

# **Stratone Court Management Ltd**

Financial Statements for the year ended

31 March 2011

Company Number 02105771

# **Stratone Court Management Ltd**

## **FINANCIAL STATEMENTS**

**PERIOD ENDED 31ST MARCH 2011**

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**STRATONE COURT MANAGEMENT LTD**

**REPORT OF THE DIRECTORS**

**PERIOD ENDED 31ST MARCH 2011**

The Directors submit their report together with the financial statements for the period ended 31st March 2011.

**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 2011 were £542 per property (2010 - £515) payable in advance or by 10 monthly instalments from 24 June 2010, with a discount of £42 (2010 - £40) available if paid in full by 24 June 2010. In addition to the Service Charge £50 ground rent is payable to the Freeholder per year for the term of the lease.

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 had been scheduled for the year along with the replacement of wooden fascias with UPVc. however, this work has been delayed due to difficulties obtaining satisfactory quotations.

**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 (2010 Nil)

**RESERVES**

The retained profit for the year taken to reserves was £13,652 (2010 - £11,968).

**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 2011

Registered in England No: 01664985  
[www.azelincourt.co.uk](http://www.azelincourt.co.uk)

<b>STRATONE COURT MANAGEMENT LTD</b>			
<b>Profit and Loss Account</b>		<b>31 March 2011</b>	<b>31 March 2010</b>
<b>For the year ended:-</b>			
	Note	£	£
Turnover from continuing operations	2	19,086	<i>17,980</i>
Operating charges		(6,079)	<i>(6,488)</i>
<b>Operating profit from continuing operations</b>		<b>13,007</b>	<b><i>11,492</i></b>
Interest receivable	7	645	<i>476</i>
<b>Retained profit transferred to reserves</b>	<b>8</b>	<b>13,652</b>	<b><i>11,968</i></b>

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**

<b>Balance Sheet as at:-</b>	Note	<b>31st March 2011</b>		<b>31st March 2010</b>	
		£	£	£	£
<b>Current Assets</b>					
Cash at Bank		48,746		35,568	
Debtors	3	2,845		2,055	
		51,591		37,623	
<b>Creditors : Amounts falling due within one year</b>	4	(1,295)		(979)	
Net Current Assets			50,296		36,644
Total Assets Less Current Liabilities			<b>50,296</b>		<b>36,644</b>
<b>Capital and Reserves</b>					
Called up Share Capital	5		360		360
Profit and Loss Account	8		49,936		36,284
<b>Shareholders' Funds - equity interests</b>			<b>50,296</b>		<b>36,644</b>

a. For the year ending 31 March 2011 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.

Nicholas A Fisher

Director

The financial statements were approved by the board of directors on 1 May 2011.

## STRATONE COURT MANAGEMENT LTD

<b>Cash flow statement</b>	Note	<b>2011</b>	<b>2010</b>
		£	£
Net cash inflow from operating activities	9	12,533	<i>10,418</i>
<b>Returns on investments and servicing of finance</b>			
Interest received	7	645	<i>476</i>
Increase in cash		13,178	<i>10,894</i>

**STRATONE COURT MANAGEMENT LTD**

**NOTES TO FINANCIAL STATEMENTS FOR YEAR ENDED 31ST MARCH 2011**

**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.

	<b><u>2011</u></b>	<b><u>2010</u></b>
	£	£
Service Charges	18,000	17,100
Instalment fees and late payment charges	1,086	880
	<b><u>19,086</u></b>	<b><u>17,980</u></b>

**3 DEBTORS**

	<b><u>2011</u></b>	<b><u>2010</u></b>
	£	£
Trade Debtors (outstanding Service Charges)*	898	179
Payments in advance (insurance premium)	1,947	1,876
	<b><u>2,845</u></b>	<b><u>2,055</u></b>

*Flat 1 £414, 4 £54, 8 £25, 33 £405.*

**4 CREDITORS: Amounts falling due within one year**

	<b><u>2011</u></b>	<b><u>2010</u></b>
	£	£
Accrued expenses	1,295	979
Service Charges received in advance	0	0
	<b><u>1,295</u></b>	<b><u>979</u></b>

**5 SHARE CAPITAL**

	<b><u>2011</u></b>	<b><u>2010</u></b>
	£	£
Authorised: ordinary shares of £10 each	<b>360</b>	<b>360</b>
<u>Allotted, called up and paid:</u> ordinary shares of £10 each	<b>360</b>	<b>360</b>

**6 CONTROL**

No one person controls the company.

