

24 (HENDON) MANAGEMENT COMPANY LIMITED
DIRECTORS' REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2007



CARTWRIGHTS
Accountants and Business Advisors
Regency House
33 Wood Street
Barnet, Herts
EN5 4BE

24 (HENDON) MANAGEMENT COMPANY LIMITED

COMPANY INFORMATION

Directors

Fola Abdul
Navneet Bassan
Olufunmilola Faleye
Gabriel Weisz

Secretaries

Crabtree Property Management Limited
Terence Robert White

Company number

05208973

Registered office

Hathaway House
Popes Drive
London
N3 1QF

Accountants

Cartwrights
Accountants and Business Advisors
Regency House
33 Wood Street
Barnet
Hertfordshire
EN5 4BE

Bankers

Bank of Scotland
New Uberior House
11 Earl Grey Street
Edinburgh
EH3 9BN

24 (HENDON) MANAGEMENT COMPANY LIMITED

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24 (HENDON) MANAGEMENT COMPANY LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2007

The directors present their report and financial statements for the year ended 31 December 2007

Principal activities

The principal activity of the company is that of the management and maintenance of common parts external to 1 - 24 Maddison Court, 145 Great North Way, London, NW4 1PW

The company's results are in line with expectations

Directors

The following directors have held office since 1 January 2007

Foia Abdul
Navneet Bassan
Olufunmilola Faleye
Gabriel Weisz

Directors' interests

There are no directors' interests requiring disclosure under the Companies Act 1985 as the company is limited by guarantee

Directors' responsibilities

The directors are responsible for preparing the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice

Company law requires 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 that 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,
- 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 enable them to ensure that the financial statements comply with the Companies Act 1985. The directors 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

This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies

By order of the board



Crabtree Property Management Limited

Secretary

19/11/07

24 (HENDON) MANAGEMENT COMPANY LIMITED

ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS ON THE UNAUDITED FINANCIAL STATEMENTS OF 24 (HENDON) MANAGEMENT COMPANY LIMITED

In accordance with the engagement letter dated 1 July 2007, and in order to assist you to fulfil your duties under the Companies Act 1985, we have compiled the financial statements of 24 (Hendon) Management Company Limited for the year ended 31 December 2007, set out on pages 3 to 6 from the accounting records and information and explanations you have given to us

This report is made to the Company's Board of Directors, as a body, in accordance with the terms of engagement. Our work has been undertaken so that we might compile the financial statements that we have been engaged to compile, report to the Company's Board of Directors that we have done so, and state those matters we have agreed to state to them in this 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 Board of Directors as a body, for our work or for this report.

We have carried out this engagement in accordance with technical guidance issued by the Institute of Chartered Accountants in England and Wales and have complied with the ethical guidance laid down by the Institute relating to members undertaking the compilation of financial statements.

You have acknowledged on the balance sheet as at 31 December 2007 your duty to ensure that the company has kept proper accounting records and to prepare financial statements that give a true and fair view under the Companies Act 1985. You consider that the company is exempt from the statutory requirement for an audit for the year.

We have not been instructed to carry out an audit of the financial statements. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the financial statements.



Cartwrights

11/11/07

Accountants and Business Advisors
Regency House
33 Wood Street
Barnet
Hertfordshire
EN5 4BE

24 (HENDON) MANAGEMENT COMPANY LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2007

	Notes	2007 £	2006 £
Turnover		51,469	27,993
Administrative expenses		(35,105)	(28,011)
Operating profit/(loss)		16,364	(18)
Other interest receivable and similar income	2	45	18
Profit on ordinary activities before taxation		16,409	-
Tax on profit on ordinary activities	3	-	-
Profit for the year		16,409	-

24 (HENDON) MANAGEMENT COMPANY LIMITED

BALANCE SHEET

AS AT 31 DECEMBER 2007

	Notes	2007 £	£	2006 £	£
Current assets					
Debtors	4	18,319		4,649	
Cash at bank and in hand		2,478		2,111	
		<u>20,797</u>		<u>6,760</u>	
Creditors, amounts falling due within one year	5	(4,388)		(6,760)	
Total assets less current liabilities			<u>16,409</u>		<u>-</u>
Capital and reserves					
Restricted reserves			3,000		-
Unrestricted reserves			13,409		-
Shareholders' funds			<u>16,409</u>		<u>-</u>

In preparing these financial statements

- (a) The directors are of the opinion that the company is entitled to the exemption from audit conferred by Section 249A(1) of the Companies Act 1985,
- (b) No notice has been deposited under Section 249B(2) of the Companies Act 1985, and
- (c) The directors acknowledge their responsibilities for
 - (i) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, and
 - (ii) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of Section 226, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the company

