

1 KING'S GARDENS HOVE (RESIDENTS ASSOCIATION) LIMITED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST DECEMBER 2005

	<u>Contents</u>
Page	
1	Report of the Directors
2	Income and Expenditure Account
3	Balance Sheet
4	Notes to the Financial Statements

The following pages does not form part of the statutory financial statements:

5	Accountants' Report
6	Detailed Income and Expenditure Account



JUSTICE & CO
Chartered Accountants

1 KING'S GARDENS HOVE (RESIDENTS ASSOCIATION) LIMITED**REPORT OF THE DIRECTORS****FOR THE YEAR ENDED 31ST DECEMBER 2005**

The directors have pleasure in presenting their report and financial statements for the year ended 31st December 2005.

Principal Activity

The company was incorporated on 8th September 1999.

In February 2000, the company acquired the freehold interest of 1 King's Gardens, Hove, from which date its principal activity is to collect rent from Flat 1a and oversee the management and administration of the common parts of the property.

The company sold Flat 1a in June 2003 and distributed the net proceeds by way of a dividend. The company has no regular income and only incurs the minimum of expenditure.

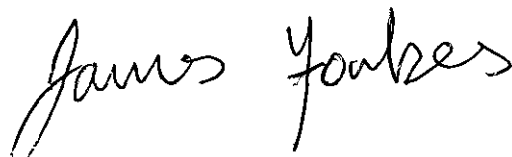
Directors

The directors who served during the year and the beneficial interests in the shares of the company of those serving at the end of the year were as follows:

		Ordinary Shares of £1 each	
		At 31 Dec 2005	At 1 Jan 2005 (or on date of subsequent appointment)
I.G. Barker		1	1
A. Gold		1	1
D. Hobson		1	1
L.B. Lawson	}	1	1
G. Williams	}		
Mrs. A. J. Murphy	(resigned 24.03.2005)	-	1
R.A. Simons		2	2
J.R. Forbes		1	1

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


Secretary

Date... 22/09/06

1 KING'S GARDENS HOVE (RESIDENTS ASSOCIATION) LIMITED**INCOME AND EXPENDITURE ACCOUNT****FOR THE YEAR ENDED 31ST DECEMBER 2005**

	Notes	£	<u>2005</u>	£	£	<u>2004</u>	£
Income							
Ground Rent Receivable	1		493			-	
Gain on Disposal of Flat			-			(2,556)	
			<u>493</u>			<u>(2,556)</u>	
Expenditure			595			515	
Operating (Deficit) for the Year			<u>(102)</u>			<u>(3,071)</u>	
Interest Received			-			158	
(Deficit) on Ordinary Activities, before taxation			<u>(102)</u>			<u>(2,913)</u>	
Taxation	2		-			-	
Deficit for the Financial Year			<u><u>£(102)</u></u>			<u><u>£(2,913)</u></u>	

1 KING'S GARDENS HOVE (RESIDENTS ASSOCIATION) LIMITED**BALANCE SHEET****AS AT 31ST DECEMBER 2005**

	Notes	<u>2005</u>		<u>2004</u>	
		£	£	£	£
Fixed Tangible Asset					
Freehold Property, at cost	3		8,273		8,273
Current Assets					
Uncollected Ground Rents		-		57	
Other Debtor		-		16	
Cash held by Managing Agents		713		163	
Cash at Bank		1,614		1,893	
		<u>2,327</u>		<u>2,129</u>	
Creditors: Amounts falling due within one year					
Sundry Creditors		<u>535</u>		<u>235</u>	
Net Current Assets			1,792		1,894
Net Assets			<u>£10,065</u>		<u>£10,167</u>
Capital and Reserves					
Called Up Share Capital	4		8		8
Share Premium Account	5		9,695		9,695
Income and Expenditure Account	5		362		464
			<u>£10,065</u>		<u>£10,167</u>

For the financial year ended 31st December 2005 the company was entitled to exemption from audit under section 249A (1) Companies Act 1985; and no notice has been deposited under section 249 B (2). The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Act and preparing financial statements which give a true and fair view of the state of affairs of the company as at the year end and of its deficit for the financial year in accordance with the requirements of section 226 and which otherwise comply with the requirements of the Companies Act 1985, so far as applicable to the company.

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

These financial statements were approved by the Board of Directors on 22nd Sept 06 and signed on its behalf by:

R. S. S. S. S.

Director

1 KING'S GARDENS HOVE (RESIDENTS ASSOCIATION) LIMITED**NOTES TO THE FINANCIAL STATEMENTS****FOR THE YEAR ENDED 31ST DECEMBER 2005****1 Accounting policies**

The following accounting policies have been consistently applied in dealing with the items which are considered material in relation to the company's financial statements:

Basis of preparation

The financial statements have been prepared under the historical cost accounting rules and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005).

Turnover

The company's income is derived from rents received.

2 Taxation

	<u>2005</u>	<u>2004</u>
Corporation Tax charge	<u>£ -</u>	<u>£ -</u>

3 Freehold Property

The company owns the freehold interest in 1 King's Gardens, Hove, which it is deemed to have acquired for the sum of £ 8,273. The company's interest is subject to ten long leases of the flats comprised in the building.

The freehold property is included in the financial statements at cost. In accordance with the Financial Reporting Standard for Smaller Entities, no depreciation is provided in respect of this property. This represents a departure from the Companies Act 1985 requirements concerning the depreciation of fixed assets. The directors consider that the adoption of this policy is necessary to give a true and fair view.

4 Called Up Share Capital

	<u>2005</u>	<u>2004</u>
Authorised: 100 Ordinary Shares of £1 each	<u>£100</u>	<u>£100</u>
Allotted, Issued and Fully Paid: 8 Ordinary Shares of £1 each	<u>£8</u>	<u>£8</u>

5 Reserves

	<u>Share Premium Account</u>	<u>Income and Expenditure Account</u>
Balance at beginning of year	£9,695	£464
(Deficit) for the year	-	(102)
Balance at end of year	<u>£9,695</u>	<u>£362</u>

On the formation of the company, the members paid into the company monies to enable the purchase of the freehold to take place. To the extent that these amounts exceeded the nominal value of the shares, they were treated as a share premium.