**7 INTEREST RECEIVABLE**

	<b><u>2011</u></b>	<b><u>2010</u></b>
	£	£
Bank Interest	620	453
Interest on outstanding Trade Debtors	25	23
Total	<b><u>645</u></b>	<b><u>476</u></b>

**STRATONE COURT MANAGEMENT LTD****NOTES TO FINANCIAL STATEMENTS FOR YEAR ENDED 31ST MARCH 2011****8 RECONCILIATION OF PROFIT AND LOSS RESERVES**

	£
As at 1 April 2010	36,284
Retained profit for the year.	<u>13,652</u>
As at 31 March 2011	<u><u>49,936</u></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**

	<b><u>2011</u></b>	<b><u>2010</u></b>
	£	£
Operating profit	13,007	11,492
Increase in debtors (note 3)	(790)	(141)
Increase/(Decrease) in operating creditors (note 4)	316	(933)
Net cash inflow from operating activities	<u>12,533</u>	<u>10,418</u>

**10 Analysis of changes in cash during the period.**

	<b><u>2011</u></b>	<b><u>2010</u></b>
	£	£
Balance brought forward	35,568	24,674
Net cash inflow	13,178	10,894
Balance at period-end	<u>48,746</u>	<u>35,568</u>

**11 Detailed Profit & Loss**

	<b><u>2011</u></b>	<b><u>2010</u></b>
	£	£
Total Income (note 2)	<b>19,086</b>	<b>17,980</b>
Grounds maintenance	(2,886)	(3,026)
Communal Electricity	(233)	(357)
Insurance	(1,977)	(2,175)
Sundry	(31)	(47)
Lighting maintenance	(318)	(153)
Maintenance:	0	(125)
TV reception upgrade:	0	0
Companies House fees	(45)	(30)
Accountancy	(589)	(575)
Total Operating Charges	<u>(6,079)</u>	<u>(6,488)</u>
Operating profit	13,007	11,492
Add Interest received (note 7)	645	476
To General Reserves	<u>13,652</u>	<u>11,968</u>

**STRATONE COURT MANAGEMENT LTD****NOTES TO FINANCIAL STATEMENTS FOR YEAR ENDED 31ST March 2011****11 Income and Expenditure Account***- as may soon be required by the Commonhold and Leasehold Reform Act 2002*

<b>Income:</b>	<b><u>2011</u></b>	<b><u>2010</u></b>
	£	£
<b>Service Charges receivable from tenants</b>		
Service Charges	18,000	17,100
Additional income	1,086	880
<b>Total</b>	<b>19,086</b>	<b>17,980</b>
Interest (net of tax)	645	476
<b>Total Income</b>	<b>19,731</b>	<b>18,456</b>
<b><u>Expenditure:</u></b>		
<b>Repairs and Maintenance</b>	318	278
<b>Grounds Maintenance</b>		
Gardening	2,886	3,026
Lighting	233	357
	3,119	3,383
<b>Professional Fees</b>		
Accountancy fees	589	575
Accountancy Section 21 report	-	-
	589	575
<b>Insurance</b>	1,977	2,175
<b>General Expenses</b>		
Postage and Stationery	31	47
Companies House Fees	45	30
	76	77
<b>Total Expenditure</b>	<b>6,079</b>	<b>6,488</b>
Surplus at end of accounting period	13,652	11,968
<b>Surplus Transferred to Reserves</b>	<b>13,652</b>	<b>11,968</b>
<b><u>Balancing Statement</u></b>	<b><u>2011</u></b>	<b><u>2010</u></b>
<b>Assets</b>	£	£
Service Charges outstanding from tenants	898	179
Sums paid in this period but relating to a subsequent period	1,947	1,876
Cash at bank	48,746	35,568
	<b>51,591</b>	<b>37,623</b>
<b>Liabilities</b>		
Service Charges received from leaseholders in advance	0	0
Share Capital	(360)	(360)
Costs relating to this or previous period but not yet paid	(1,295)	(979)
<b>Current Liabilities</b>	<b>(1,655)</b>	<b>(1,339)</b>
<b>Net Assets</b>	<b>49,936</b>	<b>36,284</b>
<b>Reserve Fund</b>	<b>49,936</b>	<b>36,284</b>