

38 ALBERT ROAD, RAMSGATE, LIMITED

(Company No. 5460189)

UNAUDITED ACCOUNTS FOR THE PERIOD FROM

23RD MAY 2005 TO 31ST DECEMBER 2005



VICTOR KIRBY & CO. LIMITED  
Chartered Accountants

82 Snakes Lane East,  
Woodford Green,  
Essex, IG8 7QQ

38 ALBERT ROAD, RAMSGATE, LIMITED

REPORT OF THE DIRECTORS

The Directors submit their report with the accounts of the company for the period from 23rd May 2005 to 31st December 2005.

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INCORPORATION

The company was incorporated on 23rd May 2005.

PRINCIPAL ACTIVITY

The principal activity of the company is to manage, upkeep and maintain the property comprising of five flats, situate at 38 Albert Road, Ramsgate, Kent, CT11 8DW.

DIRECTORS

The Directors who have held office during the period were as follows:

	<u>No. of ordinary shares at 31.12.05</u>
Miss. L.K. Hall	1
Mr. B.P. Wealands	1

Since the period end, on 22nd June 2006, Mr. J. Gilbert has been appointed as a director.

ECONOMIC AND MONETARY UNION (EURO)

Should the United Kingdom adopt the Euro in the future, there will be no material impact on the company's business. However, all accounting systems would be affected and would have to be made fully Euro-compatible. The company has not made any preparations for the introduction of the Euro in other member states, since this will not affect it, at this stage.

FIXED ASSETS

The position is set out in note 2, page 4.

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38 ALBERT ROAD, RAMSGATE, LIMITED

REPORT OF THE DIRECTORS (CONTINUED)

AUDITORS

No auditors have been appointed, since the company has taken advantage of the exemption from a statutory audit which is now available to small companies.

This report has been prepared in accordance with  
the Special Provisions of Part VII of the Companies  
Act 1985 applicable to small companies.

SIGNED ON BEHALF OF THE BOARD OF DIRECTORS



B.P. Wealands  
Secretary

Registered Office:

82 Snakes Lane East,  
Woodford Green,  
Essex, IG8 7QQ

Company No. 5460189

Dated: 28th October 2006

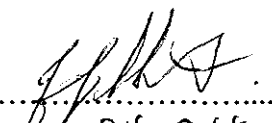
38 ALBERT ROAD, RAMSGATE, LIMITEDBALANCE SHEETAS AT 31ST DECEMBER 2005

	<u>Notes</u>	<u>£ p</u>
<u>FIXED ASSETS</u>	2	<u>12,581.37</u>
<u>CURRENT ASSETS</u>		
Debtors		897.43
Cash at bank and in hand		4.00
		<u>901.43</u>
<u>CREDITORS: AMOUNTS FALLING</u>		
<u>DUE WITHIN ONE YEAR</u>	4	<u>897.43</u>
<u>NET CURRENT ASSETS</u>		4.00
<u>TOTAL NET ASSETS</u>		<u><u>12,585.37</u></u>
<u>CAPITAL AND RESERVES</u>		
Called up share capital	5	4.00
Capital reserve	6	<u>12,581.37</u>
<u>SHAREHOLDERS' FUNDS</u>		
(Wholly equity interests)	5	<u><u>12,585.37</u></u>

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

The directors consider that the company is entitled to exemption from the requirement to have an audit under the provisions of Section 249A(1) of the Companies Act 1985. Shareholders holding 10% or more of the company's share capital have not issued a notice requiring an audit under Section 249B(2) of the Companies Act 1985. The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985, and for preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial period and of its profit (or loss) for the period in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Act relating to the accounts so far as applicable to the company.

Signed on behalf of the board of directors:

.....  J. Gilbert (Director)  
 Approved by the board on: 28th October 2006

38 ALBERT ROAD, RAMSGATE, LIMITEDINCOME AND EXPENDITURE ACCOUNTFOR THE PERIOD FROM 23RD MAY 2005 TO 31ST DECEMBER 2005

	<u>Notes</u>	£	p
<u>INCOME</u> - Continuing operations	1(b)	-	-
<u>Less:</u> Administrative expenses		897.43	
		-897.43	
<u>Add:</u> Bank interest received		-	-
<u>EXCESS OF (-EXPENDITURE) ON ORDINARY ACTIVITIES BEFORE TAXATION</u>		-897.43	
<u>Less:</u> Tax on income on ordinary activities	10	-	-
<u>EXCESS OF (-EXPENDITURE) ON ORDINARY ACTIVITIES AFTER TAXATION</u>		-897.43	
Amount due to be paid by residents (page 7)		897.43	
Balance, carried forward		-	-

38 ALBERT ROAD, RAMSGATE, LIMITEDNOTES TO THE ACCOUNTSFOR THE PERIOD ENDED 31ST DECEMBER 20051. ACCOUNTING POLICIESa) Basis of accounting

These accounts have been prepared on the historical cost basis and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005).

b) Income

No maintenance contributions were collected by the company for the period.

c) Depreciation

Although a requirement under applicable accounting standards and the Companies Act 1985, no depreciation has been provided on the freehold value of the building, since no useful purpose would be served.

