

QUEENSWOOD GARDENS LIMITED

FINANCIAL STATEMENTS

**for the year ended
31st March 2009**

QUEENSWOOD GARDENS LIMITED**DIRECTORS' REPORT
for the period ended 31st March 2009**

Directors: E K Griffith (Secretary) M J Thompson
R J Haswell (Treasurer) P A Thurman
G L Kerridge

The directors submit their report together with the financial statements for the year ended 31st March 2009.

REVIEW OF THE BUSINESS

The company was incorporated on 29th June 2002, its principal object being to acquire and hold the freehold of Queenswood Gardens, Wanstead, London E11 on behalf of the lessees.

The freehold was acquired on 29 March 2004 and the Founder Members were each granted 999 year leases.

The Board is conscious of its duty to ensure that the company has sufficient funds to meet its running costs. The only regular source of income is that from ground rents on the unextended leases which are, in themselves, not enough to cover annual costs.

Any funds from this source that the Board considers to be in excess of the company's foreseeable needs will be returned to members, initially by way of repayment of loans.

DIRECTORS

The directors who served during the year under review were as follows:

E K Griffith
R A Haswell
G L Kerridge
P A Thurman
M J Thompson
T R G Murrill (resigned 2 March 2009)

DIRECTORS' RESPONSIBILITIES

Company law requires the directors to prepare financial statements for each financial year 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 the profit or loss of the company for that period.

- 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 maintaining proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 1985.

AUDITORS

A resolution will be put to the forthcoming Annual General Meeting for the appointment of auditors for the ensuing year.

The directors' report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

This report was approved by the board on 21 January 2010.

R J Haswell *Griff Griffith*
Directors

**TO THE SHAREHOLDERS OF
QUEENSWOOD GARDENS LIMITED**

We have audited the financial statements of Queenswood Gardens Limited for the period ended 31 March 2009 which comprise the Profit and Loss Account, the Balance Sheet and the related notes. These financial statements have been prepared 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 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

As described in the Statement of Directors' Responsibilities the company's directors are responsible for the preparation of financial statements in accordance with applicable law and United Kingdom Accounting Standards.

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 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 accounts 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.

OPINION

In our opinion the financial statements give a true and fair view of the state of affairs of the company as at 31 March 2009 and of its activities for the period then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985, applicable to small companies.

The Kings Mill Partnership

Chartered Accountants
Registered Auditors

75 Park Lane
Croydon
Surrey
CR9 1XS

25 January 2010

QUEENSWOOD GARDENS LIMITED**PROFIT AND LOSS ACCOUNT**
For the year ended 31 March 2009

		2009	2008
	Note	£	£
Turnover	2	1,617	1,597
Administrative expenses		2,868	2,473
Net profit/(loss) for the year.		<u>(1,251)</u>	<u>(876)</u>
Capital gains on lease extensions	2	-	56,296
Interest receivable		851	1,909
		<u>(400)</u>	<u>57,329</u>
Taxation	3	-	10,200
Retained profit/(loss) for the year		<u>£(400)</u>	<u>£47,129</u>

There were no recognised gains and losses for the above two financial years other than those included in the profit and loss account.

STATEMENT OF RETAINED PROFIT

Retained profits brought forward	85,717	38,588
Retained profit/(loss) for the year to date	(400)	47,129
Retained profits carried forward	<u>£85,317</u>	<u>£85,717</u>

QUEENSWOOD GARDENS LIMITED

BALANCE SHEET
as at 31st March 2009

	Note	2009		2008	
		£	£	£	£
FIXED ASSETS					
Tangible assets	4		154,386		154,386
CURRENT ASSETS					
Debtors	5	1,481		1,816	
Cash held by managing agents		-		40	
Cash at bank		25,468		112,596	
		<u>26,949</u>		<u>114,452</u>	
CREDITORS: Amounts falling due within one year	6		<u>5,628</u>		<u>16,545</u>
NET CURRENT ASSETS			21,321		97,907
			<u>£175,707</u>		<u>£252,293</u>
CREDITORS: amounts falling due after one year	7		90,267		166,453
CAPITAL AND RESERVES					
Called up share capital	8		123		123
Profit and loss account			85,317		85,717
			<u>£175,707</u>		<u>£252,293</u>

The financial statements have been prepared in accordance with the provisions of Part VII of the Companies Act 1985 relating to small companies and were approved by the board on 21 January 2010.

