

COMPANIES HOUSE

Grant Thornton 

**SPEEDWELL CAVERN LIMITED**  
**FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED**  
**31 JANUARY 1998**



Company no 1113961

# **SPEEDWELL CAVERN LIMITED**

## **FINANCIAL STATEMENTS**

For the year ended 31 January 1998

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Company registration number: 1113961

Registered office: Speedwell Cavern  
Winnats Pass  
Castleton  
Sheffield  
S30 2WA

Directors: Mrs K Harrison  
Mrs J H Harrison

Secretary: Mrs J H Harrison

Bankers: National Westminster Bank plc

Solicitors: Bell and Buxton

Auditors: Grant Thornton  
Registered auditors  
Chartered accountants  
28 Kenwood Park Road  
Sheffield  
S7 1NG

# **SPEEDWELL CAVERN LIMITED**

## **FINANCIAL STATEMENTS**

For the year ended 31 January 1998

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# **SPEEDWELL CAVERN LIMITED**

## **REPORT OF THE DIRECTORS**

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The directors present their report together with financial statements for the year ended 31 January 1998.

### **Principal activities**

The company operates principally as a proprietor of gift shops and the Speedwell Cavern.

### **Business review**

The directors have worked hard to reduce the company's cost base and strengthen margins. This has improved the company's profitability and the directors are confident that this will be continued.

There was a profit for the year after taxation amounting to £124,667 (1997: profit £16,494). The directors do not recommend payment of a dividend and the profit has therefore been transferred to reserves.

### **Directors**

The present membership of the Board is set out below. All directors served throughout the year.

The interests of the directors in the shares of the company as at 31 January 1998 and 1 February 1997, were as follows:

	<b>Ordinary shares of £1 each</b>	
	<b>31 January 1998</b>	<b>1 February 1997</b>
Mrs K Harrison	<b>1,500</b>	1,500
Mrs J H Harrison	<b>1,500</b>	1,500

### **Directors' responsibilities for the financial statements**

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

- select suitable accounting policies and then apply them consistently
- make judgements 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 maintaining proper accounting records, for safeguarding the assets of the company and for taking reasonable steps for the prevention and detection of fraud and other irregularities.

# **SPEEDWELL CAVERN LIMITED**

## **REPORT OF THE DIRECTORS**

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### **Auditors**

Grant Thornton offer themselves for reappointment as auditors in accordance with section 385 of the Companies Act 1985.

**BY ORDER OF THE BOARD**

A handwritten signature in dark ink, appearing to read 'J/H Harrison', is written over a horizontal line.

Mrs J/H Harrison  
Secretary  
1 June 1998

**REPORT OF THE AUDITORS TO THE MEMBERS OF  
SPEEDWELL CAVERN LIMITED**

We have audited the financial statements on pages 4 to 12 which have been prepared under the accounting policies set out on page 4.

**Respective responsibilities of directors and auditors**

As described on page 1 the company's directors are responsible for the preparation of the financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

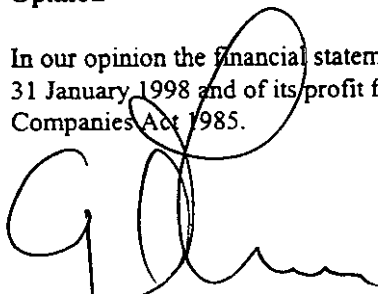
**Basis of opinion**

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in 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 January 1998 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



**GRANT THORNTON  
REGISTERED AUDITORS  
CHARTERED ACCOUNTANTS**

**SHEFFIELD  
1 June 1998**

# **SPEEDWELL CAVERN LIMITED**

## **PRINCIPAL ACCOUNTING POLICIES**

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### **BASIS OF PREPARATION**

The financial statements have been prepared under the historical cost convention.

The principal accounting policies of the company have remained unchanged from the previous year and are set out below.

### **TURNOVER**

Turnover is the total amount receivable by the company for goods supplied and services provided, excluding VAT and trade discounts.

### **DEPRECIATION**

Depreciation is calculated to write down the cost of all tangible fixed assets by the reducing balance method over their expected useful lives. The rates generally applicable are:

Freehold buildings	5%
Boats and equipment	15%
Motor vehicles	15%
Fixtures and fittings	15%

### **INVESTMENTS**

Investments are included at cost.

### **STOCKS**

Stocks are stated at the lower of cost and net realisable value.

### **DEFERRED TAXATION**

Deferred tax is provided using the tax rates estimated to arise when the timing differences reverse and is accounted for to the extent that it is probable that a liability or asset will crystallise. Unprovided deferred tax is disclosed as a contingent liability.

Debit balances arising in respect of advance corporation tax on dividends payable or proposed are carried forward to the extent that they are expected to be recoverable.

### **CONTRIBUTIONS TO PENSION FUNDS**

#### **Defined contribution scheme**

The pension costs charged against profits represent the amount of the contributions payable to the scheme in respect of the accounting period.

