

COMPANY REGISTRATION NUMBER 02279323



**POSOL RESIDENTS MANAGEMENT COMPANY  
LIMITED**

**FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED**

**31st MARCH 2015**

**tgs** taylorcocks

3 Acorn Business Centre  
Northarbour Road  
Cosham  
Portsmouth  
PO6 3TH

**POSOL RESIDENTS MANAGEMENT COMPANY LIMITED**

**OFFICERS AND PROFESSIONAL ADVISERS**

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**POSOL RESIDENTS MANAGEMENT COMPANY LIMITED**

**OFFICERS AND PROFESSIONAL ADVISERS**

**The board of directors**

M.D. Abrams – Chairman  
J.E. Brierley-Shorrock  
I.H. Currie  
M. Farndell  
M. Sandall  
B. White

**Company secretary**

I.H. Currie

**Registered office**

2 The Gardens  
Office Village  
Fareham  
Hampshire  
PO16 8SS

**Auditor**

TGS Taylorcocks  
Chartered Accountants  
& Registered Auditors  
3 Acorn Business Centre  
Northarbour Road  
Cosham  
Portsmouth  
PO6 3TH

## **POSOL RESIDENTS MANAGEMENT COMPANY LIMITED**

### **THE DIRECTORS' REPORT**

#### **YEAR ENDED 31st MARCH 2015**

The directors have pleasure in presenting their report and the financial statements of the company for the year ended 31st March 2015.

#### **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:

M.D Abrams

J.E. Brierley-Shorrock (appointed 18/07/2014)

I.H. Currie

M. Farndell

N.D. Hewitson (resigned 27/01/2015)

M. Sandall

G.J Saunders (resigned 26/06/2015)

B. White (appointed 20/02/2015)

**POSOL RESIDENTS MANAGEMENT COMPANY LIMITED**

**THE DIRECTORS' REPORT *(continued)***

**YEAR ENDED 31st MARCH 2015**

**DIRECTORS' RESPONSIBILITIES**

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the surplus or deficit of the company for that period. In preparing those financial statements, the directors are required to:

- 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 keeping adequate accounting records that are sufficient to show and explain the company's transactions and 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 2006. 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.

In so far as the directors are aware:

- there is no relevant audit information of which the company's auditor is 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 auditor is aware of that information.

**INSURANCE**

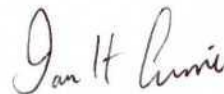
During the year £583 (2014 - £776) was expensed by the company in respect of Directors and Officers liability insurance.

**SMALL COMPANY PROVISIONS**

This report has been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006.

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 24/07/2015



## **POSOL RESIDENTS MANAGEMENT COMPANY LIMITED**

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

#### **YEAR ENDED 31st MARCH 2015**

We have audited the financial statements of POSOL Residents Management Company Limited for the year ended 31st March 2015. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (effective April 2008) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

This report is made solely to the company's shareholders, as a body, in accordance with Sections 495 and 496 of the Companies Act 2006. 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 explained more fully in the Directors' Responsibilities Statement set out on page 4, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors.

#### **SCOPE OF THE AUDIT OF THE FINANCIAL STATEMENTS**

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by directors; and the overall presentation of the financial statements.

#### **MATTERS ON WHICH WE ARE REQUIRED TO REPORT BY EXCEPTION**

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the directors were not entitled to prepare the financial statements and the directors' report in accordance with the small companies regime.

#### **OPINION ON FINANCIAL STATEMENTS**

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31st March 2014 and of its result for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

**POSOL RESIDENTS MANAGEMENT COMPANY LIMITED**

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

**YEAR ENDED 31st MARCH 2015**

**OPINION ON OTHER MATTERS PRESCRIBED BY THE COMPANIES ACT 2006**

In our opinion:

- the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

*Graham Figgins*

Graham Figgins (Senior Statutory Auditor)

For and on behalf of

 **tgs** taylorcocks

Office: Portsmouth

Date: 7/9/2015

**POSOL RESIDENTS MANAGEMENT COMPANY LIMITED**

**INCOME STATEMENT**

**31st MARCH 2015**

		<b>2015</b>	<b>2014</b>
		<b>£</b>	<b>£</b>
<b>INCOME RECEIVABLE</b>		<b>448,629</b>	410,889
Administrative expenses		<b>414,907</b>	381,344
Other operating income		<b>(1,505)</b>	(1,852)
<b>OPERATING SURPLUS</b>	<b>2</b>	<b>35,227</b>	31,397
Interest receivable		<b>1,928</b>	3,478
<b>TOTAL EXCESS INCOME AFTER EXPENSES</b>		<b>37,155</b>	34,875
Tax on interest receivable	<b>3</b>	<b>386</b>	696
<b>EXCESS income for the year</b>		<b>36,769</b>	34,179
Amount due to shareholders		<b>(24,322)</b>	(17,019)
Transfer to sinking funds:			
Based on 3.0% (2014: 4.5%) of administrative expenses	<b>10</b>	<b>(12,447)</b>	(17,160)
<b>RESULT FOR THE YEAR</b>		<b>-</b>	-

