

Sherwoods

Chartered Accountants

30 Addiscombe Grove, Croydon

Surrey CR9 5AY

Tel: 020 8688 7085

Fax: 020 8681 1829

Email: info@sherwoods.uk.com

FAX TRANSMISSION PLEASE DELIVER THIS FAX TO:

FAX NUMBER: ...0208 711 2522... DATE: 31st Jan 2012
NAME: ...Mike Miserocchi...
COMPANY: ...Pension practitioner.com...
FROM: ...Andrew Brown...

Total number of pages [including this one] = 14
(Please telephone 020 8688 7085 if you did not receive all pages)

Privacy & Confidentiality Notice:

The information contained in this facsimile message is intended only for the named person, firm or company to whom it is addressed. Such information may be confidential and privileged and no mistake in transmission is intended to waive or compromise such privilege. If you have received it in error, please destroy it and notify the above number.

Partners:
Andrew Brown FCA
Mahendra Shah FCCA, ATII

Regulated to carry on audit work and regulated for a range of investment business activities by The Institute of Chartered Accountants in England and Wales.

Sherwoods

Chartered Accountants

30 Addiscombe Grove, Croydon

Surrey CR9 5AY

Tel: 020 8688 7085

Fax: 020 8681 1829

Email: info@sherwoods.uk.com

Website: www.sherwoods.uk.com

By facsimile

Mike Miserotti
Pension practitioner.com
Daws House
33-35 Daws Lane
London NW7 4SD

31st January 2012

Our Ref: AB/KS

Dear Sir

Further to your discussions with Mr Brown please find enclosed herewith the draft accounts to 30th September 2010 for the pension scheme.

Yours faithfully



Partners:
Andrew Brown FCA
Mahendra Shah FCCA, ATII

Regulated to carry on audit work and regulated for a range of investment business activities by The Institute of Chartered Accountants in England and Wales.

ANNUAL REPORT
FOR THE YEAR ENDED 30 SEPTEMBER 2010
FOR
LARKSTORE LTD. (NO 3) EXECUTIVE PENSION
SCHEME

Sherwoods
Chartered Accountants
30 Addiscombe Grove
Croydon
Surrey
CR9 5AY

**LARKSTORE LTD. (NO 3) EXECUTIVE PENSION
SCHEME**

**CONTENTS OF THE ANNUAL REPORT
FOR THE YEAR ENDED 30 SEPTEMBER 2010**

	Page
Trustees and Advisers	1
Report of the Trustees	2
Report of the Accountants	3
Financial Statements:	
Fund Account	4
Net Assets Statement	5
Notes to the Financial Statements	6
Investment Report	9
Compliance Statement	10

**LARKSTORE LTD. (NO 3) EXECUTIVE PENSION
SCHEME**

**TRUSTEES AND ADVISERS
FOR THE YEAR ENDED 30 SEPTEMBER 2010**

TRUSTEES:	Mr R J Nash Ms E Carter
SECRETARY TO THE TRUSTEES:	Mr R J Nash 31 Seaview Road Greatstone Kent TN28 8RJ
SPONSORING EMPLOYER:	Hollie Homes Limited 31 Seaview Road Greatstone Kent TN28 8RJ
ACCOUNTANTS:	Sherwoods Chartered Accountants 30 Addiscombe Grove Croydon Surrey CR9 5AY
INVESTMENT CUSTODIAN:	Mr R J Nash 31 Seaview Road Greatstone Kent TN28 8RJ
ADVISORS:	Pension practitioner.com Daws House 33-35 Daws Lane London NW7 4SD

LARKSTORE LTD. (NO 3) EXECUTIVE PENSION
SCHEME

REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 30 SEPTEMBER 2010

The trustees present their report for the year ended 30 September 2010.

MANAGEMENT OF THE SCHEME

The trustees during the year under review were:

Mr R J Nash
Ms E Carter - appointed 30.9.10

The Trustees passed a deed of amendment to the Trust Rules on 21 January 2000, eliminating the requirement for the Scheme to produce audited statements of account. Nevertheless the Scheme's trustees are still required to keep proper books of account and to produce annual financial statements therefrom.

