

Registered number: 02987890

Leathermarket Joint Management Board
(A company limited by guarantee)

Directors' report and financial statements

for the year ended 31 March 2010

Leathermarket Joint Management Board
(A company limited by guarantee)

Company Information

Directors	John Lynch Diane Rutter Christine Parsons Sarah Hatchard John Paul Maytum Jackie Scorer Ferenc Morath Deborah Walsh Andrew Charnock Cormac Hollingsworth Nigel Koch (appointed 5 May 2009 & resigned 13 December 2009) Jean Davies (appointed 5 May 2009) Lisa Mendez (appointed 3 December 2009) Afolahan Ogunkola (appointed 1 September 2009)
Company secretary	Andrew Bates
Company number	02987890
Registered office	26 Leathermarket Street Bermondsey London SE1 3HN
Auditors	Reeves+Neylan LLP Statutory Auditors & Chartered Accountants Third Floor 24 Chiswell Street London EC1Y 4YX

**Leathermarket Joint Management Board
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Leathermarket Joint Management Board
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Directors' report
for the year ended 31 March 2010

The directors present their report and the financial statements for the year ended 31 March 2010.

Principal activities

The company's principal activity during the year was the management and administration of land and properties on the Leathermarket Estates.

Directors

The directors who served during the year were:

John Lynch
Diane Rutter
Christine Parsons
Sarah Hatchard
John Paul Maytum
Jackie Scorer
Ferenc Morath
Deborah Walsh
Andrew Charnock
Cormac Hollingsworth
Nigel Koch (appointed 5 May 2009 & resigned 13 December 2009)
Jean Davies (appointed 5 May 2009)
Lisa Mendez (appointed 3 December 2009)
Afolahan Ogunkola (appointed 1 September 2009)

Statement of 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 these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments 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.

Leathermarket Joint Management Board
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Directors' report
for the year ended 31 March 2010

Provision of information to auditors

Each of the persons who are directors at the time when this Directors' report is approved has confirmed that:

- so far as that director is aware, there is no relevant audit information of which the company's auditors are unaware, and
- that director has taken all the steps that ought to have been taken as a director in order to be aware of any information needed by the company's auditors in connection with preparing their report and to establish that the company's auditors are aware of that information.

Auditors

The auditors, Reeves+Neylan LLP, will be proposed for reappointment in accordance with section 485 of the Companies Act 2006.

In preparing this report, the directors have taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006.

This report was approved by the board on 20th September 2010 and signed on its behalf.



Andrew Bates
Secretary

Leathermarket Joint Management Board
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Independent auditors' report to the members of Leathermarket Joint Management Board

We have audited the financial statements of Leathermarket Joint Management Board for the year ended 31 March 2010, set out on pages 5 to 10. 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 members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. 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 explained more fully in the Statement of directors' responsibilities, 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 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 the directors; and the overall presentation of 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 31 March 2010 and of its surplus 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.

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.

Leathermarket Joint Management Board
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Independent auditors' report to the members of Leathermarket Joint Management Board

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.



Peter Hudson FCA
Senior statutory auditor
for and on behalf of
Reeves+Neylan LLP
Statutory Auditors
Chartered Accountants
London

Date: 20 September 2010



Leathermarket Joint Management Board
(A company limited by guarantee)

Income and expenditure account
for the year ended 31 March 2010

	Note	2010 £	2009 £
Income	1	2,619,260	2,510,820
Administrative expenses		(2,532,951)	(2,622,054)
Operating surplus/(deficit)	2	86,309	(111,234)
Income from investments in group companies		39,348	-
Interest receivable		2,580	73,465
Interest payable		(5,016)	(951)
Surplus/(deficit) on ordinary activities before taxation		123,221	(38,720)
Tax on surplus/(deficit) on ordinary activities	3	(542)	(15,423)
Surplus/(deficit) for the financial year	8	122,679	(54,143)

The notes on pages 7 to 10 form part of these financial statements.

Leathermarket Joint Management Board
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Balance sheet
as at 31 March 2010

	Note	£	2010 £	£	2009 £
Fixed assets					
Tangible fixed assets	4		29,117		11,797
Fixed asset investments			-		1
			<u>29,117</u>		<u>11,798</u>
Current assets					
Debtors	5	425,136		281,423	
Cash at bank and in hand		1,191,581		<u>1,287,410</u>	
		<u>1,616,717</u>		<u>1,568,833</u>	
Creditors: amounts falling due within one year	6	(829,331)		<u>(886,807)</u>	
Net current assets			<u>787,386</u>		<u>682,026</u>
Total assets less current liabilities			<u><u>816,503</u></u>		<u><u>693,824</u></u>
Capital and reserves					
Reserve fund	8		200,000		200,000
Income and expenditure account	8		616,503		<u>493,824</u>
			<u>816,503</u>		<u><u>693,824</u></u>

The financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006 and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

The financial statements were approved and authorised for issue by the board and were signed on its behalf on *Monday 20th September 2010*



John Paul Maytum
 Director

The notes on pages 7 to 10 form part of these financial statements.

