

REGISTERED NUMBER: 1712852 (England and Wales)

CHANCERY MANAGEMENT LIMITED
REPORT OF THE DIRECTOR AND
AUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2010

CHANCERY MANAGEMENT LIMITED (REGISTERED NUMBER: 1712852)

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FOR THE YEAR ENDED 31ST MARCH 2010**

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CHANCERY MANAGEMENT LIMITED
COMPANY INFORMATION
FOR THE YEAR ENDED 31ST MARCH 2010

DIRECTOR: M G Leighton

SECRETARY: J I Down

REGISTERED OFFICE: 1st Floor Exchange House
1 Selden Hill
Hemel Hempstead
Hertfordshire
HP2 4TN

REGISTERED NUMBER: 1712852 (England and Wales)

AUDITORS: Sinclairs
Statutory Auditors
32 Queen Anne Street
London
W1G 8HD

CHANCERY MANAGEMENT LIMITED (REGISTERED NUMBER: 1712852)

**REPORT OF THE DIRECTOR
FOR THE YEAR ENDED 31ST MARCH 2010**

The director presents his report with the financial statements of the company for the year ended 31st March 2010.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of payroll management and payroll related personnel services.

DIRECTOR

M G Leighton held office during the whole of the period from 1st April 2009 to the date of this report.

STATEMENT OF DIRECTOR'S RESPONSIBILITIES

The director is responsible for preparing the Report of the Director and the financial statements in accordance with applicable law and regulations.

Company law requires the director to prepare financial statements for each financial year. Under that law the director has 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 director must not approve the financial statements unless he is satisfied that they 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 these financial statements, the director is required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting 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 director is 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 him to ensure that the financial statements comply with the Companies Act 2006. He is 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 director is aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and he 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 auditor, Sinclairs, will be proposed for re-appointment at the forthcoming Annual General Meeting. This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

ON BEHALF OF THE BOARD:

M G Leighton - Director

21st May 2010

REPORT OF THE INDEPENDENT AUDITORS TO THE SHAREHOLDERS OF CHANCERY MANAGEMENT LIMITED

We have audited the financial statements of Chancery Management Limited for the year ended 31st March 2010 which comprise the Profit and Loss Account, the Balance Sheet and the related notes. 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 a Report of the Auditors 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 director and auditors

As explained more fully in the Statement of Director's Responsibilities, the director is 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, including "APB Ethical Standard - Provisions Available for Small Entities (Revised)", in the circumstances set out in note fifteen to the financial statements.

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 director; and the overall presentation of the financial statements.

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 2010 and of its profit 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 matter prescribed by the Companies Act 2006

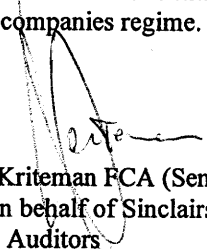
In our opinion the information given in the Report of the Director for the financial year for which the financial statements are prepared is consistent with the financial statements.

REPORT OF THE INDEPENDENT AUDITORS TO THE SHAREHOLDERS OF CHANCERY MANAGEMENT LIMITED

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 director's remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the director was not entitled to prepare the financial statements and the Report of the Director in accordance with the small companies regime.



Michael Krieman FCA (Senior Statutory Auditor)
for and on behalf of Sinclairs
Statutory Auditors
32 Queen Anne Street
London
W1G 8HD

21st May 2010

CHANCERY MANAGEMENT LIMITED (REGISTERED NUMBER: 1712852)

**PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31ST MARCH 2010**

	Notes	2010 £	2009 £
TURNOVER		712,876	794,560
Cost of sales		<u>458</u>	<u>(91)</u>
GROSS PROFIT		712,418	794,651
Administrative expenses		<u>679,735</u>	<u>676,553</u>
		32,683	118,098
Other operating income		<u>75</u>	<u>100</u>
OPERATING PROFIT	2	32,758	118,198
Interest receivable and similar income		<u>3,712</u>	<u>11,520</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		36,470	129,718
Tax on profit on ordinary activities	3	<u>7,644</u>	<u>27,327</u>
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION		<u>28,826</u>	<u>102,391</u>

The notes form part of these financial statements

CHANCERY MANAGEMENT LIMITED (REGISTERED NUMBER: 1712852)

**BALANCE SHEET
31ST MARCH 2010**

	2010	2009
FIXED ASSETS		
Tangible assets	20,586	26,658
CURRENT ASSETS		
Stocks	1,573	2,031
Debtors	126,559	132,939
Cash at bank and in hand	448,783	536,719
CREDITORS		
Amounts falling due within one year	576,915	671,689
	84,877	105,135
NET CURRENT ASSETS	492,038	566,554
TOTAL ASSETS LESS CURRENT LIABILITIES	512,624	593,212
CREDITORS		
Amounts falling due after more than one year	(8,413)	(9,614)
PROVISIONS FOR LIABILITIES	(2,077)	(2,790)
NET ASSETS	502,134	580,808
CAPITAL AND RESERVES		
Called up share capital	477,000	477,000
Profit and loss account	25,134	103,808
SHAREHOLDERS' FUNDS	502,134	580,808

The financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective April 2008). The financial statements were approved by the director on 21st May 2010 and were signed by:

M G Leighton - Director

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2010

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 April 2008).

