABLE

Funding receivable represents the annual service charge for each flat.

2. DEPRECIATION

Depreciation is provided at the following rates:

Equipment                      -            20%    Straight Line

3. INVESTMENTS

The shares held in Barclays Investments Funds (Channel Islands) Limited have a current market value of £22445. (1995 - £20486).

4. CALLED UP SHARE CAPITAL

	<u>1996</u>		<u>1995</u>	
	<u>No. of</u>		<u>No. of</u>	
	<u>Shares</u>	<u>£</u>	<u>Shares</u>	<u>£</u>
Authorised	100	100	100	100
	=====	=====	=====	=====
Allotted, Called Up and Fully Paid	24	24	24	24
	=====	=====	=====	=====