

Registration number: 02647380

DENHAM LODGE RESIDENTS ASSOCIATION LIMITED

**ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2018**



DENHAM LODGE RESIDENTS ASSOCIATION LIMITED

CONTENTS

Section	Page
Company Information	1
Directors' Report	2
Statement of Income and Retained Earnings	3
Statement of Financial Position	4
Notes to the Financial Statements	5 to 8

DENHAM LODGE RESIDENTS ASSOCIATION LIMITED

COMPANY INFORMATION

Directors	S C Gowers N R Temperton P V Temperton
Company secretary	Willmotts (Ealing) Limited
Registered office	12 Blacks Road London W6 9EU
Accountants	Service Charge Assurance Limited Chartered Accountants Salatin House 19 Cedar Road Sutton Surrey SM2 5DA

DENHAM LODGE RESIDENTS ASSOCIATION LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 30 SEPTEMBER 2018

The directors present their annual report on the affairs of Denham Lodge Residents Association Limited, together with the financial statements for the year ended 30 September 2018.

Principal activity

The principal activity of the company is the management of Denham Lodge, 2 Westbury Road, Ealing, London, W5 2LF.

Directors of the company

The directors who served throughout the year and up to date of authorisation of this report were as follows:

A G Drysch (resigned 16 July 2018)

H Drysch (resigned 16 July 2018)

S C Gowers

N R Temperton

P V Temperton

Going concern

The directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Thus they continue to adopt the going concern basis in preparing the annual financial statements.

Small companies provision statement

The directors have taken advantage of the small companies exemptions provided by sections 414B and 415A of the Companies Act 2006 from the requirement to prepare a strategic report and in preparing the directors' report on the grounds that the company is entitled to prepare its accounts for the year in accordance with the small companies regime.

The directors' report was approved by the Board on 22 March 2019 and signed on its behalf by:



Authorised signatory of
Willmotts (Ealing) Limited
Company secretary

DENHAM LODGE RESIDENTS ASSOCIATION LIMITED

**STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED 30 SEPTEMBER 2018**

	Note	2018 £	2017 £
Service charge income		13,465	15,195
Second Schedule Clause 3a and 3b expenses		(10,484)	(12,673)
Second Schedule Clause 3c expenses		<u>(2,180)</u>	<u>(1,061)</u>
Service charge surplus		801	1,461
Interest receivable and similar income		<u>-</u>	<u>1</u>
Surplus before tax		801	1,462
Surplus for the financial year		801	1,462
Retained earnings brought forward		<u>21,127</u>	<u>19,665</u>
Retained earnings carried forward		<u>21,928</u>	<u>21,127</u>

Continuing operations

All results are derived wholly from continuing operations.

DENHAM LODGE RESIDENTS ASSOCIATION LIMITED

(REGISTRATION NUMBER: 02647380) STATEMENT OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2018

	Note	2018 £	2017 £
Current assets			
Receivables	4	4,644	8,574
Cash at bank and in hand	5	25,236	16,876
		29,880	25,450
Payables: Amounts falling due within one year	6	(7,944)	(4,315)
Net assets		21,936	21,135
Equity			
Called up share capital	7	8	8
Major works reserve	7	6,976	6,976
General reserve	7	14,952	14,151
Total equity		21,936	21,135

For the financial year ending 30 September 2018 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006 and in accordance with the provisions of FRS 102 Section 1A - small entities.

The financial statements of Denham Lodge Residents Association Limited were approved and authorised for issue by the Board on 22 March 2019 and signed on its behalf by:



S C Gowers
Director

DENHAM LODGE RESIDENTS ASSOCIATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2018

1 General information

Denham Lodge Residents Association Limited (the 'company') is a private company limited by share capital incorporated in England and Wales under the Companies Act. The address of the registered office is given on page 1. The nature of the company's operations and its principal activities are set out in the Directors' Report on page 2.

2 Accounting policies

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented.

Going concern

The directors have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. Thus they continue to adopt the going concern basis in preparing the annual financial statements.

Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

The functional currency of the company is considered to be pound sterling (£) because that is the currency of the primary economic environment in which the company operates. The financial statements are presented in pound sterling (£).

DENHAM LODGE RESIDENTS ASSOCIATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2018 (CONTINUED)

2 Accounting policies (continued)

Departures from Companies Act requirements

The financial statements depart from the standard format of the Companies Act 2006 in that turnover has been replaced by service charge income, cost of sales has been replaced by service charge expenditure and profit/(loss) has been replaced by surplus/(deficit). This departure, as permitted by s396 of the Companies Act 2006, has arisen because the directors consider that this presentation is more appropriate given the nature of the company's activity. The result for the year is unaffected by the accounting treatment adopted.

Judgements

There are no critical judgements made by the directors in the process of applying the company's accounting policies which have the most significant effect on the amounts recognised in the financial statements.

Revenue recognition

Service charge income represents variable service charges receivable from the leaseholders for the year. Service charges collected are held on trust for the purpose of meeting the relevant costs in relation to the property in accordance with the provisions of section 42 of the Landlord and Tenant Act 1987.

Taxation

The company acts as a trustee in respect of funds held to manage Denham Lodge, 2 Westbury Road, Ealing, London, W5 2LF. In consequence, service charge contributions and service charge expenditure items are neither taxable nor allowable for corporation tax purposes and therefore there is no liability to UK corporation tax.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and at bank and are subject to an insignificant risk of change in value.

Receivables

Service charge arrears are amounts due at the financial year end from the leaseholders.

Payables

Service charge creditors are obligations to pay for services that have been provided in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Share capital

Ordinary shares are classified as equity. Equity instruments are measured at the fair value of the cash or other resources received or receivable, net of the direct costs of issuing the equity instruments. If payment is deferred and the time value of money is material, the initial measurement is on a present value basis.

DENHAM LODGE RESIDENTS ASSOCIATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2018 (CONTINUED)

2 Accounting policies (continued)

Financial instruments

The company only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

3 Staff numbers

The company had no employees during the current and the preceding year.

4 Receivables

	2018 £	2017 £
Service charge arrears	2,627	7,572
Prepayments	2,017	1,002
	<u>4,644</u>	<u>8,574</u>

5 Cash and cash equivalents

	2018 £	2017 £
Cash at bank - client account	<u>25,236</u>	<u>16,876</u>

All funds are held in trust at National Westminster Bank Plc in a designated client account maintained by Willmotts (Ealing) Limited, the managing agent.

6 Payables

	2018 £	2017 £
Due within one year		
Service charge creditors	705	-
Deferred income - advance service charges	4,076	3,366
Accrued expenses	3,163	949
	<u>7,944</u>	<u>4,315</u>

DENHAM LODGE RESIDENTS ASSOCIATION LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2018 (CONTINUED)

7 Share capital and reserves

Allotted, called up and fully paid shares

	No.	2018 £	No.	2017 £
Ordinary shares of £1 each	<u>8</u>	<u>8</u>	<u>8</u>	<u>8</u>

The company has one class of share capital which carries no right to fixed income.

Reserves

The general reserve represents cumulative surpluses or deficits. Major works, which took place during 2015, are not completed at the end of the financial year.

8 Related party transactions

There are no related party transactions to disclose.