

Notice of the Rent Assessment Committee Decision

Rent Act 1977 Schedule 11

Address of Premises

Flat 8
Wilton House
87 Knightsbridge
London
SW1X 7RB

The Committee members were

Mr T G Ashmore
Mr R A Potter FRICS
Mr O N Miller Bsc

Landlord

Cheval Property Management Ltd

Tenant

Mr M H W Badger

1. The fair rent is £ 7950.00 Per annum (excluding water rates and council tax but including and any amounts in paras 3&4)

2. The effective date is 6 December 2004

3. The amount for services is £ 489.93 Per annum

4. The amount for fuel charges (excluding heating and lighting of common parts) not counting for rent allowance is £ not applicable Per

5. The rent is not to be registered as variable.

6. The capping provisions of the Rent Acts (Maximum Fair Rent) Order 1999 apply (please see calculation overleaf).

7. Details (other than rent) where different from Rent Register entry

8. For information only:

- (a) The Registered Rent (exclusive of any *variable* service charge) is not capped under the provisions of the Rent Acts (Maximum Fair Rent) Order 1999, because it is below the capped figure of £9193.00 per annum.

Chairman

Godfrey Ashmore

Date of decision

6 December 2004

MAXIMUM FAIR RENT CALCULATION

LATEST RPI FIGURE x 188.6

PREVIOUS RPI FIGURE y 173.4

x 188.6 minus y 173.4 = (A) 15.2

(A) 15.2 divided by y 173.4 = (B) 0.087659

First application for re-registration since 1 February 1999 YES/NO (delete as applicable)

If yes (B) plus

If no (B) plus 1.05 = (C) 1.137659

Last registered rent* £ 8080.50 Multiplied by (C) = £ 9192.85
*(exclusive of any variable service charge)

Rounded up to nearest 50 pence = £ 9193.00

MAXIMUM FAIR RENT = £ 9193.00 Per annum

Explanatory Note

1. The calculation of the maximum fair rent, in accordance with the formula contained in the Order, is set out above.
2. In summary, the formula provides for the maximum fair rent to be calculated by:
 - (a) increasing the previous registered rent by the percentage change in the retail price index (the RPI) since the date of that earlier registration and
 - (b) adding a further 7.5% (if the present application was the first since 1 February 1999) or 5% (if it is a second or subsequent application since that date).

A 7.5% increase is represented, in the calculation set out above, by the addition of 1.075 to (B) and an increase of 5% is represented by the addition of 1.05 to (B).

The result is rounded up to the nearest 50 pence.
3. For the purposes of the calculation the latest RPI figure (x) is that published in the month before the Committee's fair rent determination.
4. The calculation of the maximum fair rent excludes any sum payable under a variable service charge, where the rent is registered as variable under section 71(4) of the Rent Act 1977. In such a case that sum is added to the maximum fair rent in order to produce the rent to be registered as the fair rent.