

NETHERNE MANAGEMENT LIMITED
REPORT OF THE DIRECTORS AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2005



Ormerod Rutter Limited
Registered Auditor
The Oakley
Kidderminster Road
Droitwich
Worcestershire
WR9 9AY

NETHERNE MANAGEMENT LIMITED

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FOR THE YEAR ENDED 30TH JUNE 2005**

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NETHERNE MANAGEMENT LIMITED
COMPANY INFORMATION
FOR THE YEAR ENDED 30TH JUNE 2005

DIRECTORS: Mr D R Jones
Mr P H Taylor

SECRETARY: Ms E J M Pioli

REGISTERED OFFICE: The Corn Exchange
Baffins Lane
Chichester
West Sussex
PO19 1GE

REGISTERED NUMBER: 04026814

AUDITORS: Ormerod Rutter Limited
Registered Auditor
The Oakley
Kidderminster Road
Droitwich
Worcestershire
WR9 9AY

MANAGED BY:: Mainstay Residential Limited
Whittington Hall
Whittington Road
Worcester
Worcestershire
WR5 2ZX

NETHERNE MANAGEMENT LIMITED

**REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 30TH JUNE 2005**

The directors present their report with the financial statements of the company for the year ended 30th June 2005.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of a property service and management company.

DIRECTORS

The directors during the year under review were:

Mr D R Jones	- resigned 30/6/2005
Mr P H Taylor	- appointed 30/6/2005

On the 1st November 2005 Mr P H Taylor resigned as director and Mr M A Kemp was appointed.

The company is limited by guarantee with each member's liability being limited to a sum of no more than £1.

STATEMENT OF 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 and of the profit or loss 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 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. 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.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 234ZA of the Companies Act 1985) of which the company's auditors are unaware, and each director has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

AUDITORS

The auditors, Ormerod Rutter Limited, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

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

ON BEHALF OF THE BOARD:


.....
Mr M A Kemp - Director

Date: 26-4-2006.....

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
NETHERNE MANAGEMENT LIMITED**

We have audited the financial statements of Netherne Management Limited for the year ended 30th June 2005 on pages four to seven. These financial statements have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002), 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 auditors' 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 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 on page two 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 Report of the Directors 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 Report of the Directors 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 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.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 30th June 2005 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



Ormerod Rutter Limited
Registered Auditor
The Oakley
Kidderminster Road
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WR9 9AY

Date: 27/4/06

NETHERNE MANAGEMENT LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 30TH JUNE 2005

	Notes	2005 £	2004 £
TURNOVER		41,752	26,734
Administrative expenses		<u>41,752</u>	<u>26,734</u>
OPERATING PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	2	-	-
Tax on profit on ordinary activities	3	<u>-</u>	<u>-</u>
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION		<u>-</u>	<u>-</u>
RETAINED PROFIT FOR THE YEAR		<u>-</u>	<u>-</u>

The notes form part of these financial statements

NETHERNE MANAGEMENT LIMITED

**BALANCE SHEET
30TH JUNE 2005**

	Notes	2005 £	2004 £
CURRENT ASSETS			
Debtors	4	36,078	27,199
Cash at bank		26,087	-
		62,165	27,199
CREDITORS			
Amounts falling due within one year	5	39,066	12,480
		23,099	14,719
NET CURRENT ASSETS			
		23,099	14,719
TOTAL ASSETS LESS CURRENT LIABILITIES			
		23,099	14,719
RESERVES			
Other reserves	6	23,099	14,719
		23,099	14,719

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective June 2002).

ON BEHALF OF THE BOARD:



 Mr M A Kemp - Director

Approved by the Board on 26-4-2006.....

The notes form part of these financial statements

NETHERNE MANAGEMENT LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2005**

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

Turnover

Turnover represents net invoiced sales of services, excluding value added tax.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

2. OPERATING PROFIT

The operating profit is stated after charging:

	2005	2004
	£	£
Auditors' remuneration	842	380
	<u> </u>	<u> </u>
Directors' emoluments and other benefits	-	-
	<u> </u>	<u> </u>

3. TAXATION

Analysis of the tax charge

No liability to UK corporation tax arose on ordinary activities for the year ended 30th June 2005 nor for the year ended 30th June 2004.

4. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2005	2004
	£	£
Trade debtors	33,417	26,319
Other debtors	1,869	-
Tax	117	-
Prepayments and accrued income	675	880
	<u> </u>	<u> </u>
	36,078	27,199
	<u> </u>	<u> </u>

5. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2005	2004
	£	£
Bank loans and overdrafts	-	9,599
Payments on account	11,934	-
Trade creditors	4,199	2,154
Accruals and deferred income	22,933	727
	<u> </u>	<u> </u>
	39,066	12,480
	<u> </u>	<u> </u>

NETHERNE MANAGEMENT LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 30TH JUNE 2005**

6. RESERVES

	Profit and loss account £	Other reserves £	Totals £
At 1st July 2004	-	14,719	14,719
Retained profit for the year	-	-	-
Movement in the year	-	8,380	8,380
At 30th June 2005	-	23,099	23,099

7. LIMITED BY GUARANTEE

The company is limited by guarantee: there is no share capital.

Each member has undertaken to pay £1 in the event of the company winding up.