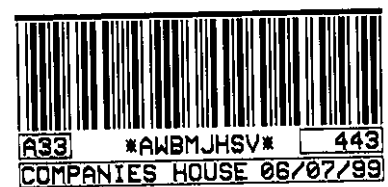


Company number 2509960

NUN'S ACRE RIVER GARDEN LIMITED

Report and financial statements

31 December 1998



REPORT OF THE DIRECTORS

The directors present their annual report and financial statements for the period 1 January to 31 December 1998.

Principal activity

The principal activity of the company is to maintain the river garden for the enjoyment and recreational use of the residents.

Directors

The directors and their beneficial interests in the shares of the company were as follows:

| | Ordinary £1 shares as at 31 December | |
|------------------|--------------------------------------|-------|
| | 1998 | 1997 |
| M Martyn - Johns | 6,450 | 6,450 |
| A Turner | 6,450 | 6,450 |
| DC Pound | 6,940 | 6,940 |
| RB Smith | 6,450 | 6,450 |
| JB Wilby | 6,450 | 6,450 |

Directors' responsibilities

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 as at the end of the financial year and of the income and expenditure of the company for that period. In preparing those accounts, the directors are required to:

1. Select suitable accounting policies and then apply them consistently;
2. Make judgements and estimates that are reasonable and prudent;
3. Follow applicable accounting standards, subject to any material departures disclosed and explained in the accounts.

The directors are responsible for maintaining proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the accounts comply with the Companies Act. 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. The above 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



Company secretary

INCOME AND EXPENDITURE ACCOUNT
for the 12 months ended 31 December 1998

| | Note | 1998 | 1997 |
|-------------------------------|------|------------------|------------------|
| Income | 1(b) | 26 | 26 |
| Expenditure | | 171 | 171 |
| (Loss) on ordinary activities | 2 | <u>(145)</u> | <u>(145)</u> |
| (Loss) brought forward | | (1,561) | (1,416) |
| (Loss) carried forward | | <u>£ (1,706)</u> | <u>£ (1,561)</u> |

The notes on page 4 form part of these accounts.

BALANCE SHEET
at 31 December 1998

| | Note | 1998 | 1997 |
|-------------------------------------|------|------------------|------------------|
| Fixed assets | | | |
| Tangible assets | 3 | 112,621 | 112,621 |
| Current assets | | | |
| Bank balances | | 880 | 803 |
| | | <u>880</u> | |
| Creditors | | | |
| Amounts falling due within one year | 4 | 807 | 585 |
| Net current assets | | 73 | 218 |
| | | <u>£ 112,694</u> | <u>£ 112,839</u> |
| Capital and reserves | | | |
| Called up share capital | 5 | 114,400 | 114,400 |
| Income and expenditure account | | (1,706) | (1,561) |
| | | <u>£ 112,694</u> | <u>£ 112,839</u> |

The company is entitled to exemption from audit under section 249A Companies Act 1985, and no notice has been deposited under section 249B in relation to the accounts for the financial year so as to require an audit.

We acknowledge our responsibilities for:

- (1) Ensuring that the company keeps accounting records which comply with section 221, and
- (2) 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 results for the financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to accounts, so far as applicable to the company.





Directors

Approved by the board
on 19 March 1999

The notes on page 4 form part of these accounts.

NOTES TO THE ACCOUNTS
31 December 1998

1. Accounting policies

(a) Basis of accounting

These accounts have been prepared in accordance with the historical accounting convention.

(b) Income

Income represents bank interest received on funds from the Garden Society.

| | | |
|---|----------------|----------------|
| 2. Profit (loss) on ordinary activities | 1998 | 1997 |
| is stated after charging: | | |
| Insurance | 156 | 156 |
| Annual return | <u>15</u> | <u>15</u> |
| 3. Tangible assets | | |
| Cost | | |
| Freehold property | 112,621 | |
| As at 31 December 1998 and 1997 | <u>112,621</u> | |
| No depreciation is charged on the freehold property. The directors consider that the value of the property is not less than its book value. | | |
| 4. Creditors | | |
| Amount due to garden society | <u>807</u> | <u>585</u> |
| 5. Share capital | | |
| Authorised | | |
| 120,000 ordinary £1 shares | <u>120,000</u> | <u>120,000</u> |
| Issued | | |
| 114,400 ordinary £1 shares | <u>114,400</u> | <u>114,400</u> |