Turnover

Turnover represents the value, net of Value Added Tax, of goods and services provided to customers.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Plant and machinery etc - 25% on reducing balance

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Deferred tax

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

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the profit and loss account on a straight line basis over the period of the lease.

Pension costs

The company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the company in an independently administered fund. Contributions payable for the year are charged in the profit and loss account.

2. OPERATING PROFIT

The operating profit is stated after charging:

	2010	2009
	£	£
Depreciation - owned assets	6,862	8,885
Auditors' remuneration	6,250	5,450
Pension costs	14,673	14,589
	<u> </u>	<u> </u>
Director's remuneration and other benefits etc	-	-
	<u> </u>	<u> </u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST MARCH 2010

3. TAXATION

Analysis of the tax charge

The tax charge on the profit on ordinary activities for the year was as follows:

	2010 £	2009 £
Current tax:		
UK corporation tax	8,357	26,690
Deferred tax	(713)	637
Tax on profit on ordinary activities	<u>7,644</u>	<u>27,327</u>

Factors affecting the tax charge

The tax assessed for the year is higher than the standard rate of corporation tax in the UK. The difference is explained below:

	2010 £	2009 £
Profit on ordinary activities before tax	<u>36,470</u>	<u>129,718</u>
Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 21% (2009 - 21%)	7,659	27,241
Effects of:		
Income disallowed	(16)	(21)
Depreciation in excess of capital allowances	714	(530)
Current tax charge	<u>8,357</u>	<u>26,690</u>

4. DIVIDENDS

	2010 £	2009 £
Ordinary shares of £1 each		
Interim	<u>107,500</u>	<u>140,630</u>

CHANCERY MANAGEMENT LIMITED (REGISTERED NUMBER: 1712852)

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST MARCH 2010**

5. TANGIBLE FIXED ASSETS

	Plant and machinery etc £
COST	
At 1st April 2009	169,129
Additions	790
	<hr/>
At 31st March 2010	169,919
	<hr/>
DEPRECIATION	
At 1st April 2009	142,471
Charge for year	6,862
	<hr/>
At 31st March 2010	149,333
	<hr/>
NET BOOK VALUE	
At 31st March 2010	20,586
	<hr/> <hr/>
At 31st March 2009	26,658
	<hr/> <hr/>

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2010	2009
	£	£
Trade debtors	106,172	111,191
Other debtors	20,387	21,748
	<hr/>	<hr/>
	126,559	132,939
	<hr/> <hr/>	<hr/> <hr/>

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2010	2009
	£	£
Bank loans and overdrafts	16,412	-
Trade creditors	2,772	7,730
Taxation and social security	41,355	57,296
Other creditors	24,338	40,109
	<hr/>	<hr/>
	84,877	105,135
	<hr/> <hr/>	<hr/> <hr/>

8. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2010	2009
	£	£
Other creditors	8,413	9,614
	<hr/> <hr/>	<hr/> <hr/>

CHANCERY MANAGEMENT LIMITED (REGISTERED NUMBER: 1712852)

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST MARCH 2010**

9. OPERATING LEASE COMMITMENTS

The following operating lease payments are committed to be paid within one year:

	2010	2009
	£	£
Expiring:		
In more than five years	<u>39,798</u>	<u>39,798</u>

10. PROVISIONS FOR LIABILITIES

	2010	2009
	£	£
Deferred tax	<u>2,077</u>	<u>2,790</u>

	Deferred tax £
Balance at 1st April 2009	2,790
Transfer to profit and loss	(713)
Balance at 31st March 2010	<u>2,077</u>

11. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2010	2009
			£	£
477,000	Ordinary	£1	<u>477,000</u>	<u>477,000</u>

12. RESERVES

	Profit and loss account £
At 1st April 2009	103,808
Profit for the year	28,826
Dividends	(107,500)
At 31st March 2010	<u>25,134</u>

CHANCERY MANAGEMENT LIMITED (REGISTERED NUMBER: 1712852)

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST MARCH 2010**

13. TRANSACTIONS WITH DIRECTOR

The following loan to directors subsisted during the years ended 31st March 2010 and 31st March 2009:

	2010 £	2009 £
M G Leighton		
Balance outstanding at start of year	-	-
Amounts advanced	112,112	-
Amounts repaid	(112,112)	-
Balance outstanding at end of year	-	-
	<u> </u>	<u> </u>
	2010 £	2009 £
Amounts owed to the director		
M G Leighton	-	11,667
	<u> </u>	<u> </u>

During the year, the director M G Leighton borrowed £112,112 from the company. This loan was repaid in full in March 2010 and interests charged at the statutory rate of 4.75% amounting to £3,429 were received by the company.

14. RELATED PARTY DISCLOSURES

The company paid dividend of £107,500 to M G Leighton who is the 100% shareholder of the company.

15. APB ETHICAL STANDARD - PROVISIONS AVAILABLE FOR SMALL ENTITIES

In common with many other businesses of our size and nature we use our auditors to prepare and submit returns to the tax authorities and assist with the preparation of the financial statements.

16. CONTROL

The controlling party is M G Leighton, director who owns 100% of the issued ordinary share capital of the company.