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



POSOL RESIDENTS MANAGEMENT COMPANY LIMITED

BALANCE SHEET

31st MARCH 2015

	Note	2015 £	2014 £
<b>FIXED ASSETS</b>	4	29,405	29,405
<b>CURRENT ASSETS</b>			
Debtors	5	7,806	6,437
Cash at bank		337,171	324,113
		<u>344,977</u>	<u>330,550</u>
<b>CREDITORS: Amounts falling due within one year</b>	6	78,514	76,534
<b>NET CURRENT ASSETS</b>		<u>266,463</u>	<u>254,016</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>295,868</u>	<u>283,421</u>
<b>CAPITAL AND RESERVES</b>			
Called-up equity share capital	7	733	733
Revaluation reserve	8	29,405	29,405
Sinking funds	10	265,730	253,283
<b>SHAREHOLDERS' FUNDS</b>		<u>295,868</u>	<u>283,421</u>

These financial statements have been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006 and with the Financial Reporting Standard for Smaller Entities (effective January 2008).

These financial statements were approved by the directors on the 24/07/2015 and are signed on their behalf by:



I.H. CURRIE – DIRECTOR



M.D. ABRAMS – DIRECTOR

Company Registration Number: 02279323

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 2015**

**1. ACCOUNTING POLICIES**

**Basis of accounting**

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of certain fixed assets, and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

**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:

	<b>2015</b>	<b>2014</b>
	<b>£</b>	<b>£</b>
Auditor's fees	<b>4,020</b>	<b>3,900</b>

The directors received no emoluments for their services (2014 – £nil). In his capacity as Company Secretary, Mr I.H. Currie received fees of £3,500 (2014 – £3,300).

**3. TAXATION ON INTEREST RECEIVABLE**

	<b>2015</b>	<b>2014</b>
	<b>£</b>	<b>£</b>
Current tax:		
In respect of the year:		
UK Corporation tax based on the results for the year at 20% (2014–20%)	<b>386</b>	<b>696</b>
Total current tax	<b>386</b>	<b>696</b>

**POSOL RESIDENTS MANAGEMENT COMPANY LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS**

**YEAR ENDED 31st MARCH 2015**

**4. FIXED ASSETS – Land and Buildings**

	2015	2014
	£	£
Balance as at 1 April 2014	29,405	29,405
	<hr/>	<hr/>
Balance as at 31 March 2015	29,405	29,405
	<hr/> <hr/>	<hr/> <hr/>

**5. DEBTORS**

	2015	2014
	£	£
Amounts due from shareholders	5,199	3,793
Prepayments and accrued income	2,547	2,644
Other Debtors	60	-
	<hr/>	<hr/>
	7,806	6,437
	<hr/> <hr/>	<hr/> <hr/>

**6. CREDITORS: Amounts falling due within one year**

	2015	2014
	£	£
Amounts owed to shareholders	46,429	50,961
Other creditors	7,138	7,138
Trade creditors	972	12,080
Corporation tax	386	696
Accruals	23,589	5,659
	<hr/>	<hr/>
	78,514	76,534
	<hr/> <hr/>	<hr/> <hr/>

**POSOL RESIDENTS MANAGEMENT COMPANY LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS**

**YEAR ENDED 31st MARCH 2015**

**7. SHARE CAPITAL**

**Authorised share capital:**

	2015	2014
	£	£
439 Class A ordinary shares of £1 each	439	439
360 Class B ordinary shares of £1 each	360	360
	<u>799</u>	<u>799</u>
	<u>==</u>	<u>==</u>

**Allotted, called up and fully paid:**

	2015		2014	
	No	£	No	£
Class A ordinary shares of £1 each	423	423	423	423
Class B ordinary shares of £1 each	310	310	310	310
	<u>733</u>	<u>733</u>	<u>733</u>	<u>733</u>
	<u>==</u>	<u>==</u>	<u>==</u>	<u>==</u>

**8. REVALUATION RESERVE**

	2015	2014
	£	£
Balance at 1 April 2014	29,405	29,405
	<u>29,405</u>	<u>29,405</u>
Balance at 31 March 2015	<u>29,405</u>	<u>29,405</u>
	<u>==</u>	<u>==</u>

