

Company Number: 1368007

FURZEDOWN MANAGEMENT COMPANY LIMITED

DIRECTORS' REPORT

AND

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 24 JUNE 1996



**CARTWRIGHTS**  
**Chartered Accountants**  
**Regency House**  
**33 Wood Street**  
**Barnet**  
**Herts EN5 4BE**

# **FURZEDOWN MANAGEMENT COMPANY LIMITED**

## **REPORT OF THE DIRECTORS**

The directors present their report and the audited financial statements of the company for the year ended 24 June 1996.

### **BUSINESS REVIEW**

The principal activity of the company continues to be the management and maintenance of Furzedown Court, 24 Milton Road, Harpenden, Herts.

The company is non-profit making. The annexed accounts show the income and expenditure for the year ended 24 June 1996 and the assets and liabilities of the company at that date. In accordance with the Articles of Association the directors recommend that no dividend be paid for the year.

### **STATEMENT OF DIRECTORS' RESPONSIBILITIES**

Company law requires the 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 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 a 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 financial statements 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.

### **DIRECTORS**

The directors of the company who served during the year, together with their interests in the company's shares, are listed below:-

|                      | <u>£1 'B' Shares</u> |                     |
|----------------------|----------------------|---------------------|
|                      | <u>24 June 1996</u>  | <u>24 June 1995</u> |
| J C Burge            | 1                    | 1                   |
| Mrs G Lloyd Lawrence | 1                    | 1                   |
| Mrs G Harrison       | 1                    | 1                   |
| Mrs K Burge          | -                    | -                   |
| Mr G Upton           | 1                    | 1                   |

**FURZEDOWN MANAGEMENT COMPANY LIMITED**

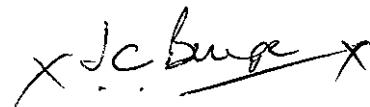
**REPORT OF THE DIRECTORS - Continued**

All the directors being tenants are interested in the leases of Furzedown Court to which the company is a party. In accordance with the Articles of Association all of the directors retire at the forthcoming Annual General Meeting and, being eligible, offer themselves for re-election.

**AUDITORS**

In accordance with Section 384 (1) of the Companies Act 1985, a resolution proposing the re-appointment of Messrs Cartwrights as auditors to the company will be placed before the members of the forthcoming Annual General Meeting.

By Order of the Board

A handwritten signature in dark ink, appearing to read 'J C Burge', is written over a horizontal line. The signature is flanked by 'x' marks on both sides.

J C Burge  
Secretary

**REPORT OF THE AUDITORS TO THE MEMBERS OF**  
**FURZEDOWN MANAGEMENT COMPANY LIMITED**

We have audited the financial statements on pages 4 to 8 which have been prepared under the historical cost convention and the accounting policies set out on page 6.

**Respective Responsibilities of Directors and Auditors**

As described on page 1 the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements 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 financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, 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 financial statements are free from material mis-statement, 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 financial statements.

**Opinion**

In our opinion the financial statements give a true and fair view of the state of the company's affairs at 24 June 1996 and have been properly prepared in accordance with the Companies Act 1985.

**CARTWRIGHTS**



**Chartered Accountants  
and Registered Auditors**

Regency House

33 Wood Street

Barnet

Herts EN5 4BE

**FURZEDOWN MANAGEMENT COMPANY LIMITED**

**BALANCE SHEET AS AT 24 JUNE 1996**

|  | <u>Note</u> |       | <u>1995</u> |
|--|-------------|-------|-------------|
| <b><u>CURRENT ASSETS</u></b>                                     |             | £     | £           |
| Debtors  | 2           | -     | 131         |
| Cash at bank and in hand   |             | 6,077 | 4,680       |
|  |             | <hr/> | <hr/>       |
|  |             | 6,077 | 4,811       |
| <b><u>CREDITORS</u></b> : Amounts falling due<br>within one year | 3           | 536   | 489         |
|  |             | <hr/> | <hr/>       |
| <b><u>NET CURRENT ASSETS</u></b>                                 |             | 5,541 | 4,322       |
| <b><u>PROVISION FOR LIABILITIES<br/>AND CHARGES</u></b>          | 4           | 5,085 | 3,866       |
|  |             | <hr/> | <hr/>       |
| <b><u>NET ASSETS</u></b>   |             | £ 456 | £ 456       |
|  |             | <hr/> | <hr/>       |
| <b><u>CAPITAL AND RESERVES</u></b>                               |             |       |             |
| Called up share capital  | 5           | 100   | 100         |
| Other reserves   | 6           | 350   | 350         |
| Profit and loss account  |             | 6     | 6           |
|  |             | <hr/> | <hr/>       |
|  |             | £ 456 | £ 456       |
|  |             | <hr/> | <hr/>       |

*X J C Burge X*  
.....  
J C Burge

*X Kathleen D. Burge X*  
.....  
Kathleen D Burge

The financial statements were approved by the directors on

The notes on pages 6 and 7 form part of these financial statements.

