

COMPANY REGISTRATION NUMBER 02279323

POSOL RESIDENTS MANAGEMENT COMPANY
LIMITED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31st MARCH 2016

 taylorcocks

3 Acorn Business Centre
Northarbour Road
Cosham
Portsmouth
PO6 3TH

POSOL RESIDENTS MANAGEMENT COMPANY LIMITED

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POSOL RESIDENTS MANAGEMENT COMPANY LIMITED

OFFICERS AND PROFESSIONAL ADVISERS

The board of directors

B. White – Chairman
M.D. Abrams
I.H. Currie
M. Farndell
P.L. Maistre
J.A.D. Palmer
J.D Shaw

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 2016

The directors present their report and the financial statements of the company for the year ended 31st March 2016.

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, Portsmouth, Hampshire.

THE DIRECTORS

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

B. White

M.D Abrams

J.E. Brierley-Shorrock (resigned 18/03/2016)

I.H. Currie

M. Farndell

J.A.D. Palmer (appointed 18/03/2016)

M. Sandall (resigned 20/05/2016)

G.J. Saunders (resigned 22/06/2015)

J.D. Shaw (appointed 24/08/2015)

POSOL RESIDENTS MANAGEMENT COMPANY LIMITED

THE DIRECTORS' REPORT *(continued)*

YEAR ENDED 31st MARCH 2016

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 (2015 - £583) 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 19th August 2016

POSOL RESIDENTS MANAGEMENT COMPANY LIMITED

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

YEAR ENDED 31st MARCH 2016

We have audited the financial statements of POSOL Residents Management Company Limited for the year ended 31st March 2016. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (effective January 2015) (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 3, 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 2016 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

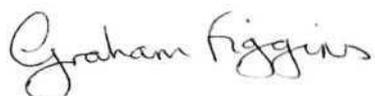
INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF
POSOL RESIDENTS MANAGEMENT COMPANY LIMITED (*continued*)

YEAR ENDED 31st MARCH 2016

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 (Senior Statutory Auditor)

For and on behalf of



Office: Portsmouth

Date: 5th September 2016

POSOL RESIDENTS MANAGEMENT COMPANY LIMITED

INCOME STATEMENT

31st MARCH 2016

		2016 £	2015 £
INCOME RECEIVABLE		458,030	448,629
Administrative expenses		454,520	414,907
Other operating income		(1,360)	(1,505)
OPERATING SURPLUS	2	<u>4,870</u>	<u>35,227</u>
Interest receivable		2,063	1,928
TOTAL EXCESS INCOME AFTER EXPENSES		<u>6,933</u>	<u>37,155</u>
Tax on interest receivable	3	413	386
EXCESS Income for the year		<u>6,520</u>	<u>36,769</u>
Amount due to shareholders		-	(24,322)
Transfer to sinking funds: Based on maximum of 3.0% of administrative expenses	10	(6,520)	(12,447)
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 2016

	Note	2016 £	2015 £
FIXED ASSETS	4	29,405	29,405
CURRENT ASSETS			
Debtors	5	5,349	7,806
Cash at bank		330,767	337,171
		<u>336,116</u>	<u>344,977</u>
CREDITORS: Amounts falling due within one year	6	63,133	78,514
NET CURRENT ASSETS		<u>272,983</u>	<u>266,463</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>302,388</u>	<u>295,868</u>
CAPITAL AND RESERVES			
Called-up equity share capital	7	733	733
Revaluation reserve	8	29,405	29,405
Sinking funds	10	272,250	265,730
SHAREHOLDERS' FUNDS		<u>302,388</u>	<u>295,868</u>

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime and the Financial Reporting Standard for Smaller Entities (effective January 2015).

These financial statements were approved by the directors on the 19th August 2016 and are signed on their behalf by:



I.H. CURRIE – DIRECTOR



B. WHITE – DIRECTOR

Company Registration Number: 02279323

The notes on pages 9 to 11 form part of these financial statements.

POSOL RESIDENTS MANAGEMENT COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31st MARCH 2016

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 January 2015).

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:

	2016	2015
	£	£
Auditor's fees	4,080	4,020

The directors received no emoluments for their services (2015 – £nil). In his capacity as Company Secretary, Mr I.H. Currie received fees of £3,500 (2015 – £3,500).

