

**26/27 MEDWAY STREET MANAGEMENT LIMITED**

**FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 24 MARCH 1996**

**Company No: 2675234**

**MACCALLUM & CO  
Chartered Accountants  
29a Broadway  
Peterborough PE1 1SQ**

**(Also at 16 Regency Street, London SW1 4DB)**



**26/27 MEDWAY STREET MANAGEMENT LIMITED**

**YEAR ENDED 24 MARCH 1996**

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**26/27 MEDWAY STREET MANAGEMENT LIMITED**

**DIRECTORS' REPORT  
FOR THE YEAR ENDED 24 MARCH 1996**

The Directors present their report and financial statements for the Company for the year ended 24 March 1996.

**RESULTS**

The result of the company was a surplus after taxation of £292 (1995 - loss £651) in the year. No dividend is to be paid.

**REVIEW OF BUSINESS**

The Company manages on behalf of its tenants 26/27 Medway Street, London SW1. No profit is sought from this activity. In addition it receives ground rent from the leaseholders in the property who are not shareholders of the company.

**DIRECTORS' RESPONSIBILITIES**

Company Law requires the Directors to prepare financial statements for each financial year which give a true and fair view 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:

- i) select suitable accounting policies and apply them consistently;
- ii) make judgements and estimates that are reasonable and prudent;
- iii) state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements.
- iv) prepare the financial statements on an ongoing concern basis, unless it is inappropriate to presume that the Company will remain 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 during the year were

	Shares held at 24/3/96 & 25/3/95
J P Lambermont-Ford (resigned 24/10/95)	2
J C O'Byrne	2
Mrs P Cornwall (appointed 24/10/95)	2

Mr D A Skinner resigned as Company Secretary on 24 March 1996 and Mr P L Tann was appointed Company Secretary on that date.

BY ORDER OF THE BOARD

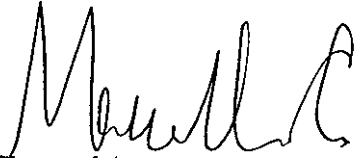


P L TANN  
Secretary

12 September 1996

**ACCOUNTANTS' REPORT ON THE UNAUDITED ACCOUNTS OF  
26/27 MEDWAY STREET MANAGEMENT LIMITED  
TO THE DIRECTORS OF THE COMPANY**

As described on the balance sheet you are responsible for the preparation of the accounts for the year ended 24 March 1996, set out on page 3 - 5, and you consider that the company is exempt from an audit and a report under section 249A(2) of the Companies Act 1985. In accordance with your instructions, we have compiled these unaudited accounts in order to assist you to fulfil your statutory responsibilities, from the accounting records and explanations given to us.



Chartered Accountants  
29a Broadway  
Peterborough PE1 1SQ

(Also at 16 Regency Street, London SW1)

19/15 September 1996

26/27 MEDWAY STREET MANAGEMENT LIMITED

PROFIT AND LOSS ACCOUNT

YEAR ENDED 24 MARCH 1996

	£	1996 £	£	1995 £
Income from property		630		630
Interest received		25		11
Service charges due	21,264		40,546	
Less: Service costs incurred	(21,264)		(40,546)	
	-----	-	-----	-
		-----		-----
Less: Operating costs		655 (458)		641 (1,302)
		-----		-----
Operating Profit/(Loss) before taxation (Note 2)		197		(661)
Add: Taxation credit		95		10
		-----		-----
Surplus/(deficit) after taxation		292		(651)
Add: Surplus brought forward		81		732
		-----		-----
Reserves carried forward		373		81
		=====		=====

