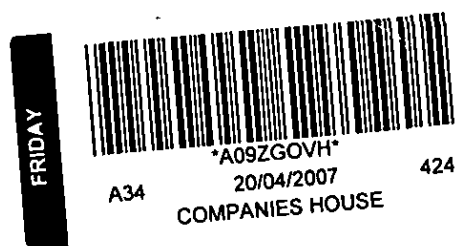


COMPANY NUMBER:
2824800 (ENGLAND & WALES)

GARRATT GREEN NO.2 RESIDENTS COMPANY LIMITED
DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2006

SIMPSON WREFORD & CO
CHARTERED ACCOUNTANTS
REGISTERED AUDITORS
WELLESLEY HOUSE
DUKE OF WELLINGTON AVENUE
ROYAL ARSENAL
LONDON
SE18 6SS



GARRATT GREEN NO.2 RESIDENTS COMPANY LIMITED

COMPANY INFORMATION

Company Number: 2824800 (England & Wales)

Directors: Ms S Purtill
Mr P Prescod

Secretary: Prior Estates Limited

Registered Office: County House
221-241 Beckenham Road
Beckenham
Kent
BR3 4UF

Auditors: Simpson Wreford & Co
Chartered Accountants
Registered Auditors
Wellesley House
Duke of Wellington Avenue
Royal Arsenal
London
SE18 6SS

GARRATT GREEN NO.2 RESIDENTS COMPANY LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 30TH JUNE 2006

The directors present their report and the financial statements for the year ended 30th June 2006

Principal activities

The principal activity of the company during the year was the management of mutual interests on behalf of lessees

Directors' interests

The directors of the company during the year and their interests in the share capital of the company as recorded in the register of directors' interests were as follows

	2006	2005
	No.	of shares
Ms S Purtill	1	1
Mr P Prescod	1	1

Responsibilities of the directors

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of the 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,
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements.
- 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 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.

GARRATT GREEN NO 2 RESIDENTS COMPANY LIMITED

DIRECTORS' REPORT (Continued)

FOR THE YEAR ENDED 30TH JUNE 2006

In the case of each of the persons who are directors at the time when the directors report is approved

- so far as the director is aware there is no relevant audit information (information needed by the company's auditors in connection with preparing their report) of which the company's auditors are unaware, and
- each director has taken all the steps that they ought to have taken as directors in order to make themselves aware of any relevant audit information and to establish that the company's auditors are aware of that information

In determining how amounts are presented within items in the profit and loss account and balance sheet the directors have had regard to the substance of the reported transaction or arrangement in accordance with generally accepted accounting principles or practice

Auditors

The auditors Simpson Wreford & Co. will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985

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

Approved by the board on 16th April 2007

On behalf of the board


Prior Estates Limited

INDEPENDENT AUDITORS' REPORT
TO THE SHAREHOLDERS OF GARRATT GREEN NO.2 RESIDENTS COMPANY
LIMITED

We have audited the financial statements of Garratt Green No 2 Residents Company Limited for the year ended 30th June 2006 on pages 5 to 9. These financial statements have been prepared in accordance with the accounting policies set out therein and the requirements of the Financial Reporting Standard for Smaller Entities.

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's 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 members as a body for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As described in the Statement of Directors' Responsibilities the company's directors are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the information given in the Directors' Report is consistent with the financial statements. In addition we report to you if, in our opinion, the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and other transactions is not disclosed.

We read the Directors' Report and consider the implications for our report if we become aware of any apparent misstatements within it.

Basis of audit opinion

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) 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 judgments 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 misstatements, 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.

INDEPENDENT AUDITORS' REPORT
TO THE SHAREHOLDERS OF GARRATT GREEN NO 2 RESIDENTS COMPANY
LIMITED (Continued)

Opinion

In our opinion

- the financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice of the state of the company's affairs as at 30th June 2006 and of its surplus for the year then ended
- the financial statements have been properly prepared in accordance with the Companies Act 1985, and
- the information given in the Directors' Report is consistent with the financial statements