### **LEASED ASSETS**

Assets held under finance leases and hire purchase contracts are capitalised in the balance sheet and depreciated over their expected useful lives. The interest element of leasing payments represents a constant proportion of the capital balance outstanding and is charged to the profit and loss account over the period of the lease.

# **SPEEDWELL CAVERN LIMITED**

## **PROFIT AND LOSS ACCOUNT**

For the year ended 31 January 1998

	<b>Note</b>	<b>1998 £</b>	<b>1997 £</b>
<b>Turnover</b>	1	<b>705,448</b>	680,059
Cost of sales		<b>(408,276)</b>	(445,579)
Gross profit		<b>297,172</b>	234,480
Administrative expenses		<b>(133,305)</b>	(207,926)
<b>Operating profit</b>		<b>163,867</b>	26,554
Net interest	2	<b>(5,340)</b>	(10,029)
<b>Profit on ordinary activities before taxation</b>	1	<b>158,527</b>	16,525
Tax on profit on ordinary activities	4	<b>(33,860)</b>	(31)
<b>Profit for the financial year</b>	14	<b>124,667</b>	16,494

There were no recognised gains or losses other than the profit for the financial year.

The accompanying accounting policies and notes form an integral part of these financial statements.



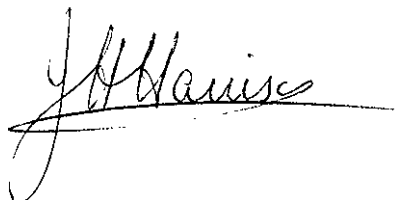
**SPEEDWELL CAVERN LIMITED****BALANCE SHEET AT 31 JANUARY 1998**

	Note	1998 £	1997 £
<b>Fixed assets</b>			
Tangible assets	5	122,969	123,871
Investments	6	987	987
		<u>123,956</u>	<u>124,858</u>
<b>Current assets</b>			
Stocks	7	182,230	185,216
Debtors	8	12,193	10,990
Cash at bank and in hand		125,183	4,916
		<u>319,606</u>	<u>201,122</u>
<b>Creditors: amounts falling due within one year</b>	9	(92,067)	(52,657)
<b>Net current assets</b>		<u>227,539</u>	<u>148,465</u>
<b>Total assets less current liabilities</b>		<u>351,495</u>	<u>273,323</u>
<b>Creditors: amounts falling due after more than one year</b>	10	(43,617)	(95,012)
<b>Provisions for liabilities and charges</b>	11	(4,900)	-
		<u>302,978</u>	<u>178,311</u>
<b>Capital and reserves</b>			
Called up share capital	13	3,000	3,000
Profit and loss account	14	299,978	175,311
<b>Shareholders' funds</b>	15	<u>302,978</u>	<u>178,311</u>

The financial statements were approved by the Board of Directors on 1 June 1998.

**J H Harrison**

**Director**



The accompanying accounting policies and notes form an integral part of these financial statements.

# **SPEEDWELL CAVERN LIMITED**

## **NOTES TO THE FINANCIAL STATEMENTS**

For the year ended 31 January 1998

### **1 TURNOVER AND PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION**

The turnover and profit before taxation are attributable to the company's principle activity.

The profit on ordinary activities is stated after:

	1998 £	1997 £
Auditors' remuneration	3,800	3,800
Depreciation		
Tangible fixed assets, owned	6,584	9,335
Tangible fixed assets, held under finance leases and hire purchase contracts	8,288	7,825

### **2 NET INTEREST**

	1998 £	1997 £
On bank overdraft	-	2,237
Finance charges in respect of finance leases	2,115	2,168
Other interest payable	5,769	5,810
	7,884	10,215
Other interest receivable and similar income	(2,544)	(186)
	5,340	10,029

### **3 DIRECTORS AND EMPLOYEES**

Staff costs during the year were as follows:

	1998 £	1997 £
Wages and salaries	213,225	272,143
Social security costs	12,168	21,695
Other pension costs	3,075	15,950
	228,468	309,788

The average number of employees of the company during the year was 40 (1997:40).

Remuneration in respect of directors was as follows:

	1998 £	1997 £
Management remuneration	28,048	71,485

During the year no directors (1997: 1) participated in money purchase pension schemes.

# **SPEEDWELL CAVERN LIMITED**

## **NOTES TO THE FINANCIAL STATEMENTS**

For the year ended 31 January 1998

### **4 TAX ON PROFIT ON ORDINARY ACTIVITIES**

The tax charge is based on the profit for the year and represents:

	1998 £	1997 £
UK Corporation tax at 21.5% (1997: nil)	32,600	31
Deferred taxation (note 12)	1,326	-
Adjustments in respect of prior periods:		
Corporation tax	(66)	-
	<u>33,860</u>	<u>31</u>

