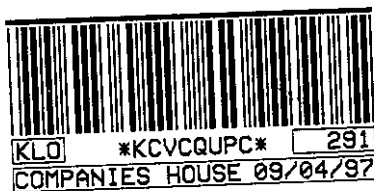


REPORT AND ACCOUNTS

**Holborough Heights Management Company Limited**

31 DECEMBER 1995



REPORT AND ACCOUNTS

**Holborough Heights Management Company Limited**

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# Holborough Heights Management Company Limited

## DIRECTORS' REPORT

The directors present their report and the accounts of the Company for the year ended 31 December 1995.

### Directors

C R Hill (Resigned 31 August 1995)  
M Seth

### Results

The excess of income over expenditure for the year amounted to £2,707, and has been transferred to the Sinking Fund.

### Activities

The Company manages the Holborough Heights estate at Snodland in Kent, and is responsible for the collection of appropriate contributions from the leaseholders.

### Directors' Interests

As advised to the Company, notifiable interests of the directors who held office at 31 December 1995 (including family interests) in the Ordinary Shares of Blue Circle Industries PLC were as follows:

	<u>At 31 Dec 94</u>	<u>At 31 Dec 95</u>
M Seth	365	385

# Holborough Heights Management Company Limited

## DIRECTORS' REPORT (continued)

### Directors' Interests (continued)

In addition, as advised to the Company, notifiable interests of the directors who held office at 31 December 1995 ( including family interests ) in the Options to subscribe for Ordinary Shares of Blue Circle Industries PLC were as follows:

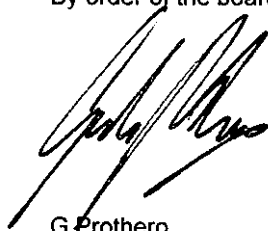
	<u>At</u> <u>1 January</u> <u>1995</u>	<u>Granted</u> <u>during</u> <u>the period</u>	<u>Exercised</u> <u>during</u> <u>the period</u>	<u>At</u> <u>31 December</u> <u>1995</u>
M Seth	33,207	3,383	-	36,590

Other than as stated, no director in office at 31 December 1995 had any interest in the shares and debentures of the Company or its parent undertaking or any subsidiary of Blue Circle Industries PLC.

### Auditors

A resolution to reappoint Ernst & Young as auditors will be put to the members at the Annual General Meeting.

By order of the board



G Prothero

Secretary

9 April 1997

# Holborough Heights Management Company Limited

## STATEMENT OF DIRECTORS' RESPONSIBILITIES IN RESPECT OF THE ACCOUNTS

Company law requires the directors to prepare accounts 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 that period. In preparing those accounts, 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 accounts; and
- \* prepare the accounts 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 accounts 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.

# Holborough Heights Management Company Limited

## REPORT OF THE AUDITORS

### **To the members of Holborough Heights Management Company Limited**

We have audited the accounts on pages 5 to 8 which have been prepared under the historical cost convention and on the basis of the accounting policies set out on page 7.

### **Respective responsibilities of directors and auditors**

As described on page 3, the Company's directors are responsible for the preparation of the accounts. It is our responsibility to form an independent opinion, based on our audit, on those accounts and to report our opinion to you.

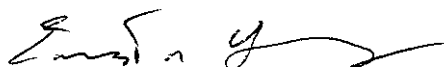
### **Basis of opinion**

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 accounts. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the accounts, 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 accounts 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 accounts.

### **Opinion**

In our opinion the accounts give a true and fair view of the state of affairs of the Company as at 31 December 1995 and of its results for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



9 April 1997

Ernst & Young

Chartered Accountants

Registered Auditor

London

# Holborough Heights Management Company Limited

## Income & Expenditure Account for the year ended 31 December 1995

		<u>Year ending</u> <u>31 Dec 1995</u>	<u>Year ending</u> <u>31 Dec 1994</u>
	<u>Notes</u>	<u>£</u>	<u>£</u>
<b>Income:</b>			
Service charges receivable	1(b)	2,400	2,400
Ground rents receivable	1(b)	800	800
		<hr/>	<hr/>
		3,200	3,200
		<hr/>	<hr/>
<b>Expenditure:</b>			
Grounds maintenance		170	170
Audit fees		250	250
Electricity		54	66
Other expenses	2	19	43
		<hr/>	<hr/>
		493	529
		<hr/>	<hr/>
Excess of income over expenditure		2,707	2,671
Sinking fund brought forward		4,170	1,499
		<hr/>	<hr/>
Sinking fund carried forward		6,877	4,170
		<hr/>	<hr/>

There are no recognised gains or losses other than the excess of income over expenditure attributable to shareholders of the Company of £2,707 in the year to 31 December 1995 and of £2,671 in the year to 31 December 1994.

