

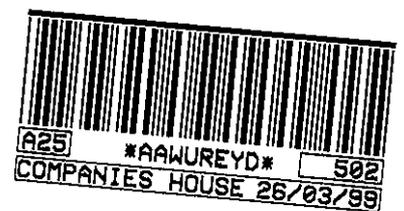
Registered Number: 02105771

In England and Wales

STRATONE COURT MANAGEMENT LIMITED

ANNUAL REPORT AND ACCOUNTS

FOR THE PERIOD ENDED 30TH JUNE 1998



STRATONE COURT MANAGEMENT LIMITED

REPORT OF THE DIRECTORS

The Directors present their annual report with the accounts of the Company for the period ended 30th June 1998.

PRINCIPAL ACTIVITY

The principal activity of the Company in the period under review consisted of the management and administration, on a non profit making basis, of the communal areas relating to the development on behalf of the property owners, lessees or tenants.

DIRECTORS

The Directors in office in the period and their beneficial interests in the Company's issued ordinary share capital were as follows:

	<u>1998</u>	<u>1997</u>
N.A. Fisher Esq.	1	1
T. Pickett Esq.	1	1
J. Wilson Esq. {App. 6.10.98}		
Ms. T. Burson {Res. 6.10.98}		
Ms. J.C. Wood {Res. 6.10.98}		
Ms. E. Messenger {Res. 6.10.98}		

DIRECTORS RESPONSIBILITIES

Company law requires the Directors to prepare accounts 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 accounts, the Directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- follow applicable accounting standards, subject to any material departures disclosed and explained in the accounts;
- prepare the accounts 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 accounts comply with the Companies Act. 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.

STRATONE COURT MANAGEMENT LIMITED

REPORT OF THE DIRECTORS

(CONTINUED)

AUDITORS

The Auditors, Cook and Partners, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

SMALL COMPANY EXEMPTIONS

In preparing the above report, the Directors have taken advantage of special exemptions applicable to small companies conferred by Part II of Schedule 8 to the Companies Act 1985.

Signed on Behalf of
The Board of Directors

 N.A. FISHER
..... X
Director or Secretary

Approved by the Board on...2.2.79.....

REPORT OF THE AUDITORS TO THE SHAREHOLDERS OF STRATONE COURT
MANAGEMENT LIMITED

We have audited the financial statements on pages four to seven which have been prepared in accordance with the Financial Reporting Standard for Smaller Entities, under the historical cost convention and the accounting policies set out on page six.

Respective responsibilities of directors and auditors

As described on page one, 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 misstatement, 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 as at 30th June 1998 and of its profit for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies.

Cook and Partners

Cook and Partners,
Chartered Accountants
and Registered Auditors,
Manufactory House,
Bell Lane,
Hertford, Herts.

Dated: 25/3/99

STRATONE COURT MANAGEMENT LIMITED

PROFIT AND LOSS ACCOUNT FOR THE PERIOD ENDED 30TH JUNE 1998

	15 Months Ended 30.06.98	Year Ended 31.03.97
	£	£
TURNOVER (Note 1)	4,950	3,960

Administrative Expenses	4,733	5,467
	-----	-----
OPERATING PROFIT / (LOSS)	217	(1,507)

Interest Payable and Bank Charges	(148)	(135)
Interest Receivable	110	224
	-----	-----
PROFIT / (LOSS) ON ORDINARY		

ACTIVITIES before Taxation (Note 6)	179	(1,418)

TAXATION		

Corporation Tax at 21% (24%)	10	54
	-----	-----
	169	(1,472)
	-----	-----
RETAINED PROFIT / (LOSS) brought forward	3,627	5,099

RETAINED PROFIT / (LOSS) carried forward	£3,796	£3,627
-----	=====	=====

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

BALANCE SHEET AT 30TH JUNE 1998

	30th June 1998		31st March 1997	
	£	£	£	£
CURRENT ASSETS				
Debtors (Note 2)		4,325		7,452
Prepaid Expenses (Note 3)		765		760
		<u>5,090</u>		<u>8,212</u>
Deduct: CREDITORS amounts falling due within one year				
Creditors (Note 4)	189		1,496	
Accrued Expenses (Note 5)	745	934	2,729	4,225
TOTAL NET ASSETS / (LIABILITIES)		<u>£4,156</u>		<u>£3,987</u>

Represented by:-

SHARE CAPITAL

	No	£	No	£
Authorised				
Ordinary Shares of £10 each	36	£360	36	£360
Issued and Fully Paid				
Ordinary Shares of £10 each	36	360	36	360
PROFIT AND LOSS ACCOUNT		3,796		3,627
		<u>£4,156</u>		<u>£3,987</u>

These financial statements have been prepared in accordance with the special provisions relating to small companies within Part VII of the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities.

