

COMPANY REGISTRATION NUMBER 02279323

POSOL RESIDENTS MANAGEMENT COMPANY
LIMITED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31st MARCH 2009

taylorcocks
Chartered Accountants & Registered Auditors
3 Acorn Business Centre
Northharbour Road
Cosham
Portsmouth
PO6 3TH

POSOL RESIDENTS MANAGEMENT COMPANY LIMITED

OFFICERS AND PROFESSIONAL ADVISERS

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POSOL RESIDENTS MANAGEMENT COMPANY LIMITED

THE DIRECTORS' REPORT

YEAR ENDED 31st MARCH 2009

The directors have pleasure in presenting their report and the financial statements of the company for the year ended 31st March 2009.

PRINCIPAL ACTIVITIES

The principal activity of the company throughout the year continued to be that of acting on behalf of the owners of homes and berths as the management company of the communal areas for the properties located at Sennen Place, Carne Place, Kelsey Head, Newlyn Way, Carbis Close, Cadgwith Place, Holywell Drive, Bryher Island, Tintagel Way, Mullion Close and Coverack Way at Port Solent, North Harbour, Portsmouth, Hampshire.

THE DIRECTORS

The directors who served the company during the year were as follows:

R.G. Sillence

W.A Charles

I.H. Currie

D.M. Turner

M. Sandall (appointed 16/05/2008)

B. White (elected 28/11/2008)

M.D. Slack (elected 28/11/2008)

T.G. Evans (ceased 28/11/2008)

J.M. Lowrie (ceased 28/11/2008)

Mrs G.P. Marriott (resigned 11/08/2008)

POSOL RESIDENTS MANAGEMENT COMPANY LIMITED

THE DIRECTORS' REPORT *(continued)*

YEAR ENDED 31st MARCH 2009

DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice.

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 and of the results of the company for that year.

In preparing those financial statements, the directors are required to select suitable accounting policies, as described on page 9, and then apply them on a consistent basis, making judgements and estimates that are prudent and reasonable. The directors must also 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 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. The directors 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.

In so far as the directors are aware:

there is no relevant audit information of which the company's auditors are unaware; and

the directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

INSURANCE

During the year £840 (2008 - £840) was expensed by the company in respect of Directors and officers liability insurance.

SMALL COMPANY PROVISIONS

This report has been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

Registered office:
2 The Gardens
Office Village
Fareham
Hampshire
PO16 8SS

Signed by order of the directors

I.H. CURRIE

Director

Approved by the directors on 11 September 2009

POSOL RESIDENTS MANAGEMENT COMPANY LIMITED

**INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF
POSOL RESIDENTS MANAGEMENT COMPANY LIMITED**

YEAR ENDED 31st MARCH 2009

We have audited the financial statements of POSOL Residents Management Company Limited for the year ended 31st March 2009 on pages 7 to 12 which have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2007) and on the basis of the accounting policies set out on page 9.

This report is made solely to the company's shareholders, 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 shareholders 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 or assume responsibility to anyone other than the company and the company's shareholders as a body, for our audit work, for this report, or for the opinions we have formed.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITOR

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

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

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 other transactions 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 International Standards on Auditing (UK and Ireland) 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.

POSOL RESIDENTS MANAGEMENT COMPANY LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF
POSOL RESIDENTS MANAGEMENT COMPANY LIMITED *(continued)*

YEAR ENDED 31st MARCH 2009

OPINION

In our opinion:

the financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the company's affairs as at 31st March 2009 and of its result for the year then ended;

the financial statements have been properly prepared in accordance with the Companies Act 1985; and

the information given in the Directors' Report is consistent with the financial statements for the year ended 31st March 2009.

Office: Portsmouth

Date: 14 September 2009

POSOL RESIDENTS MANAGEMENT COMPANY LIMITED

INCOME STATEMENT

31st MARCH 2009

		2009 £	2008 £
INCOME RECEIVABLE		410,023	390,566
Administrative expenses		384,733	378,579
Other operating income		(4,371)	(3,132)
OPERATING SURPLUS	2	<u>29,661</u>	<u>15,119</u>
Interest receivable		9,726	13,252
TOTAL EXCESS INCOME AFTER EXPENSES		<u>39,387</u>	<u>28,371</u>
Tax on interest receivable	3	2,042	2,650
EXCESS income after tax		<u>37,345</u>	<u>25,721</u>
Release of aged barred creditors		10,000	10,000
EXCESS income for the year		<u>47,345</u>	<u>35,721</u>
Amount due to shareholders		(25,803)	(14,364)
Transfer to sinking funds:			
- 3% of administrative expenses		(11,542)	(11,357)
- release of creditors		(10,000)	(10,000)
RESULT FOR THE YEAR		<u><u>-</u></u>	<u><u>-</u></u>

All of the activities of the company are classed as continuing.