Leathermarket Joint Management Board
(A company limited by guarantee)

Notes to the financial statements
for the year ended 31 March 2010

1. Accounting policies

1.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

1.2 Cash flow

The financial statements do not include a cash flow statement because the company, as a small reporting entity, is exempt from the requirement to prepare such a statement under the Financial Reporting Standard for Smaller Entities (effective April 2008).

1.3 Income

Management and maintenance income

Income is received from London Borough of Southwark in relation to management and maintenance of the Leathermarket Estate properties, exclusive of Value Added Tax.

Other income

This is included in the income and expenditure account on a receivable basis for funded programmes and on an accruals basis in respect of projects not completed at the end of the financial year.

1.4 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

All assets costing more than £200 are capitalised.

Plant and machinery	-	20% straight line
Motor vehicles	-	20% straight line
Furniture, fittings and equipment	-	20 - 33% straight line

1.5 Operating leases

Rentals receivable and payable under operating leases are charged to the income and expenditure account on a straight line basis over the lease term.

1.6 Pensions

The company operates a defined contribution group personal pension scheme and the pension charge represents the amounts payable by the company to the fund in respect of the year.

Leathermarket Joint Management Board
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Notes to the financial statements
for the year ended 31 March 2010

2. Operating surplus/(deficit)

The operating surplus/(deficit) is stated after charging:

	2010	2009
	£	£
Depreciation of tangible fixed assets:		
- owned by the company	13,148	4,147
Auditors' remuneration	13,250	5,850
Pension costs	58,400	51,284
	<u><u> </u></u>	<u><u> </u></u>

During the year, no director received any emoluments (2009 - £NIL).

3. Taxation

	2010	2009
	£	£
UK corporation tax charge on interest receivable for the year	542	15,423
	<u><u> </u></u>	<u><u> </u></u>

There were no factors that affected the tax charge for the year which has been calculated on the profits on ordinary activities before tax at the standard rate of corporation tax in the UK of 21% (2009 - 21%).

There were no factors that may affect future tax charges.

4. Tangible fixed assets

	Plant and machinery	Motor vehicles	Furniture, fittings and equipment	Total
	£	£	£	£
Cost				
At 1 April 2009	15,029	500	44,567	60,096
Additions	1,428	-	29,440	30,868
Disposals	(2,139)	(500)	(20,399)	(23,038)
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
At 31 March 2010	14,318	-	53,608	67,926
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Depreciation				
At 1 April 2009	5,007	100	43,192	48,299
Charge for the year	2,864	-	10,284	13,148
On disposals	(2,139)	(100)	(20,399)	(22,638)
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
At 31 March 2010	5,732	-	33,077	38,809
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Net book value				
At 31 March 2010	8,586	-	20,531	29,117
	<u><u> </u></u>	<u><u> </u></u>	<u><u> </u></u>	<u><u> </u></u>
At 31 March 2009	10,022	400	1,375	11,797
	<u><u> </u></u>	<u><u> </u></u>	<u><u> </u></u>	<u><u> </u></u>

Leathermarket Joint Management Board
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Notes to the financial statements
for the year ended 31 March 2010

5. Debtors

	2010	2009
	£	£
Trade debtors	151,296	226,485
Other debtors	273,840	54,938
	<u>425,136</u>	<u>281,423</u>

6. Creditors:
Amounts falling due within one year

	2010	2009
	£	£
Trade creditors	696,970	777,551
Amounts owed to group undertakings	-	750
Corporation tax	542	15,401
Social security and other taxes	36,232	25,884
Other creditors	95,587	67,221
	<u>829,331</u>	<u>886,807</u>

7. Company status

The company is a private company limited by guarantee and consequently does not have share capital. Each of the members is liable to contribute an amount not exceeding £1 towards the assets of the company in the event of liquidation.

8. Reserves

	Reserve fund	Income and expenditure account
	£	£
At 1 April 2009	200,000	493,824
Surplus for the year		122,679
	<u>200,000</u>	<u>616,503</u>

9. Pension commitments

The company operates a defined contribution group personal pension scheme.