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

Signed on behalf of the Board of Directors  Director

These accounts were approved by the Board of Directors on 22 1998.

STRATONE COURT MANAGEMENT LIMITED

NOTES TO THE ACCOUNTS FOR THE PERIOD ENDED 30TH JUNE 1998

1. ACCOUNTING POLICIES

Basis of Accounting

The financial statements have been prepared in accordance with United Kingdom Accounting Standards.

Turnover

Turnover represents Maintenance Charges Receivable in respect of communal expenditure in the ordinary course of business. Value Added Tax is not charged thereon.

2. DEBTORS: Made up as follows:-	30.06.98	31.03.97
----- (Amounts owed to the Company)	-----	-----
	£	£
Maintenance Charges in Arrear	207	824
Agents Current Account	3,994	6,504
Sundry Debtor	124	124
	-----	-----
	£4,325	£7,452
	=====	=====
3. PREPAID EXPENSES: Made up as follows:-		
----- (Amounts that have been paid		
for but are in respect of the next	30.06.98	31.03.97
Accounting Period)	-----	-----
	£	£
Insurance	590	760
Agents Commission Charges	175	-
	-----	-----
	£765	£760
	=====	=====
4. CREDITORS: Made up as follows:-	30.06.98	31.03.97
----- (Amounts owed by the Company)	-----	-----
	£	£
Maintenance Charges in Advance	166	1,429
Corporation Tax	23	67
	-----	-----
	£189	£1,496
	=====	=====

STRATONE COURT MANAGEMENT LIMITED

NOTES TO THE ACCOUNTS FOR THE PERIOD ENDED 30TH JUNE 1998

5. ACCRUED EXPENSES: Made up as follows:-

(Amounts owed by the Company for expenses incurred during the Current Accounting Period but not yet paid for)	30.06.98	31.03.97
	£	£
Communal Electricity Charges	87	81
General Cleaning and Maintenance	208	1,926
Audit and Accountancy Charges	428	418
Legal and Debt Collection Expenses	-	282
Deferred Payment Charge	22	22
	£745	£2,729
	£745	£2,729

6. PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION

The Profit / (Loss) on ordinary activities
before taxation is stated after (charging)
crediting the following:-

	£	£
Auditors Remuneration	(182)	(178)
Bank Charges and Interest Paid	(148)	(135)
Interest Received	110	224

STRATONE COURT MANAGEMENT LIMITED

INCOME AND EXPENDITURE ACCOUNT FOR THE PERIOD ENDED 30TH JUNE 1998

	15 MONTHS TO 30TH JUNE 1998		YEAR TO 31ST MARCH 1997	
	£	£	£	£
INCOME				
Maintenance Charges Receivable		4,950		3,960
Bank Interest Received Gross	110		224	
Less: Corporation Tax Payable	10	100	54	170
TOTAL INCOME		5,050		4,130
Deduct: EXPENDITURE				
Insurance Premiums		1,028		794
Communal Electricity Charges		440		253
General Cleaning and Maintenance		1,889		2,815
Decoration		-		440
Agents Commission Charges		872		524
Audit and Accountancy Charges		429		418
Legal and Debt Collection Expenses		-		188
Bank Charges and Interest		148		135
Sundry Expenses		75		35
		4,881		5,602
EXCESS OF INCOME / (EXPENDITURE) FOR PERIOD		£169		(£1,472)

This page does not form part of the statutory financial statements.

Appendix B

STRATONE COURT MANAGEMENT LIMITED

BALANCE OF MAINTENANCE CHARGES SUMMARY AS AT 30TH JUNE 1998

	<u>1998</u>	<u>1997</u>
Maintenance Charges in Arrears	<u>£207</u>	<u>£824</u>
Maintenance Charges in Advance	<u>£166</u>	<u>£1,429</u>

ACCOUNTANTS REPORT UNDER THE LANDLORD AND TENANT ACT 1985

(AS AMENDED BY THE LANDLORD AND TENANT ACT 1987)

STRATONE COURT MANAGEMENT LIMITED

We have reviewed the Income and Expenditure Account on Appendix A and the Balance of Maintenance Charges Summary on Appendix B and can confirm that, in our opinion, they show a fair summary of the expenditure incurred by Stratone Court Management Limited for the period ended 30th June 1998, comply with the Landlord and Tenant Act 1985 (as amended by the Landlord and Tenant Act 1987), and are supported by accounts, receipts and other documents provided to us.

Cook and Partners

Cook and Partners,
Chartered Accountants,
Manufactory House,
Bell Lane,
Hertford,
Hertfordshire.

Dated: 25/3/99

This page does not form part of the statutory financial statements.