The notes on page 5 form part of these financial statements

**26/27 MEDWAY STREET MANAGEMENT LIMITED**  
**BALANCE SHEET AS AT 24 MARCH 1996**

	Note	£	1996 £	£	1995 £
<b>FIXED ASSETS</b>					
Investment property at cost of acquisition	1(b)		21,523		21,523
<b>CURRENT ASSETS</b>					
Debtor		93		630	
Bank		1,131		346	
Monies held at bank for tenants		6,515		4,376	
		-----	7,739	-----	5,352
<b>LESS: CURRENT LIABILITIES</b>					
Creditors		357		401	
Amount held on behalf of tenants		6,515		4,376	
		-----	(6,872)	-----	(4,777)
			-----		-----
			22,390		22,098
Less: Loans from shareholders		1,508		1,508	
Other loan		250		250	
		-----	(1,758)	-----	(1,758)
			-----		-----
			<u>20,632</u>		<u>20,340</u>
<b>CAPITAL AND RESERVES</b>					
Share capital	4		18		18
Share premium account			20,241		20,241
Reserves			373		81
			-----		-----
			<u>20,632</u>		<u>20,340</u>

These accounts were approved by the board of Directors on 12 September 1996. The Directors confirm that:

- i) For the year ended 24 March 1996 the Company was entitled to an exemption from audit under the Companies Act 1985 section 249A(1).
- ii) No notice from members have been deposited under Companies Act 1985 s.249(B)(2) requiring an audit of the accounts for the year ended 24 March 1996.

The Directors acknowledge their responsibilities for ensuring that the Company keeps accounting records, which comply with S.221 of the Companies Act 1985 and for preparing accounts which give a true and fair view of the Company at 24 March 1996 and of its profit for that year then ended in accordance with the requirements of S.226, and which otherwise comply with the requirements of this Act relating to accounts so far as applicable to the Company.

P. M. Cornwall  
MRS P CORNWALL

J. C. O'Byrne  
J C O'BYRNE

**26/27 MEDWAY STREET MANAGEMENT LIMITED**

**FOR THE YEAR ENDED 24 MARCH 1996**

**NOTES TO THE ACCOUNTS**

**1. ACCOUNTING POLICIES**

- (a) The Financial Statements are prepared under the historical cost convention.
- (b) Investment property is included at Directors' valuation which is considered to be the cost of acquisition.
- (c) Income from the property investment is treated on a receipts basis.

**2. PROFIT BEFORE TAXATION**

	1996	1995
Auditors' remuneration (including accounting services)	£352	£259
	<u>          </u>	<u>          </u>

**3. TAXATION**

Tax is provided at a small companies rate of 25%.

**4. SHARE CAPITAL**

Authorised share capital - 100 shares of £1	£100	£100
	<u>          </u>	<u>          </u>
Issued share capital - 18 shares of £1	£18	£18
	<u>          </u>	<u>          </u>

**26/27 MEDWAY STREET MANAGEMENT LIMITED**

**FOR THE YEAR ENDED 24 MARCH 1996**

**DETAILED PROFIT AND LOSS ACCOUNT**

	£	£
Income from property		630
Interest received (net)		25
Services charges due	21,264	
Service cost incurred	(21,264)	
	-----	-
		-----
		655
Less: Secretarial expenses	88	
Accountancy	294	
Sundry	76	
	-----	458
Profit in year		-----
		197
		=====



26/27 MEDWAY STREET MANAGEMENT LIMITED

CORPORATION TAX COMPUTATION

YEAR ENDED 24 MARCH 1996

Profit in year	£ 197
Less: Interest received (net) *	(25)
Schedule D case I profit	<u>172</u>
Schedule D case I profit	172
Less: Losses b/fwd	(172)
	<u>-</u>
Schedule D Case III	33
Income subject to Corporation Tax	<u>33</u>
Corporation Tax @ 25%	8.25
Less: Tax deducted on interest	(8.25)
Corporation Tax payable	<u>-</u>
Losses in y/e 24/3/95	(661)
Less: Losses c/back	372
Losses utilized in y/e 24/3/96	172
Losses c/fwd	<u>(117)</u>

\* Building Society interest with 25% tax deducted at source.