

Stratone Court Management Ltd

Financial Statements for the year ended

31 March 2010

Company Number 02105771

Registered Office:

Queens House

College Court

Swindon

SN1 1PZ

Stratone Court Management Ltd

FINANCIAL STATEMENTS

PERIOD ENDED 31ST MARCH 2010

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STRATONE COURT MANAGEMENT LTD

REPORT OF THE DIRECTORS

PERIOD ENDED 31ST MARCH 2010

The Directors submit their report together with the financial statements for the period ended 31st March 2010.

PRINCIPAL ACTIVITIES AND BUSINESS REVIEW

Principal activities

The principal activities of the company are to manage, maintain and administer the land and buildings at Azelin Court, Stratone Village, Stratton St. Margaret, Swindon with a commitment to purchase the freehold. The company operates under the terms of a 999 year lease agreement entered into between the company, the freeholder and its shareholders as leaseholders (referred to as tenants by the Commonhold and Leasehold Reform Act 2002).

Business review

Service charges for leaseholders for the year to 31 March 2010 were £515 per property (2009 - £480) payable in advance or by 10 monthly instalments from 24 June 2010, with a discount of £40 (2008 - £30) available if paid in full by 24 June 2009. The Service Charge does not include £50 (2009 - £50) ground rent due to the Freeholder.

On 1 May 2007 the leaseholders acquired the Right To Manage under the provisions of the Commonhold and Leasehold Reform Act 2002 via Azelin Court RTM Company Ltd. Azelin Court RTM Company Ltd appointed Stratone Court Management Ltd as Managing Agents with the benefit of the Right To Manage provisions.

During the year the communal grounds benefited from the work of the gardening contractor employed throughout the year to maintain the grounds. Work to complete the digital conversion of the communal TV aerial system is due to be completed next year along with the replacement of wooden fascias with UPVc.

COMMONHOLD AND LEASEHOLD REFORM ACT 2002

Sections 152 and 156 of the Commonhold and Leasehold Reform Act may be commenced during 2010. Items that these sections are likely to require include:

- a) That service charge transactions cease to be shown within the accounts of the Company, as funds held by the Company are held in trust on behalf of tenants (leaseholders). Given that these proposals have yet to be enacted and no guidance has yet been issued on the new format to be adopted the directors have prepared these accounts on the same basis as previous years in order to maintain consistency.
- b) An Income and Expenditure Report and Balancing Statement be produced within six months of a year in a format similar to that shown on page 8 of the notes to these accounts.

AUDIT

The company has taken advantage of The Companies Act 2006 (Audit Exemptions) Section 477(2).

DIVIDENDS

No dividends were paid or proposed during the period (2009 Nil)

RESERVES

The retained profit for the year taken to reserves was £ 11,968 (2009 - £7,814).

DIRECTORS

The directors who served during the year were:

N Fisher
G Sumner*

* Indicates director due to retire by rotation under the Articles of Association at the next Annual General Meeting.

BY ORDER OF THE BOARD

John R Morris FCMA AIRPM
Company Secretary
1 May 2010

Registered in England No: 01664985
www.azelincourt.co.uk

STRATONE COURT MANAGEMENT LTD			
Profit and Loss Account		31 March 2010	31 March 2009
For the year ended:-			
	Note	£	£
Turnover from continuing operations	2	17,980	17,020
Operating charges		(6,488)	(9,729)
Operating profit from continuing operations		11,492	7,291
Interest receivable	7	476	523
Retained profit transferred to reserves	8	11,968	7,814

There are no recognised gains or losses other than the profits for the years, as shown above and therefore, no separate statement of recognised gains and losses has been presented.

There is no material difference between the company results as reported and on an unmodified historical cost basis.

Accordingly, no note of historical cost profits and losses has been included.

STRATONE COURT MANAGEMENT LTD

Balance Sheet as at:-	Note	31st March 2010		31st March 2009	
		£	£	£	£
Current Assets					
Cash at Bank		35,568		24,674	
Debtors	3	2,055		1,914	
		37,623		26,588	
Creditors : Amounts falling due within one year	4	(979)		(1,912)	
Net Current Assets			36,644		24,676
Total Assets Less Current Liabilities			36,644		24,676
Capital and Reserves					
Called up Share Capital	5		360		360
Profit and Loss Account	8		36,284		24,316
Shareholders' Funds - equity interests			36,644		24,676

a. For the year ending 31 March 2010 the company was entitled to exemption under section 477(2) of the Companies Act 2006.

b. The members have not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006.

c. The directors acknowledge their responsibility for:

- i. ensuring the company keeps accounting records which comply with Section 386; and
- ii. preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year, and of its profit or loss for the financial year, in accordance with the requirements of section 393, and which otherwise comply with the requirements of the Companies Act relating to accounts, so far as is applicable to the company.

Gary Sumner

Director

The financial statements were approved by the board of directors on 1 May 2010.

