

Client

**COMPANY NUMBER:
2824800 (ENGLAND & WALES)**

**GARRATT GREEN NO.2 RESIDENTS COMPANY LIMITED
DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2003**

**SIMPSON WREFORD & CO.
CHARTERED ACCOUNTANTS
REGISTERED AUDITORS
62 BERESFORD STREET
WOOLWICH
LONDON
SE18 6BG**



GARRATT GREEN NO.2 RESIDENTS COMPANY LIMITED

COMPANY INFORMATION

Company Number: 2824800 (England & Wales)

Directors: RJ Peacock
Ms S Purtill
AE Gilbert

Secretary: Prior Estates Limited

Registered Office: 353 Norwood Road
London
SE27 9BQ

Auditors: Simpson Wreford & Co.
Chartered Accountants
Registered Auditors
62 Beresford Street
Woolwich
London
SE18 6BG

GARRATT GREEN NO.2 RESIDENTS COMPANY LIMITED

REPORTS AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30TH JUNE 2003

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GARRATT GREEN NO.2 RESIDENTS COMPANY LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 30TH JUNE 2003

The directors present their report and the financial statements for the year ended 30th June 2003.

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:

	2003	2002
	No.	of shares
Ms S Purtil	1	1
RJ Peacock	1	1
A E Gilbert	1	1
Dr GC Lawley (resigned 12 th September 2002)	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;
- 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.

Auditors

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

GARRATT GREEN NO.2 RESIDENTS COMPANY LIMITED

DIRECTORS' REPORT (Continued)

FOR THE YEAR ENDED 30TH JUNE 2003

This report was 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 June 2002).

This report was approved by the board on *4th December 2003.*

On behalf of the board



.....
Prior Estates Limited

INDEPENDENT AUDITORS' REPORT
TO THE SHAREHOLDERS OF GARRATT GREEN NO.2 RESIDENTS COMPANY
LIMITED
FOR THE YEAR ENDED 30TH JUNE 2003

We have audited the financial statements on pages 5 to 9 which have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (Effective June 2002), under the historical cost convention and the accounting policies set out therein.

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

The directors' responsibilities for preparing the Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards are set out in the Statement of Directors' responsibilities.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

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 Directors' Report is not consistent with the financial statements, if 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 transactions with the company 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 United Kingdom 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 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)**

FOR THE YEAR ENDED 30TH JUNE 2003

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs at 30th June 2003 and of its loss for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies.

62 Beresford Street
Woolwich
London
SE18 6BG


Simpson Wreford & Co.
Chartered Accountants
Registered Auditors

Dated: 7th January 2004

GARRATT GREEN NO.2 RESIDENTS COMPANY LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 30TH JUNE 2003

	Note	2003	2002
		£	£
Turnover	2	46,692	44,472
Administrative expenses		(67,270)	(58,771)
		<hr/>	<hr/>
		(20,578)	(14,299)
Other operating income		2,317	-
		<hr/>	<hr/>
Operating loss	3	(18,261)	(14,299)
Other interest receivable & similar income		223	293
		<hr/>	<hr/>
Loss on ordinary activities before taxation		(18,038)	(14,006)
Tax on loss on ordinary activities	4	29	(29)
		<hr/>	<hr/>
Retained loss for the year		<u>(18,009)</u>	<u>(14,035)</u>

The annexed notes form part of these financial statements.

GARRATT GREEN NO.2 RESIDENTS COMPANY LIMITED

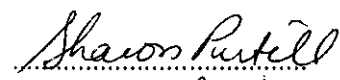
BALANCE SHEET

AS AT 30TH JUNE 2003

	Note	2003	2002
		£	£
Current assets			
Debtors	5	13,053	12,353
Cash at bank and in hand		7,023	21,473
		<u>20,076</u>	<u>33,826</u>
Creditors			
Amounts falling due within one year	6	(8,927)	(4,668)
Net current assets		<u>11,149</u>	<u>29,158</u>
Total assets less current liabilities		<u>11,149</u>	<u>29,158</u>
Net assets		<u>11,149</u>	<u>29,158</u>
Capital and reserves			
Called up share capital	7	360	360
Share premium account	8	1,800	1,800
Profit and loss account	9	8,989	26,998
Shareholders' funds		<u>11,149</u>	<u>29,158</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 June 2002).

Approved by the board of directors and signed on 4th December 2003.


Ms S ~~Purcell~~ Purcell

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 2003

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 June 2002).

Turnover

Turnover represents the amounts (excluding VAT) derived from the provision of services to customers 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 accounts as a debtor or creditor and is recovered from or refunded to the tenants in the course of the following year.

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 income and expenditure account for this purpose. This was previously treated as a provision.

2. Turnover

There was no turnover attributable to geographical markets outside of the United Kingdom in either of the two accounting years.

3. Operating loss

	2003 £	2002 £
This is stated after charging:		
Auditors' remuneration and expenses	845	600

GARRATT GREEN NO.2 RESIDENTS COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (Continued)

FOR THE YEAR ENDED 30TH JUNE 2003

4. Taxation on profit on ordinary activities

	2003	2002
	£	£
Current Tax:		
UK corporation tax on profits of the period	-	29
Adjustments in respect of previous period	(29)	-
	<u>(29)</u>	<u>29</u>
Tax on profit on ordinary activities	<u>(29)</u>	<u>29</u>

5. Debtors

	2003	2002
	£	£
Due within one year:		
Trade debtors	7,452	10,665
Other debtors	5,601	1,688
	<u>13,053</u>	<u>12,353</u>

6. Creditors - amounts falling due within one year

	2003	2002
	£	£
Trade creditors	4,167	2,302
Taxation and social security	-	29
Other creditors	4,760	2,337
	<u>8,927</u>	<u>4,668</u>

7. Share capital

	2003	2002
	£	£
Authorised		
500 Ordinary shares of £1 each	500	500
	<u>500</u>	<u>500</u>
Allotted, called up and fully paid		
Ordinary shares of £1 each	360	360
	<u>360</u>	<u>360</u>

GARRATT GREEN NO.2 RESIDENTS COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (Continued)

FOR THE YEAR ENDED 30TH JUNE 2003

8. Share premium account

	2003
	£
At 1st July 2002	1,800
	<hr/>
At 30th June 2003	1,800
	<hr/>

9. Profit and loss account

	2003
	£
Balance at 1st July 2002	26,998
Loss suffered for the year	(18,009)
	<hr/>
Balance at 30th June 2003	8,989
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