# Holborough Heights Management Company Limited


Balance Sheet as at 31 December 1995

		<u>At 31 Dec 95</u>	<u>At 31 Dec 94</u>
	<u>Notes</u>	<u>£</u>	<u>£</u>
<b>Current Assets:</b>			
Debtors	3	8,193	4,746
Cash at Bank		-	14
		<hr/> 8,193	<hr/> 4,760
<b>Creditors:</b> Amounts falling due within one year	4	1,226	500
		<hr/> 6,967	<hr/> 4,260
		<hr/> <hr/>	<hr/> <hr/>
<b>Capital &amp; Reserves</b>			
Called-Up Share Capital	5	90	90
Sinking Fund		6,877	4,170
		<hr/> 6,967	<hr/> 4,260
		<hr/> <hr/>	<hr/> <hr/>

The accounts on pages 5 to 8 were approved by the Board of Directors on  
and signed on its behalf by:

M Seth

Director

  
9 April 1996



# Holborough Heights Management Company Limited

## Notes to the accounts

### **1 Accounting policies**

#### **(a) Basis of accounting**

The accounts are prepared under the historical cost convention and in accordance with applicable accounting standards.

#### **(b) Income**

Service charges and ground rents receivable, which are stated net of value added tax, represent amounts accruing in the period.

### **2 Other expenses**

These consist of company secretarial expenses and bank interest. Maintenance costs during the year have mainly been borne by Blue Circle Residential Estates Limited.

### **3 Debtors**

	<b>At 31 Dec 95 £</b>	<b>At 31 Dec 94 £</b>
Tenant debtors	5,537	3,500
Amounts owed by Blue Circle Residential Estates Limited	2,655	1,246
	<hr/>	<hr/>
Total	8,193	4,746
	<hr/>	<hr/>

### **4 Creditors: Amounts falling due within one year**

	<b>At 31 Dec 95 £</b>	<b>At 31 Dec 94 £</b>
Audit fees	750	500
Bank overdraft	476	-
	<hr/>	<hr/>
	1,226	500
	<hr/>	<hr/>

# Holborough Heights Management Company Limited

## Notes to the accounts (continued)

### 5 Called-Up Share Capital

	<u>Authorised</u>		<u>Issued, called-up and fully paid</u>	
	<u>At 31 Dec 95</u>	<u>At 31 Dec 94</u>	<u>At 31 Dec 95</u>	<u>At 31 Dec 94</u>
	£	£	£	£
'A' shares of £5 each	80	80	80	80
'B' shares of £5 each	20	20	10	10
	<u>100</u>	<u>100</u>	<u>90</u>	<u>90</u>

All shares have similar rights with the exception that holders of 'B' shares taken together are entitled to exercise as many votes as there are 'A' shares in issue together with one further vote.

Both 'B' shares currently in issue are held by Blue Circle Residential Estates Limited and its representative.

### 6 Parent undertaking

The ultimate parent undertaking is Blue Circle Industries PLC, a company registered in England. The accounts of Blue Circle Industries PLC can be obtained from 84 Eccleston Square, London SW1V 1PX.

### 7 Taxation

The Company has no liability to Corporation Tax as it is a mutual company.

### 8 Reconciliation of Movements in Shareholders' Funds

	<u>1995</u>	<u>1994</u>
	£	£
Excess of income over expenditure for the period	2,707	2,671
Shares issued	<u>0</u>	<u>0</u>
Net addition to shareholders' funds	2,707	2,671
Opening shareholders' funds	4,260	1,589
Closing shareholders' funds	<u>6,967</u>	<u>4,260</u>