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective January 2005)

Approved by the Board for issue on 12/11/08

O. Funn

Director

24 (HENDON) MANAGEMENT COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2007

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention

1.2 Compliance with accounting standards

The financial statements are prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2007)

1.3 Turnover

Turnover represents the total value of service charges and other income contributed by residents in respect of certain specific expenditure incurred during the year

1.4 Restricted reserves

The company is required to ensure that certain areas external to the flats are kept in good repair and decorative order and this requires major works every few years. A Restricted Reserve is maintained to provide funds to meet the expected costs of the major works. Each financial year a transfer is made from unrestricted to restricted reserves at a value equal to the budgeted costs of major works. When the costs are incurred, the restricted reserves are released back into unrestricted reserves.

1.5 Unrestricted reserves

Any profit or loss arising where the actual expenditure does not equal the budgeted expenditure is transferred to unrestricted reserves after taking account of the transfer to restricted reserves as explained in note 1.4. Therefore, each year, all of the profit and loss for that year is transferred to Restricted and Unrestricted reserves. If the total of the loss for the year and the transfer to restricted reserve is greater than the unrestricted reserve's balance brought forward then the excess is disclosed in the accounts as an excess service charge debtor and is recovered from the residents in the following financial year.

1.6 Taxation

Service charges receivable are received as capital in the company's capacity as trustee, under the Landlord and Tenant Act 1987 and are therefore outside the scope of Corporation Tax. The investment income in the form of interest received on surplus service charge funds is taxed on the trustee company at the rate applicable to trusts. This applies to both the funds held for the Restricted Reserve for major works and also the funds held for the Unrestricted Reserve covering future routine costs incurred. Any investment income in the form of interest received on deposits not representing surplus service charge funds, is taxed at the applicable rate of Corporation Tax.

2 Investment income	2007	2006
	£	£
Bank interest	45	18

3 Taxation

These financial statements are prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2007) and therefore take advantage of the exemption available to not disclose the financial effect of the factors affecting the tax charge for the year.

24 (HENDON) MANAGEMENT COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2007

4 Debtors	2007 £	2006 £
Service charges accrued	10,585	590
Excess service charges	-	1,172
Prepayments and accrued income	7,734	2,887
	<u>18,319</u>	<u>4,649</u>

5 Creditors: amounts falling due within one year	2007 £	2006 £
Service charges prepaid	353	2,646
Accruals and deferred income	4,035	4,114
	<u>4,388</u>	<u>6,760</u>

6 Share capital

The company is limited by guarantee with no share capital

7 Statement of movements on reserves

	Restricted Reserve £	Unrestricted Reserve £
Balance at 1 January 2007	-	-
Profit for the year	-	16,409
Transfer (to) / from restricted reserves	-	(3,000)
Transfer from / (to) unrestricted reserve	3,000	-
	<u>3,000</u>	<u>13,409</u>
Balance at 31 December 2007	<u>3,000</u>	<u>13,409</u>

8 Control

The company has no ultimate controlling party

24 (HENDON) MANAGEMENT COMPANY LIMITED

MANAGEMENT INFORMATION

FOR THE YEAR ENDED 31 DECEMBER 2007

24 (HENDON) MANAGEMENT COMPANY LIMITED

DETAILED TRADING AND PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2007

	2007	2006
	£	£
Turnover		
Service charges	50,574	26,821
Excess service charges	(1,172)	1,172
Interest on arrears	770	-
Legal costs recharged	1,146	-
Insurance recharged	151	-
	<hr/>	<hr/>
	51,469	27,993
 Administrative expenses	 (35,105)	 (28,011)
	<hr/>	<hr/>
Operating profit/(loss)	16,364	(18)
 Other interest receivable and similar income		
Bank interest	45	18
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Profit before taxation	16,409	-
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24 (HENDON) MANAGEMENT COMPANY LIMITED

SCHEDULE OF ADMINISTRATIVE EXPENSES

FOR THE YEAR ENDED 31 DECEMBER 2007

	2007	2006
	£	£
Administrative expenses		
Health and safety audit	94	-
Insurance	8	8,764
Directors insurance	246	-
Communal electricity	3,389	2,493
Repairs and maintenance	4,017	1,459
Cleaning and gardening	7,245	2,617
Pump station	681	1,256
Entryphone rental	4,689	3,391
Lift maintenance	6,925	3,618
Lift telephone	122	560
Lift insurance	31	-
Legal costs (non- service charge)	1,146	-
Legal and professional fees	175	1,072
Management fees	5,640	2,151
Accountancy	600	600
Bank charges	87	5
Sundry expenses	10	25
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	35,105	28,011
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