2. FIXED ASSETS

The company holds the freehold of 38 Albert Road, Ramsgate, Kent, CT11 8DW. The property was purchased on 23rd September 2005 for £12,581.37, including legal and surveyors' fees, and the funds for this were provided by the flatowners.

	£	p
3. <u>DEBTORS</u>		
Amount due from owners (page 7)	897.43	
4. <u>CREDITORS: AMOUNTS FALLING</u> <u>DUE WITHIN ONE YEAR</u>		
Sundry creditors and accruals	897.43	

cont...

38 ALBERT ROAD, RAMSGATE, LIMITEDNOTES TO THE ACCOUNTSFOR THE PERIOD ENDED 31ST DECEMBER 2005 (CONTINUED)5. SHARE CAPITAL AND SHAREHOLDERS' FUNDS

£      p

Authorised

100 Ordinary shares of £1 each

100.00Allotted, called-up and fully paid

4 Ordinary shares of £1 each

4.006. CAPITAL RESERVE*Contributions from owners re freehold purchased*12,581.377. CONTINGENT LIABILITIES

The company has contingent liabilities in that it is required to ensure that the maintenance obligations under the leases are complied with.

8. RELATED PARTY TRANSACTIONS AND CONTROL

There were no related party transactions in the period. Control of the company rests with the four shareholders/flatowners who participated in the freehold purchase.

9. TAXATION

No tax liability arises for the period.

10. INSURANCE

The premium for the building was paid up to 24th June 2006 by the previous owner. The company effected its own policy, with Norwich Union, from 24th June 2006.

11. GROUND RENT

The owner of flat 4 did not participate in the freehold purchase and will, therefore, be liable to pay ground rent (at the rate of £50 p.a.) to the company. Adjustment was made on the freehold purchase completion statement for the period up to 23rd December 2005. No provision has been made for the nominal amount due for the few days up to 31st December 2005.

38 ALBERT ROAD, RAMSGATE, LIMITEDMANAGEMENT STATEMENTFOR THE PERIOD FROM 23RD MAY 2005 TO 31ST DECEMBER 2005EXPENDITURE

£      p

COSTS SHARED BY ALL FLATS:

Insurance (note 10, page 5)	-	-
Accountancy & administration	205.63	
Statutory accounts preparation	411.25	
Company secretarial & taxation work	211.50	
Annual Return fee	15.00	
Printing, postage, stationery & company searches	54.05	
Exterior maintenance and repairs	-	-

CHARGES FOR THE PERIOD897.43N.B.

1. This and the following page do not form part of the statutory accounts.
2. Apart from Accountancy and general administration costs, which have been accrued for the period and are reflected above, all other costs have been settled by the owners outside of the company, for the time being.



38 ALBERT ROAD, RAMSGATE, LIMITEDSCHEDULE OF APPORTIONMENT OF EXPENDITUREFOR THE PERIOD FROM 23RD MAY 2005 TO 31ST DECEMBER 2005

Flat No.	%age	Charges for the period	Amounts paid for the period	Balance due from owners at 31.12.05
	£ p	£ p	£ p	£ p
1	35.18%	315.72	- -	315.72
2	26.30%	236.02	- -	236.02
3	24.08%	216.10	- -	216.10
4	N/A	- -	- -	- -
5	14.44%	129.59	- -	129.59
		<u>897.43</u>	<u>- -</u>	<u>897.43</u>

NOTE

- 1) Since No.4 has not participated in the freehold purchase and all costs charged relate to the setting-up and ongoing administration of the property holding company, these costs have been charged only to the participating flats for this period. Once the general costs of maintaining the property are paid through the company, allocation of charges will need to be reconsidered.
- 2) Since No. 4 would ordinarily contribute 17.68% to costs, the four participating flats have borne the extra percentage in the appropriate ratios, being their usual percentage over 82.32%.

ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS  
ON THE UNAUDITED ACCOUNTS OF  
38 ALBERT ROAD, RAMSGATE, LIMITED

In accordance with the engagement letter dated 20th October 2006, and in order to assist you to fulfil your duties under the Companies Act 1985, we have compiled the accounts of the company which comprise the Income and Expenditure Account, the Balance Sheet and the related notes 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 our engagement. Our work has been undertaken so that we might compile the accounts that we have been engaged to compile, report to the Company's Board of Directors that we have done so, and state those matters that 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 or 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 Accounts in England and Wales and have complied with the ethical guidance laid down by the Institute relating to members undertaking the compilation of accounts.

You have acknowledged on the Balance Sheet for the period from 23rd May 2005 to 31st December 2005 your duty to ensure that the company has kept proper accounting records and to prepare accounts 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 period.

We have not been instructed to carry out an audit of the accounts. 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.

We draw your attention to note 1c), page 4, in the accounts which discloses and explains a departure from applicable accounting standards. The company has not depreciated its freehold property held in the accounts in the period and this is a departure from the Financial Reporting Standard for Smaller Entities (effective January 2005) and from the Companies Act 1985.

  
Victor Kirby & Co. Limited  
Chartered Accountants

82 Snakes Lane East,  
Woodford Green,  
Essex, IG8 7QQ.

Dated: 30th October 2006