STRATONE COURT MANAGEMENT LTD

Cash flow statement	Note	2010	2009
		£	£
Net cash inflow from operating activities	9	10,418	3,983
Returns on investments and servicing of finance			
Interest received	7	476	523
Increase in cash		10,894	4,506

STRATONE COURT MANAGEMENT LTD

NOTES TO FINANCIAL STATEMENTS FOR YEAR ENDED 31ST MARCH 2010

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 financial statements.

(a) Basis of Preparation

The financial statements have been prepared in accordance with applicable accounting standards under the historical cost accounting convention.

2 TURNOVER

Turnover represents the amounts derived from the provision of services during the period, exclusive of value added tax.

	<u>2010</u>	<u>2009</u>
	£	£
Service Charges	17,100	16,200
Instalment fees and late payment charges	880	820
	<u>17,980</u>	<u>17,020</u>

3 DEBTORS

	<u>2010</u>	<u>2009</u>
	£	£
Trade Debtors (outstanding Service Charges)	179	79
Payments in advance (insurance premium)	1,876	1,835
	<u>2,055</u>	<u>1,914</u>

4 CREDITORS: Amounts falling due within one year

	<u>2010</u>	<u>2009</u>
	£	£
Accrued expenses	979	1,568
Service Charges received in advance	0	344
	<u>979</u>	<u>1,912</u>

5 SHARE CAPITAL

	<u>2010</u>	<u>2009</u>
	£	£
Authorised: ordinary shares of £10 each	360	360
<u>Allotted, called up and paid:</u> ordinary shares of £10 each	360	360

6 CONTROL

No one person controls the company.

7 INTEREST RECEIVABLE

	<u>2010</u>	<u>2009</u>
	£	£
Bank Interest	453	384
Interest on outstanding Trade Debtors	23	139
Total	<u>476</u>	<u>523</u>

STRATONE COURT MANAGEMENT LTD**NOTES TO FINANCIAL STATEMENTS FOR YEAR ENDED 31ST MARCH 2010****8 RECONCILIATION OF PROFIT AND LOSS RESERVES**

	£
As at 1 April 2009	24,316
Retained profit for the year.	11,968
As at 31 March 2010	<u>36,284</u>

The company does not currently operate a Designated Reserve Fund.

9. - 10. NOTES TO THE CASH FLOW STATEMENT**9 Reconciliation of operating profit to operating cash flows**

	<u>2010</u>	<u>2009</u>
	£	£
Operating profit	11,492	7,291
(Increase)/Decrease in debtors (note 3)	(141)	668
Decrease in operating creditors (note 4)	(933)	(3,976)
Net cash inflow from operating activities	<u>10,418</u>	<u>3,983</u>

10 Analysis of changes in cash during the period.

	<u>2010</u>	<u>2009</u>
	£	£
Balance brought forward	24,674	20,168
Net cash inflow	10,894	4,506
Balance at period-end	<u>35,568</u>	<u>24,674</u>

11 Detailed Profit & Loss

	<u>2010</u>	<u>2009</u>
	£	£
Total Income (note 2)	17,980	17,900
Grounds maintenance	(3,026)	(2,965)
Communal Electricity	(357)	(385)
Insurance	(2,175)	(2,243)
Sundry	(47)	(46)
Lighting maintenance	(153)	(88)
Maintenance:	(125)	(242)
TV reception upgrade:	0	(3,172)
Companies House fees	(30)	(30)
Accountancy	(575)	(558)
Total Operating Charges	<u>(6,488)</u>	<u>(9,729)</u>
Operating profit	11,492	8,171
Add Interest received (note 7)	476	523
To General Reserves	<u>11,968</u>	<u>8,694</u>

STRATONE COURT MANAGEMENT LTD**NOTES TO FINANCIAL STATEMENTS FOR YEAR ENDED 31ST March 2010****11 Income and Expenditure Account***- as may soon be required by the Commonhold and Leasehold Reform Act 2002*

Income:	<u>2010</u>	<u>2009</u>
	£	£
Service Charges receivable from tenants		
Service Charges	17,100	16,200
Additional income	880	820
Total	17,980	17,020
Interest (net of tax)	476	523
Total Income	18,456	17,543
<u>Expenditure:</u>		
Repairs and Maintenance	278	3,502
Grounds Maintenance		
Gardening	3,026	2,965
Lighting	357	385
	3,383	3,350
Professional Fees		
Accountancy fees	575	558
Accountancy Section 21 report	-	-
	575	558
Insurance	2,175	2,243
General Expenses		
Postage and Stationery	47	46
Companies House Fees	30	30
	77	76
Total Expenditure	6,488	9,729
Surplus at end of accounting period	11,968	7,814
Surplus Transferred to Reserves	11,968	7,814
<u>Balancing Statement</u>	<u>2010</u>	<u>2009</u>
Assets	£	£
Service Charges outstanding from tenants	179	79
Sums paid in this period but relating to a subsequent period	1,876	1,835
Cash at bank	35,568	24,674
	37,623	26,588
Liabilities		
Service Charges received from leaseholders in advance	0	(344)
Share Capital	(360)	(360)
Costs relating to this or previous period but not yet paid	(979)	(1,568)
Current Liabilities	(1,339)	(2,272)
Net Assets	36,284	24,316
Reserve Fund	36,284	24,316