SPONSORING EMPLOYER

The sponsoring employer is Hollie Homes Limited, a company registered in England and Wales.

MEMBERSHIP

Details of membership of the scheme during the year are shown below:

	At 1.10.09	Increase	Decrease	At 30.9.10
Active members	-	-	-	-
Pensioners	2	-	-	2
Deferred pensioners	-	-	-	-
	<u>2</u>	<u>-</u>	<u>-</u>	<u>2</u>

INVESTMENT REPORT

Further details of investment performance are set out in the investment report included in the Annual Report.

COMPLIANCE STATEMENT

Additional information and statutory disclosures are given in the compliance statement included in the Annual Report.

Signed on behalf of the Trustees:

.....
Ms E Carter

Date:

REPORT OF THE ACCOUNTANTS TO THE TRUSTEES AND MEMBERS OF
LARKSTORE LTD, (NO 3) EXECUTIVE PENSION
SCHEME

In accordance with instructions given to us we have prepared without carrying out an audit the annexed financial statements from the accounting records of Larkstore Ltd, (No 3) Executive Pension Scheme and from information and explanations supplied to us.

Sherwoods
Chartered Accountants
30 Addiscombe Grove
Croydon
Surrey
CR9 5AY

Date:

**LARKSTORE LTD. (NO 3) EXECUTIVE PENSION
SCHEME**

**FUND ACCOUNT
FOR THE YEAR ENDED 30 SEPTEMBER 2010**

		2010	2009
	Notes	£	£
CONTRIBUTIONS AND BENEFITS			
Benefits	2	11,420	18,943
Administrative expenses	3	3,900	6,715
		<u>15,320</u>	<u>25,658</u>
Net withdrawals from dealings with members		<u>(15,320)</u>	<u>(25,658)</u>
RETURNS ON INVESTMENTS			
Investment income	4	23,236	26,964
Change in market value of investments	5	(659)	4,914
Net returns on investments		<u>22,577</u>	<u>31,878</u>
NET INCREASE IN THE FUND DURING THE YEAR		7,257	6,220
NET ASSETS OF THE SCHEME AT 1 OCTOBER 2009		<u>304,301</u>	<u>298,081</u>
AT 30 SEPTEMBER 2010		<u>311,558</u>	<u>304,301</u>

LARKSTORE LTD. (NO 3) EXECUTIVE PENSION
SCHEME

NET ASSETS STATEMENT
30 SEPTEMBER 2010

		2010	2009
		<u>£</u>	<u>£</u>
Investment assets	Notes 5	236,756	237,415
Borrowings	6	-	(70,728)
Current assets	7	77,183	142,183
Current liabilities	8	(2,381)	(4,569)
NET ASSETS OF THE SCHEME AT 30 SEPTEMBER 2010		<u><u>311,558</u></u>	<u><u>304,301</u></u>

The financial statements summarise the transactions of the scheme and deal with the net assets at the disposal of the trustees. They do not take account of obligations to pay pensions and benefits which fall due after the end of the scheme year.

These financial statements were approved by the Trustees on

Signed on behalf of the Trustees:

.....
Ms E Carter

**LARKSTORE LTD. (NO 3) EXECUTIVE PENSION
SCHEME**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2010**

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements have been prepared in accordance with the guidelines set out in the Statement of Recommended Practice, Financial Reports of Pension Schemes (revised May 2007).

Valuation of investments

Property

The properties are revalued triennially and are adequately maintained. They are not depreciated in these accounts.

Benefits payable

Benefits payable include all valid benefit claims notified to the trustees during the financial year.

Investment income

Interest and dividends, together with imputed tax credits (where applicable) are accounted for on an accruals basis.

Rents receivable are also accounted for on an accruals basis and are shown net of property outgoings other than management costs.

2. BENEFITS

	2010	2009
	£	£
Pensions	<u>11,420</u>	<u>18,943</u>

3. ADMINISTRATIVE EXPENSES

	2010	2009
	£	£
Administration and processing	1,744	109
Accountancy	420	690
Mortgage interest	1,386	3,026
Professional fees	<u>350</u>	<u>2,890</u>
	<u>3,900</u>	<u>6,715</u>

All other administrative expenses are borne directly by Hollie Homes Limited.