3. TAXATION

	2016	2015
	£	£
Current tax:		
In respect of the year:		
UK Corporation tax	413	386
Total current tax	413	386

POSOL RESIDENTS MANAGEMENT COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31st MARCH 2016

4. FIXED ASSETS – Land and Buildings

	2016	2015
	£	£
Balance as at 1 April 2015	29,405	29,405
Balance as at 31 March 2016	<u>29,405</u>	<u>29,405</u>

5. DEBTORS

	2016	2015
	£	£
Amounts due from shareholders	1,791	5,199
Prepayments and accrued income	3,237	2,547
Other Debtors	321	60
	<u>5,349</u>	<u>7,806</u>

6. CREDITORS: Amounts falling due within one year

	2016	2015
	£	£
Amounts owed to shareholders	30,071	46,429
Other creditors	7,138	7,138
Trade creditors	11,841	972
Corporation tax	413	386
Accruals	13,670	23,589
	<u>63,133</u>	<u>78,514</u>

POSOL RESIDENTS MANAGEMENT COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31st MARCH 2016

7. SHARE CAPITAL

Authorised share capital:

	2016	2015
	£	£
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:

	2016		2015	
	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

	2016	2015
	£	£
Balance at 1 April 2015	29,405	29,405
Balance at 31 March 2016	<u>29,405</u>	<u>29,405</u>
	<u>==</u>	<u>==</u>

9. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2016	2015
	£	£
Excess income over expenditure for the year	6,520	36,769
Amount due to shareholders	-	(24,322)
	<u>6,520</u>	<u>12,447</u>
Amount transferred to sinking funds	6,520	12,447
Shareholders' funds at 1 April 2015	295,868	283,421
	<u>302,388</u>	<u>295,868</u>
	<u>==</u>	<u>==</u>

POSOL RESIDENTS MANAGEMENT COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31st MARCH 2016

10. SINKING FUND RESERVES

	2016	2015
	£	£
Balance at 1 April 2015	265,730	253,283
Transfer to sinking funds for the year	6,520	12,447
	<u>272,250</u>	<u>265,730</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.

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 2016

The following pages do not form part of the statutory financial statements which are the subject of the independent auditor's report on pages 4 to 5.

POSOL RESIDENTS MANAGEMENT COMPANY LIMITED

DETAILED INCOME STATEMENT

YEAR ENDED 31st MARCH 2016

	2016 £	2016 Budget £	2015 £
SERVICE CHARGES RECEIVABLE	458,030	458,030	448,629
OVERHEADS			
Expenditure	454,520	447,116	414,907
	<u>3,510</u>	<u>10,914</u>	<u>33,722</u>
OTHER OPERATING INCOME			
Other income	1,360	800	1,505
OPERATING SURPLUS	4,870	11,714	35,227
Interest receivable	2,063	1,700	1,928
EXCESS INCOME BEFORE TAXATION	6,933	13,414	37,155
Tax on interest receivable	413	-	386
TOTAL EXCESS INCOME FOR YEAR	6,520	13,414	36,769

POSOL RESIDENTS MANAGEMENT COMPANY LIMITED

NOTES TO DETAILED INCOME STATEMENT

YEAR ENDED 31st MARCH 2016

	2016 £	2016 Budget £	2015 £
EXPENDITURE			
Port Solent charge	182,772	217,537	209,170
Estate			
Landscape maintenance	60,934	61,920	57,642
Estate Security	621	2,640	1,190
Estate Maintenance	4,958	14,604	23,623
Television system maintenance	750	1,200	690
	67,263	80,364	83,145
Berths			
Pontoon repairs	14,840	15,000	7,234
Administration			
Audit fee	4,080	4,020	4,020
Professional fees [see below]	89,097	24,420	16,161
Directors' Expenses	-	-	-
Management Company Expenses	85,680	92,191	86,769
Insurance	8,837	9,160	8,539
Communication with shareholders	1,184	3,174	2,108
Provision against recovery of debts	-	-	(3,000)
Sundry expenses	-	250	-
	188,878	133,215	114,597
Tax and Rates			
Water rates	767	1,000	761
	454,520	447,116	414,907

Analysis of Professional fees:

	2016 £	2015 £
Legal fees for advice re:		
Car parking	423	5,826
Restrictive Covenants	659	9,740
Oyster Quay gate	87,500	-
Taxation Advice	360	420
Court Issue Fees	115	135
Annual Return Fee	40	40
	89,097	16,161