**9. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS**

	2015	2014
	£	£
Excess income over expenditure for the year	36,769	34,179
Amount due to shareholders	(24,322)	(17,019)
	<u>12,447</u>	<u>17,160</u>
Amount transferred to sinking funds	12,447	17,160
Shareholders' funds at 1 April 2014	283,421	266,261
	<u>295,868</u>	<u>283,421</u>
Shareholders' funds at 31 March 2015	<u>295,868</u>	<u>283,421</u>
	<u>==</u>	<u>==</u>

**POSOL RESIDENTS MANAGEMENT COMPANY LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS**

**YEAR ENDED 31st MARCH 2015**

**10. SINKING FUND RESERVES**

	<b>2015</b>	<b>2014</b>
	<b>£</b>	<b>£</b>
Balance at 1 April 2014	<b>253,283</b>	236,123
Transfer to sinking funds for the year	<b>12,447</b>	17,160
	<hr/>	<hr/>
Balance at 31 March 2015	<b>265,730</b>	253,283
	<hr/>	<hr/>

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.

At an extraordinary general meeting of the company held on 24 June 2014, a resolution was passed to authorise the Directors to withdraw up to £100,000 from the total Sinking Fund Reserves and use for the sole purpose of pursuing litigation against Shareholders who breach and/or fail to remedy breaches of covenants and regulations.

**POSOL RESIDENTS MANAGEMENT COMPANY LIMITED**

**MANAGEMENT INFORMATION**

**YEAR ENDED 31st MARCH 2015**

**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 2015**

	<b>2015</b>	<b>2015</b>	<b>2014</b>
	<b>£</b>	<b>Budget</b>	<b>£</b>
<b>SERVICE CHARGES RECEIVABLE</b>	<b>448,629</b>	<b>448,629</b>	<b>410,889</b>
 <b>OVERHEADS</b>			
Expenditure	<b>414,907</b>	<b>437,019</b>	<b>381,344</b>
	<u><b>33,722</b></u>	<u><b>11,610</b></u>	<u><b>29,545</b></u>
 <b>OTHER OPERATING INCOME</b>			
Other income	<b>1,505</b>	<b>-</b>	<b>1,852</b>
	<u><b>35,227</b></u>	<u><b>11,610</b></u>	<u><b>31,397</b></u>
<b>OPERATING SURPLUS</b>	<b>35,227</b>	<b>11,610</b>	<b>31,397</b>
 Interest receivable	<b>1,928</b>	<b>2,500</b>	<b>3,478</b>
	<u><b>37,155</b></u>	<u><b>14,110</b></u>	<u><b>34,875</b></u>
<b>EXCESS INCOME BEFORE TAXATION</b>	<b>37,155</b>	<b>14,110</b>	<b>34,875</b>
 Tax on interest receivable	<b>386</b>	<b>-</b>	<b>696</b>
	<u><b>36,769</b></u>	<u><b>14,110</b></u>	<u><b>34,179</b></u>
<b>TOTAL EXCESS INCOME FOR YEAR</b>	<b>36,769</b>	<b>14,110</b>	<b>34,179</b>

POSOL RESIDENTS MANAGEMENT COMPANY LIMITED

NOTES TO DETAILED INCOME STATEMENT

YEAR ENDED 31st MARCH 2015

	2015 £	2015 Budget £	2014 £
<b>EXPENDITURE</b>			
<b>Port Solent charge</b>	<b>209,170</b>	209,170	201,125
<b>Estate</b>			
Landscape maintenance	57,642	60,454	63,888
Estate Security	1,190	1,640	1,139
Estate Maintenance	23,623	25,800	3,089
Television system maintenance	690	1,230	1,056
	<b>83,145</b>	89,124	69,172
<b>Berths</b>			
Pontoon repairs	7,234	5,000	4,951
<b>Administration</b>			
Audit fee	4,020	3,900	3,900
Professional fees [see below]	16,161	24,420	5,962
Directors' Expenses	-	-	-
Management Company Expenses	86,769	92,191	86,124
Insurance	8,539	9,480	9,094
Communication with shareholders	2,108	2,934	2,522
Provision against recovery of debts	(3,000)	-	(3,000)
	<b>114,597</b>	132,925	104,602
<b>Tax and Rates</b>			
Water rates	761	800	1,494
	<b>414,907</b>	437,019	381,344

**Analysis of Professional fees:**

	2015 £	2014 £
Legal fees for advice re:		
Car parking	5,826	1,564
Restrictive Covenants	9,740	2,397
Berths	-	660
Planning Permission	-	659
Taxation Advice	420	400
Court Issue Fees	135	-
Annual Return Fee	40	-
Advice re: Maintenance Tender	-	180
Land Registry Searches	-	102
	<b>16,161</b>	<b>5,962</b>