

STAFFORD HOUSE (EASTBOURNE) LIMITED

STAFFORD HOUSE, SOUTHFIELDS ROAD, EASTBOURNE, EAST SUSSEX

COMPANY NUMBER 02713334

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FINANCIAL STATEMENTS FOR THE

YEAR ENDED 25TH MARCH 1996



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HUMPHREY & CO.,  
Chartered Accountants and  
Registered Auditors,  
8/9 The Avenue,  
EASTBOURNE,  
East Sussex.  
BN21 3YA

STAFFORD HOUSE (EASTBOURNE) LIMITED

STAFFORD HOUSE, SOUTHFIELDS ROAD, EASTBOURNE, EAST SUSSEX

REPORT OF THE DIRECTORS FOR THE

YEAR ENDED 25TH MARCH 1996

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 Company and of the profit or loss of the Company for the period.

In preparing those 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;
- State whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the Financial Statements;
- 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 which disclose with reasonable accuracy at any time the financial position of the Company and to 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.

PRINCIPAL  
ACTIVITY:

The Company was incorporated to hold the Leasehold Interest of Stafford House, Southfields Road, Eastbourne.

RESULTS FOR  
THE YEAR:

The Company collects ground rent from the tenants.

A surplus of income over expenditure of £9 was carried forward.

DIVIDEND AND  
RESERVES:

The Directors do not recommend the payment of a dividend.

DIRECTORS:

The Directors in Office during the period and their shareholdings were:-

|                          | <u>25.3.96</u> | <u>25.3.95</u> |
|--------------------------|----------------|----------------|
| Donald Crowter           | 1              | 1              |
| David Harry Brian Newman | 6              | 6              |

STAFFORD HOUSE (EASTBOURNE) LIMITED

STAFFORD HOUSE, SOUTHFIELDS ROAD, EASTBOURNE, EAST SUSSEX

REPORT OF THE DIRECTORS FOR THE

YEAR ENDED 25TH MARCH 1996


CONTINUED

AUDITORS:

Messrs. Humphrey & Co., Chartered Accountants, have indicated their willingness to continue in office as auditors for the ensuing year, in accordance with Section 384(1) of the Companies Act 1985.

A resolution to confirm their appointment will be laid before the members at the Annual General Meeting.

By Order of the Board

  
D. H. B. Newman  
Company Secretary

  
Dated:

AUDITORS' REPORT TO THE SHAREHOLDERS OF STAFFORD HOUSE (EASTBOURNE) LIMITED

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.

Respective Responsibilities of Directors and Auditors

As described on page 1, 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

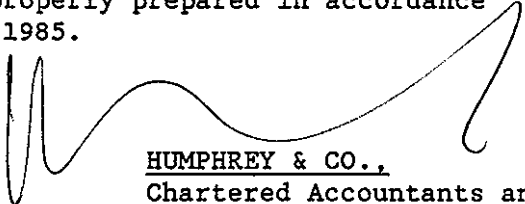
We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the Financial Statements. It also includes an assessment of the significant estimates and judgements 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.

Opinion

In our opinion the Financial Statements give a true and fair view of the state of the Company's affairs as at 25th March 1996 and of its surplus for the period then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985.

8/9 The Avenue,  
EASTBOURNE.



HUMPHREY & CO.,  
Chartered Accountants and  
Registered Auditors.

Dated:

12/6/96

STAFFORD HOUSE (EASTBOURNE) LIMITED

STAFFORD HOUSE, SOUTHFIELDS ROAD, EASTBOURNE, EAST SUSSEX

INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 25TH MARCH 1996

|   | <u>Notes</u> | <u>1996</u> | <u>1995</u> |
|---|--------------|-------------|-------------|
| Ground Rent Received                              |              | 585         | 783         |
| <u>LESS EXPENDITURE</u>                           |              |             |             |
| Ground Rent Payable                               |              | 50          | 50          |
| Stationery  |              | 9           | 220         |
| Telephone and Postage                             |              | 70          | 212         |
| Accountancy Charges                               |              | 82          | 18          |
| Audit Fee   |              | 100         | 100         |
| Company Secretarial Costs                         |              | 18          | 32          |
| Sundry Expenses                                   |              | 5           | -           |
|   |              | <u>334</u>  | <u>632</u>  |
| <u>SURPLUS FOR ORDINARY</u>                       |              |             |             |
| <u>ACTIVITIES FOR THE YEAR</u>                    |              | 251         | 151         |
| <u>Add:</u> Interest Received                     |              | 9           | 9           |
| <u>Less:</u> Basic Rate Tax Deducted<br>at Source |              | 2           | 2           |
|   |              | <u>7</u>    | <u>7</u>    |
|   |              | 258         | 158         |
| Corporation Tax                                   | 4            | 29          | 38          |
|   |              | <u>229</u>  | <u>120</u>  |
| Surplus/(Deficit) Brought Forward                 |              | 9           | (111)       |
| <u>SURPLUS CARRIED FORWARD</u>                    |              | <u>£238</u> | <u>£9</u>   |
| <u>RECONCILIATION OF MOVEMENTS IN</u>             |              |             |             |
| <u>SHAREHOLDERS FUNDS</u>                         |              |             |             |
| Opening Shareholders Funds                        |              | 21          | (99)        |
| Surplus for the Year                              |              | 229         | 120         |
| <u>CLOSING SHAREHOLDERS FUNDS</u>                 |              | <u>£250</u> | <u>£21</u>  |