POSOL RESIDENTS MANAGEMENT COMPANY LIMITED

BALANCE SHEET

31st MARCH 2009

	Note	2009 £	£	2008 £	£
FIXED ASSETS	4		29,405		29,405
CURRENT ASSETS					
Debtors	5	10,627		5,179	
Cash at bank		292,293		285,003	
		<u>302,920</u>		<u>290,182</u>	
CREDITORS: Amounts falling due within one year	6	79,861		88,665	
NET CURRENT ASSETS			<u>223,059</u>		<u>201,517</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>252,464</u>		<u>230,922</u>
CAPITAL AND RESERVES					
Called-up equity share capital	7		734		734
Revaluation reserve	8		29,405		29,405
Sinking funds	10		222,325		200,783
SHAREHOLDERS' FUNDS			<u>252,464</u>		<u>230,922</u>

These financial statements have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985 and with the Financial Reporting Standard for Smaller Entities (effective January 2007).

These financial statements were approved by the directors on the 11 September 2009 and are signed on their behalf by:

I.H. CURRIE – DIRECTOR

R.G. SILLENCE – DIRECTOR

The notes on pages 9 to 12 form part of these financial statements.

POSOL RESIDENTS MANAGEMENT COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31st MARCH 2009

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2007).

Changes in accounting policies

In preparing the financial statements for the current year, the company has adopted the Financial Reporting Standards for Smaller Entities (effective January 2007). This is a change in policy from the previously adopted Financial Reporting Standards for Smaller Entities (effective June 2005), however this has no impact on the results for the current period.

Cash flow statement

The directors have taken advantage of the exemption in Financial Reporting Standard No 1 (Revised 1996) not to include a cash flow statement in the financial statements on the grounds that the company is small.

Income receivable

The income receivable represents the amounts received and due from shareholders. Management are of the opinion that all amounts due from shareholders are fully recoverable.

2. OPERATING SURPLUS

Operating surplus is stated after charging:

	2009	2008
	£	£
Auditor's fees	3,353	3,290

The directors received no emoluments for their services (2008 – £nil). In his capacity as Company Secretary, Mr I.H. Currie received fees of £3,000 (2008 – £3,000).

3. TAXATION ON INTEREST RECEIVABLE

	2009	2008
	£	£
Current tax:		
In respect of the year:		
UK Corporation tax based on the results for the year at 21% (2008-20%)	2,042	2,650
Total current tax	2,042	2,650

POSOL RESIDENTS MANAGEMENT COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31st MARCH 2009

4. FIXED ASSETS – Land and Buildings

	2009 £	2008 £
Balance as at 1 April 2008	29,405	29,405
Balance as at 31 March 2009	<u>29,405</u>	<u>29,405</u>

5. DEBTORS

	2009 £	2008 £
Amounts due from shareholders	7,576	2,129
Prepayments	3,051	3,050
	<u>10,627</u>	<u>5,179</u>

Amounts due from shareholders comprises of outstanding service charges for the year of £7,576 (2008 - £2,129) not collected by the year-end.

6. CREDITORS: Amounts falling due within one year

	2009 £	2008 £
Amounts owed to shareholders	40,169	28,693
Other creditors	5,824	14,997
Trade creditors	27,903	34,967
Corporation tax	2,042	2,650
Accruals	3,923	7,358
	<u>79,861</u>	<u>88,665</u>

POSOL RESIDENTS MANAGEMENT COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31st MARCH 2009

7. SHARE CAPITAL

Authorised share capital:

	2009	2008
	£	£
439 Class A ordinary shares of £1 each	439	439
360 Class B ordinary shares of £1 each	360	360
1 Deferred share of £1 each	1	1
	<u>800</u>	<u>800</u>

Allotted, called up and fully paid:

	2009		2008	
	No	£	No	£
Class A ordinary shares of £1 each	423	423	423	423
Class B ordinary shares of £1 each	310	310	310	310
Deferred share of £1 each	1	1	1	1
	<u>734</u>	<u>734</u>	<u>734</u>	<u>734</u>