### **5 TANGIBLE FIXED ASSETS**

	Freehold land and buildings £	Boats and equipment £	Motor vehicles £	Fixtures and fittings £	Total £
Cost					
At 1 February 1997	76,050	12,695	85,646	123,606	297,997
Additions	-	-	33,586	556	34,142
Disposals	-	-	(33,858)	-	(33,858)
At 31 January 1998	<u>76,050</u>	<u>12,695</u>	<u>85,374</u>	<u>124,162</u>	<u>298,281</u>
Depreciation					
At 1 February 1997	38,115	10,964	28,059	96,988	174,126
Provided in the year	1,897	260	8,639	4,076	14,872
Eliminated on disposals	-	-	(13,686)	-	(13,686)
At 31 January 1998	<u>40,012</u>	<u>11,224</u>	<u>23,012</u>	<u>101,064</u>	<u>175,312</u>
Net book amount at 31 January 1998	<u>36,038</u>	<u>1,471</u>	<u>62,362</u>	<u>23,098</u>	<u>122,969</u>
Net book amount at 31 January 1997	<u>37,935</u>	<u>1,731</u>	<u>57,587</u>	<u>26,618</u>	<u>123,871</u>

# **SPEEDWELL CAVERN LIMITED**

## **NOTES TO THE FINANCIAL STATEMENTS**

For the year ended 31 January 1998

The figures stated above include assets held under finance leases and similar hire purchase contracts, as follows:

	Motor vehicles £
Net book amount at 31 January 1998	<u>18,051</u>
Net book amount at 31 January 1997	<u>55,250</u>

### **6 FIXED ASSETS INVESTMENTS**

	1998 £	1997 £
Listed investments at cost	<u>987</u>	<u>987</u>

The aggregate market value of these investments at 31 January 1998 was £3,099 (1997: £3,134 ).

### **7 STOCKS**

	1998 £	1997 £
Goods for resale	<u>182,230</u>	<u>185,216</u>

### **8 DEBTORS**

	1998 £	1997 £
Prepayments and accrued income	<u>12,193</u>	<u>10,990</u>

# **SPEEDWELL CAVERN LIMITED**

## **NOTES TO THE FINANCIAL STATEMENTS**

For the year ended 31 January 1998

### **9 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	1998 £	1997 £
Bank loans and overdrafts	-	713
Corporation tax	28,960	-
Social security and other taxes	19,693	20,744
Loans from directors	33,200	10,002
Other creditors and accruals	5,203	7,311
Amounts due under finance leases	5,011	13,887
	<u>92,067</u>	<u>52,657</u>

The bank overdraft is secured by a legal mortgage over the freehold property, South View Cottage, Cross Street, Castleton, and land at Castle Street, Castleton.

### **10 CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	1998 £	1997 £
Loans from directors	43,617	90,000
Amounts due under finance leases	-	5,012
	<u>43,617</u>	<u>95,012</u>

Borrowings are repayable as follows:

	1998 £	1997 £
Within one year		
Bank and other borrowings	33,200	10,715
Finance leases	5,011	13,887
After one and within two years		
Other borrowings	33,200	90,000
Finance leases	-	5,012
After two and within five years		
Other borrowings	10,417	-
	<u>81,828</u>	<u>119,614</u>

# **SPEEDWELL CAVERN LIMITED**

## **NOTES TO THE FINANCIAL STATEMENTS**

For the year ended 31 January 1998

### **11 PROVISIONS FOR LIABILITIES AND CHARGES**

	<b>Deferred taxation £</b>
Provided during the year	1,326
Movement in advance corporation tax recoverable	3,574
At 31 January 1998	<u>4,900</u>

### **12 DEFERRED TAXATION**

Deferred taxation provided for in the financial statements is set out below.

	<b>Amount provided</b>	
	<b>1998</b>	<b>1997</b>
	<b>£</b>	<b>£</b>
Accelerated capital allowances	4,900	5,022
Trading losses	-	(1,448)
Recoverable advance corporation tax	-	(3,574)
	<u>4,900</u>	<u>-</u>

There is no unprovided deferred tax.

### **13 SHARE CAPITAL**

	<b>1998</b>	<b>1997</b>
	<b>£</b>	<b>£</b>
Authorised 20,000 ordinary shares of £1 each	<u>20,000</u>	<u>20,000</u>
Allotted, called up and fully paid 3,000 ordinary shares of £1 each	<u>3,000</u>	<u>3,000</u>

# **SPEEDWELL CAVERN LIMITED**

## **NOTES TO THE FINANCIAL STATEMENTS**

For the year ended 31 January 1998

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### **14 RESERVES**

	<b>Profit and loss account £</b>
At 1 February 1997	175,311
Retained profit for the year	124,667
At 31 January 1998	<u><u>299,978</u></u>

### **15 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS**

	<b>1998 £</b>	<b>1997 £</b>
Profit for the financial year	124,667	16,494
Shareholders' funds at 1 February 1997	178,311	161,817
Shareholders' funds at 31 January 1998	<u><u>302,978</u></u>	<u><u>178,311</u></u>

### **16 CONTINGENT LIABILITIES**

There were no contingent liabilities at 31 January 1998 or 31 January 1997.

### **17 PENSIONS**

#### **Defined Contribution Scheme**

The company operates a defined contribution pension scheme for the benefit of the directors and senior employees. The assets of the scheme are administered by trustees in a fund independent from those of the company.