Wellesley House
Duke of Wellington Avenue
Royal Arsenal
London
SE18 6SS

Simpson Wreford & Co

Simpson Wreford & Co
Chartered Accountants
Registered Auditors

Dated *17th April 2007*

GARRATT GREEN NO 2 RESIDENTS COMPANY LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 30TH JUNE 2006

	Note	2006		2005	
		£	£	£	£
Turnover	1				
Service charges			55 333		54 336
Bank deposit interest			804		538
Insurance claims received			<u>360</u>		<u>-</u>
			56,497		54,874
Administrative expenses					
Cleaning and gardening		12,105		12,509	
Insurance		9,389		8,310	
Lighting		2,703		2,278	
Repairs and renewals		3,828		4,472	
Door entry rental		2,278		2,170	
Audit and accountancy		823		819	
Administration fee		9,619		9,394	
Legal and professional		646		646	
Sundry expenses		<u>486</u>	<u>41,877</u>	<u>544</u>	<u>41,142</u>
Surplus on ordinary activities before taxation	2		14,620		13,732
Taxation			<u>-</u>		<u>-</u>
Surplus for the year on ordinary activities after taxation			14,620		13,732
Retained surplus at 1st July 2005			7,386		23,654
Transfer to maintenance reserve			<u>(14,620)</u>		<u>(30,000)</u>
Retained surplus at 30th June 2006			<u><u>7,386</u></u>		<u><u>7,386</u></u>

GARRATT GREEN NO.2 RESIDENTS COMPANY LIMITED

BALANCE SHEET

AS AT 30TH JUNE 2006

	Note	2006	2005
		£	£
Current assets			
Debtors	3	22,004	10,402
Cash at bank and in hand		38,324	36,796
		<u>60,328</u>	<u>47,198</u>
Creditors			
Amounts falling due within one year	4	(6,162)	(7,652)
		<u>54,166</u>	<u>39,546</u>
Net assets			
		<u>54,166</u>	<u>39,546</u>
Capital and reserves			
Called up share capital	5	360	360
Share premium account	6	1,800	1,800
Other reserves	7	44,620	30,000
Profit and loss account	8	7,386	7,386
		<u>54,166</u>	<u>39,546</u>
Contributors' funds			
		<u>54,166</u>	<u>39,546</u>

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 in accordance with the Financial Reporting Standard for Smaller Entities (Effective January 2005)

Approved by the board of directors on 16th July 2007



Ms S Purtil

The annexed notes form part of these financial statements

GARRATT GREEN NO.2 RESIDENTS COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30TH JUNE 2006

1 Accounting policies

The accounts have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (Effective January 2005)

Turnover

Turnover represents the amounts (excluding VAT) derived from service charges receivable during the year

Service charges

The residents company is currently administered by Prior Estates Limited. Service charges are charged to the tenants each year based on the budgeted expenditure. Any deficit or surplus arising where the actual expenditure does not equal the budgeted expenditure is reflected in the reserves of the company.

Profit and loss format

The directors consider that the profit and loss account format as set out in the Companies Act 1985 would not be appropriate and an alternative presentation has been adopted in order to show a true and fair view.

Maintenance provision

The company is liable to ensure that certain areas, external to the flats, are kept in good repair and decorative order. This includes major redecorative work every few years. It has been decided that a separate reserve should be maintained to cover the expected costs and appropriations are made from the accumulated reserve account for this purpose.

2 Operating surplus

	2006	2005
	£	£
This is stated after charging		
Auditors' remuneration and expenses	823	819
	<u> </u>	<u> </u>

3 Debtors

	2006	2005
	£	£
Due within one year		
Tenants ledger	10,385	9,016
Prepayments	11,619	1,386
	<u> </u>	<u> </u>
	<u>22,004</u>	<u>10,402</u>

GARRATT GREEN NO.2 RESIDENTS COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (Continued)

FOR THE YEAR ENDED 30TH JUNE 2006

4 Creditors - amounts falling due within one year

	2006	2005
	£	£
Electricity	221	512
Maintenance costs	-	2,218
Legal fees	-	646
Tenants charges	3,338	2,715
Accruals	2,603	1 561
	<u>6,162</u>	<u>7,652</u>

5 Share capital

	2006	2005
	£	£
Authorised		
100 Ordinary shares of £5 each	500	500
	<u>500</u>	<u>500</u>
	£	£
Allotted, called up and fully paid		
72 Ordinary shares of £5 each	360	360
	<u>360</u>	<u>360</u>

6 Share premium account

	2006
	£
At 1st July 2005	1,800
	<u>1,800</u>
At 30th June 2006	<u>1,800</u>

7 Other reserves

	2006
	£
Maintenance reserve	
Balance b/f -	30,000
Transfer from profit and loss account	<u>14,620</u>
	<u>44,620</u>

GARRATT GREEN NO.2 RESIDENTS COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (Continued)

FOR THE YEAR ENDED 30TH JUNE 2006

8 Profit and loss account

	2006
	£
Balance at 1st July 2005	7,386
Profit retained for the year	14,620
Transfer to maintenance reserve	(14 620)
	<hr/>
Balance at 30th June 2006	7,386
	<hr/> <hr/>

GARRATT GREEN NO 2 RESIDENTS COMPANY LIMITED
REPORTS AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2006

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