R J Haswell *Griff Griffith*
Directors

QUEENSWOOD GARDENS LIMITED
**NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31st March 2009**
1. ACCOUNTING POLICIES

The following are the more important accounting policies adopted by the company:

(a) Basis of Accounting

The financial statements are prepared under the historical cost convention and in accordance with Accounting Standards

(b) Fixed assets

In accordance with those standards, the freehold of the estate is shown at original cost to the company, less that part of the cost attributable to leases which have been extended.

As and when lease extensions are granted, the equivalent proportion of the cost is deducted and is shown as a disposal.

Given that the residual value to the Company of an extended lease is nominal, once all of the leases have been extended, the cost in the Balance Sheet will be reduced to £1.

(c) Depreciation

No depreciation is provided on the company's freehold property as it is not considered to be a wasting asset

(d) Deferred taxation

Deferred taxation is provided in the financial statements on timing differences where a liability for such taxation is expected to arise in the foreseeable future.

2. INCOME

The company's normal source of income is from ground rents on leasehold properties.

It also has potential income from the sale of extended leases.

	2009	2008
	£	£
Proceeds from lease extensions	-	98,778
Costs	-	42,482
	<u>-</u>	<u>£56,296</u>

3. TAXATION

	2009	2008
	£	£
UK Corporation tax at 21% (2008 - 20%)	-	10,413
Prior year overprovision	-	(139)
	<u>-</u>	<u>10,274</u>

4. FIXED ASSETS

	2009	2008
	£	£
Freehold of Queenswood Gardens, Wanstead		
Cost brought forward	154,386	196,868
Additions in the year	-	-
	<u>154,386</u>	<u>196,868</u>
Less: Disposals in the year	-	42,482
As at 31 March 2009	<u>£154,386</u>	<u>£154,386</u>

QUEENSWOOD GARDENS LIMITED

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31st March 2009 (continued)**5. DEBTORS**

	2009	2008
	£	£
Sundry debtors	847	1,182
Prepayments	634	634
	<u>£1,481</u>	<u>£1,816</u>

6. CREDITORS: Amounts falling due within one year

	2009	2008
	£	£
UK Corporation tax @ 19%		10,339
Accruals	5,211	5,404
Other creditors	417	802
	<u>£5,628</u>	<u>£16,545</u>

7. CREDITORS: Amounts falling due after one year

	2009	2008
	£	£
Shareholders' loans	<u>90,267</u>	<u>166,453</u>

Shareholders' loans are unsecured and were contributed to provide sufficient funds for the purchase of the freehold as not all leaseholders participated. They are repayable at the discretion of the Board, subject to sufficient funds being available.

8. CALLED UP SHARE CAPITAL

	2009	2008
	£	£
Authorised		
116 Founder Shares of £1 each	116	116
42 Ordinary Shares of £1 each	42	42
	<u>£158</u>	<u>£158</u>
Allotted, issued and fully paid		
116 Founder Shares of £1 each	116	116
7 Ordinary Shares of £1 each	7	7
	<u>£123</u>	<u>£123</u>

During the year under review, no further shares were issued.

9. SHAREHOLDERS' FUNDS

	2009	2008
Opening shareholders' funds	86,132	38,706
Issue of Ordinary Shares	5	5
Retained profit	(400)	47,421
Closing shareholders' funds	<u>85,737</u>	<u>86,132</u>

QUEENSWOOD GARDENS LIMITED

DETAILED PROFIT AND LOSS ACCOUNT
for the year ended 31st March 2009

	2009	2008
	£	£
Ground rent receivable	1,617	1,597
Administrative expenses:		
Printing postage & stationery	232	263
Bank charges	155	128
Insurance	692	798
Legal and professional fees	1,305	-
Audit and accountancy	1,150	1,404
AGM costs	30	15
Companies House and Data Protection fees	65	65
	<u>3,629</u>	<u>2,673</u>
Less: Recovered from lessees	761	200
	<u>2,868</u>	<u>2,473</u>
	<u>(£1,251)</u>	<u>(£876)</u>

This page does not form part of the statutory financial statements and is for the information of the directors only.