

Company no. 2762590

Fairholme Associates Limited

**Director's Report
and
Accounts**

31st March, 2019

Registered Office:

**64 Fairholme Road,
London,
W14 9JY**

Registered Number

2762590



Fairholme Associates Ltd

Report of the Directors

The Directors present their Report and Accounts for year ending 31st March, 2019

Principal Activity

The maintenance and management of the property at 64 Fairholme Road, London, W14 9JY for the benefit of the Lessees

Director's interests

The Directors during and at the end of the period together with particulars of their interests in the share capital of the Company were as follows:

	Ordinary shares of £1 each	
	31 st March, 2019	31 st March, 2018
Dr and Mrs A. Baydar	1	1
Mrs G. Marsden	1	1
Mrs E. Macnaghten	1	1
Ms A. Stapleton	1	1

Auditors and Reporting Accountants

By virtue of Section 391A of the Companies Act 2006, the Company is no longer required to appoint Auditors

Statement of Directors' responsibilities

Company law requires 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 and loss of the Company for that period. In preparing those financial statements, the directors are required to:

1. Select suitable accounting policies and then apply them consistently
2. Make judgements and estimates that are reasonable and prudent
3. Prepare the financial statements on a 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 2006. They are also responsible for safeguarding the assets of the Company, namely the freehold property at 64 Fairholme Road, London, W14 9JY, and hence for taking reasonable steps for the prevention and detection of fraud And other irregularities. HMRC have confirmed that the Company is not required to submit a Tax Return as long as circumstances relating to operation of the Company do not alter, which is indeed the case, and no Dormancy Enquiry letter has subsequently been received by the Company.

Advantage is taken in the preparation of the directors' report of the special exemptions applicable to small companies conferred by Part 15 of the Companies Act 2006. In the directors' opinion the Company is entitled to those exemptions as a small company under Section 382 of the Act.

On behalf of the Board

A handwritten signature in black ink, appearing to read 'N. J. Relf', with a stylized flourish at the end.

Mr N. J. Relf (Secretary)

Date

FAIRHOLME ASSOCIATES LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDING 31ST MARCH, 2019

	Notes	2019 £	2018 £
Turnover	2	4,400	4,400
Direct costs		10,492	2,741
Administrative costs		<u>439</u>	<u>163</u>
Gross Profit/(Loss)		(6,531)	1,496
Previous year adjustments			791
Dividends received		<u>3</u>	<u>9</u>
Profit/(Loss) on ordinary activities before tax		(6,528)	2,296
Taxation	3	<u>0</u>	<u>0</u>
Profit/(Loss) on ordinary Activities after tax		(6,528)	2,296
Accumulated Reserves Brought forward		18,602	16,306
Accumulated Reserves Carried Forward		12,074	18,602

The results detailed above are derived wholly from continuing operations. There are no recognised gains or losses other than the profits/(loss) for the financial year.

FAIRHOLME ASSOCIATES LIMITED

BALANCE SHEET AT 31ST March, 2019

	Notes	2019 £	2018 £
Fixed Assets	4	0	0
Current Assets			
Cash at Bank and in hand		11,417	18,371
Investments	5	58	58
Debtors	6	<u>971</u>	<u>1,868</u>
		<u>12,446</u>	<u>20,297</u>
Creditors			
Accounts falling within one year	7	<u>368</u>	<u>1,691</u>
Total Net Assets		<u>12,078</u>	<u>18,606</u>
Capital and Reserves			
Called up share capital	8	4	4
Profit and Loss Account		<u>12,074</u>	<u>18,602</u>
Total Capital and Reserves		<u>12,078</u>	<u>18,606</u>

In approving these financial statements as Directors of the Company, we hereby confirm:

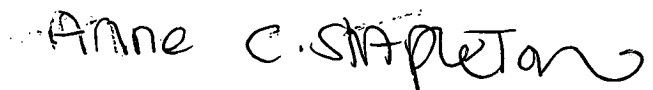
- (a) that for the year ended 31st March, 2019 the Company was entitled to exemption from audit under Section 477(2) of the Companies Act, 2006
- (b) that the Members have not required the Company to obtain an Audit in accordance with Section 476 of the Companies Act 2006
- (c) that we acknowledge our responsibility for:
 - (i) ensuring the Company keeps accounting records which comply with Section 386;
 - (ii) preparing accounts 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 its profit and loss for the financial year, in accordance with the requirements of the Companies Act, relating to accounts, so far as is applicable to the Company.