None of the Company's activities were acquired or discontinued during the above financial period.

The Company has no recognised gains or losses other than those dealt within the Profit and Loss Account.

The Notes on page 6 form part of this Income and Expenditure Account.

STAFFORD HOUSE (EASTBOURNE) LIMITED

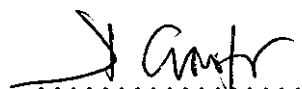
STAFFORD HOUSE, SOUTHFIELDS ROAD, EASTBOURNE, EAST SUSSEX

BALANCE SHEET AS AT 25TH MARCH 1996

|  | <u>Notes</u> | <u>1996</u> | <u>1995</u> |
|--|--------------|-------------|-------------|
| <u>FIXED ASSETS</u>                            |              |             |             |
| Leasehold Property                             | 5            | 5,848       | 5,848       |
| <u>CURRENT ASSETS</u>                          |              |             |             |
| Building Society Balance                       |              | 261         | 223         |
|  |              | <u>261</u>  | <u>223</u>  |
| <u>CURRENT LIABILITIES</u>                     |              |             |             |
| Amounts falling due within one year:           |              |             |             |
| Sundry Creditors                               | 182          | 176         |             |
| Corporation Tax                                | 63           | 38          |             |
|  | <u>245</u>   | <u>214</u>  |             |
| <u>CURRENT ASSETS LESS CURRENT LIABILITIES</u> |              | 16          | 9           |
| <u>TOTAL ASSETS LESS CURRENT LIABILITIES</u>   |              | 5,864       | 5,857       |
| <u>CREDITORS:</u> Amounts falling due after    |              |             |             |
| more than five years 6                         |              | 5,614       | 5,836       |
|  |              | <u>£250</u> | <u>£21</u>  |
| <u>CAPITAL AND RESERVES</u>                    |              |             |             |
| <u>Authorised Share Capital</u>                |              |             |             |
| Ordinary Shares of £1 each                     |              | £12         | £12         |
| Called up Share Capital                        |              |             |             |
| Ordinary Shares, Allotted, Called Up           |              |             |             |
| and Fully Paid at £1 each                      |              | 12          | 12          |
| Surplus of Income over Expenditure             |              | 238         | 9           |
|  |              | <u>£250</u> | <u>£21</u>  |

The Accounting Policies and Notes on page 6 form part of these Financial Statements.

These Financial Statements were approved by the Directors on ..7/6/96.....

  
 .....  
 D. Crowter - Director

STAFFORD HOUSE (EASTBOURNE) LIMITED

STAFFORD HOUSE, SOUTHFIELDS ROAD, EASTBOURNE, EAST SUSSEX

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 25TH MARCH 1996

1. Accounting Policies

These Financial Statements have been prepared under the historical cost convention.

The principal accounting policies of the Company are as follows:-

a) Ground Rent

Ground rents are charged on an bi-annual basis and taken to the credit of the Profit and Loss Account.

b) Other Items

All other items are taken into the Profit and Loss Account on the payments basis.

2. Status of Company

The Company is a limited liability Company, limited by Share Capital. Shares may only be issued to persons who are flatholders under the terms of the Articles of Association.

3. Directors' Remuneration

No Director received any remuneration from the Company.

4. Taxation

Taxation is provided for the period on the excess of income over expenditure at the U.K. Corporation Tax Rate of 25%.

5. Fixed Assets

The Company has acquired the Head Leasehold Interest of Stafford House, Southfields Road, Eastbourne, at a cost of £5,848 including related legal fees and professional costs.

6. Creditors: Amounts Falling Due After More than Five Years

|                        | <u>25.3.96</u> | <u>25.3.95</u> |
|------------------------|----------------|----------------|
| Loans by Participators | £5,614         | £5,836         |
|                        | =====          | =====          |

The loans were provided by tenants of Stafford House, each of whom provided sums in respect of their own flat and are holders of one ordinary share.

D. Newman provided the balance of monies necessary to finance the purchase of the property in place of those tenants who did not wish to participate.