8. REVALUATION RESERVE

	2009	2008
	£	£
Balance at 1 April 2008	29,405	29,405
Balance at 31 March 2009	<u>29,405</u>	<u>29,405</u>

9. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2009	2008
	£	£
Excess income over expenditure for the year	47,345	35,721
Amount due to shareholders	(25,803)	(14,364)
Amount transferred to sinking funds	21,542	21,357
Other recognised gains in the year	-	-
Shareholders' funds at 1 April 2008	<u>230,922</u>	<u>209,565</u>
Shareholders' funds at 31 March 2009	<u>252,464</u>	<u>230,922</u>

POSOL RESIDENTS MANAGEMENT COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31st MARCH 2009

10. SINKING FUND RESERVES

	2009 £	2008 £
Balance at 1 April 2008	200,783	179,426
Transfer to sinking funds for the year	21,542	21,357
Balance at 31 March 2009	<u>222,325</u>	<u>200,783</u>

The Sinking Fund was established some years ago to allow the company to set aside funds for the future replacement of estate and pontoon facilities for which the company is responsible at the end of their life.

POSOL RESIDENTS MANAGEMENT COMPANY LIMITED

MANAGEMENT INFORMATION

YEAR ENDED 31st MARCH 2009

The following pages do not form part of the statutory financial statements which are the subject of the independent auditor's report on pages 5 to 6.

POSOL RESIDENTS MANAGEMENT COMPANY LIMITED

DETAILED INCOME STATEMENT

YEAR ENDED 31st MARCH 2009

	2009 £	2009 Budget £	2008 £
SERVICE CHARGES RECEIVABLE	410,023	410,023	390,566
OVERHEADS			
Expenditure	384,733	409,148	378,579
	<u>25,290</u>	<u>875</u>	<u>11,987</u>
OTHER OPERATING INCOME			
Other income	4,371	1,400	3,132
	<u>29,661</u>	<u>2,275</u>	<u>15,119</u>
OPERATING SURPLUS			
Interest receivable	9,726	12,500	13,252
	<u>39,387</u>	<u>14,775</u>	<u>28,371</u>
TOTAL EXCESS INCOME AFTER EXPENSES			
Release of aged barred creditors	10,000	-	10,000
	<u>49,387</u>	<u>14,775</u>	<u>38,371</u>
EXCESS INCOME BEFORE TAXATION			
Tax on interest receivable	2,042	2,500	2,650
	<u>47,345</u>	<u>12,275</u>	<u>35,721</u>
TOTAL EXCESS INCOME FOR YEAR			
	<u><u>47,345</u></u>	<u><u>12,275</u></u>	<u><u>35,721</u></u>

POSOL RESIDENTS MANAGEMENT COMPANY LIMITED

NOTES TO THE DETAILED INCOME STATEMENT

YEAR ENDED 31st MARCH 2009

	2009 £	2009 Budget £	2008 £
EXPENDITURE			
Port Solent charge			
Port Solent charge	159,199	159,199	153,076
Estate			
Landscape maintenance	83,297	89,907	78,326
Estate Security	4,056	10,087	9,739
Estate Maintenance	13,714	9,993	4,471
Television system maintenance	1,212	1,400	1,182
	<u>102,279</u>	<u>111,387</u>	<u>93,718</u>
Berths			
Pontoon repairs	488	15,000	265
Projects			
Noise barrier project	17,998	-	-
Administration			
Audit fee	3,353	3,696	3,290
Professional fees [see below]	9,254	20,000	35,237
Directors' Expenses	-	-	-
Management Company Expenses	76,612	82,660	76,006
Insurance	13,082	13,390	13,020
Communication with shareholders	1,549	2,790	3,006
Sundry Expenses	9	-	5
	<u>103,859</u>	<u>122,536</u>	<u>130,564</u>
Tax and Rates			
Water rates	910	1,025	956
	<u>384,733</u>	<u>409,147</u>	<u>378,579</u>

Analysis of Professional fees:		
	2009 £	2008 £
Landscaping advice	2,009	4,233
Taxation advice	388	382
Health and safety	-	928
Survey of walls	235	-
County court fees	355	-
Legal fees re: Noise barrier	2,587	-
re: Debt collection	580	-
re: Berthing disputes	3,100	4,482
re: Unauthorised works carried out disputes	-	19,807
re: Motor home location disputes	-	5,405
	<u>9,254</u>	<u>35,237</u>