4. INVESTMENT INCOME

	2010	2009
	£	£
Net rents from properties	23,198	27,617
Interest on cash deposits	38	-
Unrecoverable tax credits	-	(653)
	<u>23,236</u>	<u>26,964</u>

**LARKSTORE LTD. (NO 3) EXECUTIVE PENSION
SCHEME**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2010**

5. INVESTMENTS

Investments purchased by the scheme are allocated to provide benefits to the individuals on whose behalf the corresponding contributions were paid. Accordingly, any assets identified as designated to members in the net assets statement do not form a common pool of assets available for members generally. Members receive an annual statement confirming the contributions paid on their behalf and the value of their money purchase rights.

The movements in investments during the year were:

	2010 £	2009 £
Market value at 1 October	237,415	371,707
Sales proceeds	-	(139,206)
Change in market value	(659)	4,914
Market value at 30 September	<u>236,756</u>	<u>237,415</u>

	2010 £	2009 £
Allocated to members	1,756	2,415
Not allocated to members	235,000	235,000
	<u>236,756</u>	<u>237,415</u>

The change in market value of investments during the year comprises all increases and decreases in the market value of investments held at any time during the year, including profits and losses realised on sales of investments during the year.

Property

	2010 £	2009 £
UK	<u>235,000</u>	<u>235,000</u>

The scheme's UK property portfolio comprises the following:-

a) 94 High Street, Hythe, Kent which was valued at £92000 on an open market basis as at 5th April 2008 by Anthony Rix, Chartered Surveyors.

b) The Dew Drop Inn, Tower Hamlet Street, Dover, Kent, which was valued at £143000 on an open market basis as at 5th April 2008 by Anthony Rix, Chartered Surveyors.

6. BORROWINGS

	2010 £	2009 £
Sterling	<u>-</u>	<u>70,728</u>

An analysis of the maturity of borrowings is given below:

	2010 £	2009 £
In more than five years	<u>-</u>	<u>70,728</u>

**LARKSTORE LTD. (NO 3) EXECUTIVE PENSION
SCHEME**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2010**

7. CURRENT ASSETS

	2010	2009
	£	£
Cash at bank	12,637	2,108
Bank deposit account	63,856	82
Prepaid expenses	690	787
Other debtors	-	139,206
	<u>77,183</u>	<u>142,183</u>

8. CURRENT LIABILITIES

	2010	2009
	£	£
Accrued expenses	591	1,879
Rent received in advance	1,650	1,650
Other creditors	140	1,040
	<u>2,381</u>	<u>4,569</u>

**LARKSTORE LTD. (NO 3) EXECUTIVE PENSION
SCHEME**

**INVESTMENT REPORT
FOR THE YEAR ENDED 30 SEPTEMBER 2010**

INVESTMENT PRINCIPLES

The trustees have produced a statement of investment principles as required by Section 35 of the Pensions Act 1995, a copy of which is available on request.

REVIEW OF INVESTMENT PERFORMANCE

The investments now consist principally of interest bearing securities and some long leasehold and freehold property. Details of movements and changes in market value of investments are shown in note 5 to the financial statements.

CUSTODIAL ARRANGEMENTS

The Managing Trustee is responsible for the safe custody of all the Scheme's assets.

**LARKSTORE LTD. (NO 3) EXECUTIVE PENSION
SCHEME**

**COMPLIANCE STATEMENT
FOR THE YEAR ENDED 30 SEPTEMBER 2010**

TAX STATUS OF SCHEME

The Scheme was established by a Definitive Trust Deed dated 8 September 1987 and currently operates under a Supplemental Deed dated 19 July 1994. The Scheme has been approved by the Inland Revenue Pensions Schemes Office as an Exempt Approved Scheme under the Income And Corporation Taxes Act 1988, which has the following tax implications:

- > Members are not assessed to income tax on the employer's contribution to the Scheme.
- > The Scheme's investment income is exempt from income and capital gains tax.
- > Member's contributions to the scheme are deductible for income tax purposes
- > Employer's contributions to the scheme are deductible for corporation tax purposes.

EMPLOYER-RELATED INVESTMENT

There has been no employer-related investment at any time during the year ended 30 September 2010.