**FURZEDOWN MANAGEMENT COMPANY LIMITED**

**PROFIT AND LOSS ACCOUNT**

**FOR THE YEAR ENDED 24 JUNE 1996**

|   | <b><u>Note</u></b> | <b>£</b>    | <b><u>1995</u></b><br><b>£</b> |
|---|--------------------|-------------|--------------------------------|
| Service charges received                      | 1(b)               | 4,400       | 4,300                          |
| Administration expenses                       |                    | 4,535       | 4,383                          |
|   |                    | <hr/>       | <hr/>                          |
|   |                    | (135)       | (83)                           |
| Interest receivable and similar income        |                    | 180         | 177                            |
|   |                    | <hr/>       | <hr/>                          |
| <b><u>PROFIT ON ORDINARY ACTIVITIES</u></b>   |                    |             |                                |
| <b><u>BEFORE TAXATION</u></b>                 | 7                  | 45          | 94                             |
| Tax on profit on ordinary activities          | 8                  | 45          | 94                             |
|   |                    | <hr/>       | <hr/>                          |
| <b><u>PROFIT ON ORDINARY ACTIVITIES</u></b>   |                    |             |                                |
| <b><u>AFTER TAXATION</u></b>                  |                    | -           | -                              |
| Retained profit brought forward               |                    | 6           | 6                              |
|   |                    | <hr/>       | <hr/>                          |
| <b><u>RETAINED PROFIT CARRIED FORWARD</u></b> |                    | <b>£ 6</b>  | <b>£ 6</b>                     |
|   |                    | <hr/> <hr/> | <hr/> <hr/>                    |

The notes on pages 6 and 7 form part of these financial statements.

None of the company's activities were acquired or discontinued during the year.

**FURZEDOWN MANAGEMENT COMPANY LIMITED**

**NOTES TO THE ACCOUNTS**

**FOR THE YEAR ENDED 24 JUNE 1996**

1. **ACCOUNTING POLICIES**

The following accounting policies have been used consistently in dealing with items which are considered material in relation to the company's accounts.

(a) **Basis of Accounting**

The accounts have been prepared under the historical cost accounting convention.

(b) **Turnover**

Turnover represents service charges receivable from the leaseholders of Furzedown Court.

|  |                   | <b><u>1995</u></b> |
|--|-------------------|--------------------|
|  | £                 | £                  |
| 2. <b><u>DEBTORS</u></b>   |                   |                    |
| Prepayments and accrued income                                   | £ -               | £ 131              |
|  | <u>          </u> | <u>          </u>  |
| 3. <b><u>CREDITORS</u></b> : Amounts falling due within one year |                   |                    |
| Accruals and deferred income                                     | 491               | 445                |
| Corporation tax  | 45                | 44                 |
|  | <u>          </u> | <u>          </u>  |
|  | £ 536             | £ 489              |
|  | <u>          </u> | <u>          </u>  |
| 4. <b><u>PROVISION FOR LIABILITIES AND CHARGES</u></b>           |                   |                    |
| Provision for maintenance and decorations                        | £ 5,085           | £ 3,866            |
|  | <u>          </u> | <u>          </u>  |
| 5. <b><u>CALLED UP SHARE CAPITAL</u></b>                         |                   |                    |
| <b><u>Authorised, issued and fully paid:</u></b>                 |                   |                    |
| 90 Ordinary 'A' shares of £1 each                                | 90                | 90                 |
| 10 'B' shares of £1 each   | 10                | 10                 |
|  | <u>          </u> | <u>          </u>  |
|  | £ 100             | £ 100              |
|  | <u>          </u> | <u>          </u>  |
| 6. <b><u>OTHER RESERVES</u></b>                                  |                   |                    |
| Retained deposits from lessees                                   | £ 350             | £ 350              |
|  | <u>          </u> | <u>          </u>  |

**FURZEDOWN MANAGEMENT COMPANY LIMITED**

**NOTES TO THE ACCOUNTS - Continued**

**FOR THE YEAR ENDED 24 JUNE 1996**

|    |   |   |                         |
|----|---|---|-------------------------|
| 7. | <b><u>PROFIT ON ORDINARY ACTIVITIES<br/>BEFORE TAXATION</u></b> | £ | <b><u>1995</u></b><br>£ |
|----|---|---|-------------------------|

Profit before taxation is stated after charging:

|                          |       |       |
|--------------------------|-------|-------|
| Audit and accountancy    | 382   | 394   |
| Provision for decoration | 2,322 | 2,363 |
|                          | <hr/> | <hr/> |

|    |                        |
|----|------------------------|
| 8. | <b><u>TAXATION</u></b> |
|----|------------------------|

Taxation based on interest received for the year:

|                                      |       |       |
|--------------------------------------|-------|-------|
| Corporation tax at 24.5% (1995: 25%) | 45    | 44    |
| Underprovision for previous year     | -     | 50    |
|                                      | <hr/> | <hr/> |
|                                      | £ 45  | £ 94  |
|                                      | <hr/> | <hr/> |

|    |   |
|----|---|
| 9. | <b><u>STATEMENT OF SHAREHOLDERS FUNDS</u></b> |
|----|---|

|                                   |       |       |
|-----------------------------------|-------|-------|
| Shareholder funds brought forward | 6     | 6     |
| Retained profit/loss for the year | -     | -     |
| Called up share capital           | 100   | 100   |
|                                   | <hr/> | <hr/> |
|                                   | £ 106 | £ 106 |
|                                   | <hr/> | <hr/> |