The pension cost charge represents contributions payable by the company to the scheme and amounted to £58,400 (2009 - £51,284). The outstanding contributions at the balance sheet date amounted to £4,385 (2009 - £nil).

Leathermarket Joint Management Board
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Notes to the financial statements
for the year ended 31 March 2010

10. Operating lease commitments

At 31 March 2010 the company had annual commitments under non-cancellable operating leases as follows:

	2010	2009
	£	£
Expiry date:		
Within 1 year	13,732	502
Between 2 and 5 years	21,486	29,115
After more than 5 years	-	15,695
	<u> </u>	<u> </u>

11. Member's funds

Members' funds consist of the reserve fund and the income and expenditure account. Contingencies for unforeseen circumstances and the future improvements to properties on the Leathermarket Estates will be met from Members' funds.

12. Related party transactions

The majority of directors are tenants or leaseholders of properties managed by the company, and all transactions are in accordance with normal trading terms.

Leathermarket RSO Limited was a wholly owned subsidiary of Leathermarket Joint Management Board, until February 2010, when the company was dissolved.

Before dissolution, Leathermarket RSO Limited declared a dividend of £39,348 to Leathermarket Joint Management Board.

13. Controlling party

The residents of the properties that the company manages are members of the company. The members have delegated control to the Directors who are deemed to be the controlling party.

14. Fund analysis

JSI Fund

During the year, the company received income of £22,000 for the JSI project, and expended £13,528. A balance of £8,472 has been carried forward to be used on the project in future periods.

Neighbourhood Studies Fund

During the year, the company received income of £13,000 for the Community Studies project, and expended £12,360. A balance of £640 has been carried forward to be used on the project in future periods.

Leathermarket Joint Management Board
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Detailed income and expenditure account
for the year ended 31 March 2010

	Page	2010 £	2009 £
Income	12	2,619,260	2,510,821
Less: Overheads			
Administrative expenses	12	(2,532,951)	(2,622,055)
		<hr/>	<hr/>
Operating surplus/(deficit)		86,309	(111,234)
Interest receivable	12	2,580	73,465
Interest payable	13	(5,016)	(951)
Investment income	13	39,348	-
		<hr/>	<hr/>
Surplus/(deficit) for the year		123,221	(38,720)
		<hr/> <hr/>	<hr/> <hr/>

Leathermarket Joint Management Board
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Schedule to the detailed accounts
for the year ended 31 March 2010

	2010 £	2009 £
Income		
Allowances receivable and similar income	2,510,223	2,381,593
Net rent receivable	109,037	129,228
	<u>2,619,260</u>	<u>2,510,821</u>
	2010 £	2009 £
Administrative expenses		
Staffing costs	1,188,790	1,113,433
Staff pensions	58,400	51,284
Staff training	7,587	9,049
Office costs	46,690	40,821
Trade vehicle costs	54,352	52,416
Travelling	3,776	3,888
Projects	(2,170)	19,224
Printing, postage and office stationery	14,813	24,780
Telephone	4,621	4,002
Auditors' remuneration	13,250	5,850
Accountancy fees	15,696	9,922
Water rates	5,127	1,355
Electricity	5,173	9,654
Cleaning materials and equipment	47,060	135,896
Insurance	36,546	34,879
Responsive repairs to void and occupied properties	685,673	700,066
Profit/loss on sale of tangible assets	350	-
Decoration allowances	3,101	-
Tenants compensation	654	2,052
Committee and administration	26,439	16,889
Rent administration and finance costs	17,925	12,249
Information technology support	54,915	69,698
Estate costs	65,646	70,647
Health and safety - estates	898	-
Council tax and clubroom rates	(71)	496
Photocopy rental and paper	5,666	8,742
Lifts	104,224	101,892
Court and legal fees	61,157	81,296
Ground maintenance	6,663	41,575
	<u>2,532,951</u>	<u>2,622,055</u>
	2010 £	2009 £
Interest receivable		
Bank interest receivable	2,580	73,443
Other interest receivable	-	22
	<u>2,580</u>	<u>73,465</u>

Leathermarket Joint Management Board
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Schedule to the detailed accounts
for the year ended 31 March 2010

	2010	2009
	£	£
Interest payable		
Bank interest payable	5,005	951
Other interest - on overdue tax	11	-
	<u>5,016</u>	<u>951</u>
	2010	2009
	£	£
Investment income		
Income from investments in group companies	<u>39,348</u>	<u>-</u>