The Financial Statements were approved by the Board on 24th July 2019

Mrs E Macnaghten



Ms A Stapleton



FAIRHOLME ASSOCIATES LIMITED

Notes to the Accounts at 31ST March, 2019

1 Accounting Policies

- A Convention: The financial statements have been prepared under the historical cost convention and in accordance with applicable Accounting Standards and where relevant presentational requirements of the Companies Act 2006 as they are applicable to small companies
- B Going Concern: The financial statements have been prepared on the basis that the Company is a going concern and will continue to be so for the foreseeable future (18 months minimum)
- C Turnover: Turnover represents contributions towards property management and maintenance and all other costs of the Company made by Lessees. Ground rent charges are peppercorn only.
- D Depreciation: Tangible Assets are written off over a period of their expected useful lives in equal annual instalments using rates as determined by the Directors.

- 2 Turnover: arises solely within the UK from the Company's principal activities.

- 3 Taxation: HMRC formally confirmed by letter dated 9th March, 1999 that as the company has no or only a small amount of income chargeable to Corporation Tax, that the Company is not required to submit accounts and returns on an annual basis. HMRC stated that from time to time (usually every 5 years) a Dormancy Enquiry Letter may be issued. No such document has been served on the Company since their original letter, and the four criteria set out requiring the Company to inform HMRC of a significant change in circumstances have not arisen, thereby negating any requirement to advise HMRC that the status quo needs to be revised.

4 Fixed Assets	<u>2019</u>	<u>2018</u>
Gross Book Value	4,400	4,400
Amortisation	<u>4,400</u>	<u>4,400</u>
Net book value at		
31 st March, 2018 and 2019	0	0

The Company owns the freehold interest in 64 Fairholme Road which was sold by Bolton Gardens (Properties) Limited to Fairholme Associates Limited for the consideration of £3,000 on 30th November, 1992, subject to and encumbered by four leasehold interests of 125 year duration at a nominal ground rent. On 20th October, 2017 the Company entered in to new leasehold terms by way of Surrender of Lease and Grant of new replacement lease with all four leaseholders on identical terms. The new replacement lease extended all four leasehold interests to a term of 999 years from 25th December, 1969. The freehold interest is considered to attribute zero value and thus is not entered in the Accounts.

Notes to the Accounts at 31st March, 2019

- 5 Investments:** The Company has since 2009 historically held 116 Ordinary shares in Lloyds Banking Group Plc, from which dividends have been receiveable apart from during the period 1st April, 2010 and 19th May, 2015, when payment of dividends was suspended by that Company. Arrears of dividends due since 19th May, 2015 have now been collected, reflected in the Accounts for year ending 31st March, 2018 (being the arrears) and in 2019 (being the sum received for that financial year).

6 Debtors:	<u>2019</u>	<u>2018</u>
Amounts falling due within one year		609
Prepayments	<u>971</u>	<u>1,259</u>
	<u>971</u>	<u>1,868</u>
7 Creditors:		
Amounts falling due within one year	368	1,691
Accruals	<u>0</u>	<u>0</u>
	<u>368</u>	<u>1,691</u>

- 8 Share Capital:** Allotted, called up and fully paid
£1 ordinary shares of £1 each

FAIRHOLME ASSOCIATES LIMITED

DETAILED TRADING PROFIT AND LOSS ACCOUNT 31st March, 2019

	Note	2019	2018
Turnover			
Management and maintenance contribution		4,400	4,400
Dividends receivable		<u>3</u>	<u>9</u>
Total income		4,403	4,409

Direct Costs

Building Maintenance	1	8,560	827
Insurance		1,764	632
Common parts electricity		<u>168</u>	<u>92</u>
		10,492	1,551

Overheads

Secretarial fees		375	150
Annual Return fee	2	13	13
Travel		<u>51</u>	<u>0</u>
		<u>439</u>	<u>163</u>

Net Profit/(Loss)		(6,528)	2,296
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Notes: 1. Scaffolding	1,650
External decoration	6,406
Drains	<u>696</u>
	8,560

2. "Annual Return" has now been renamed "Confirmation Statement"