

REGISTRAR

Derbyshire Enterprise Agency Limited

Company Limited by Guarantee

Financial Statements

31 March 2010

Company No: 1706721

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Derbyshire Enterprise Agency Limited

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Derbyshire Enterprise Agency Limited

Company Information

The Board of Directors

R Appleton
D G Cowcher
J S Foxcroft
P A Hollyer
H J Jones
T A Kemp
T W W McGregor
G M B Nicholson
R A Salt
A Smith

Company Secretary

S Broadhead

Registered Office

Commerce Centre
Canal Wharf
Chesterfield
Derbyshire
S41 7NA

Auditor

Shorts
Chartered Accountants
& Statutory Auditor
6 Fairfield Road
Chesterfield
Derbyshire
S40 4TP

Bankers

National Westminster Bank Plc

Derbyshire Enterprise Agency Limited

Directors' Report

for the year ended 31 March 2010

The directors have pleasure in presenting their report and the financial statements of the company for the year ended 31 March 2010

Principal Activities

The principal activity of the company during the year was that of a property management company which provides support services for pre-start and start-up businesses in Derbyshire

Directors

The directors who served the company during the year were as follows

R Appleton
G Carlile (passed away 5 July 2009)
D G Cowcher
N J G Drury (resigned 12 January 2010)
J S Foxcroft
P A Hollyer
H J Jones
T A Kemp
T W W McGregor
G M B Nicholson
A M Rutherford (resigned 1 June 2009)
R A Salt
A Smith
A J Street (resigned 22 July 2009)

It is with great sadness that the board reports the death on 5 July 2009 of Geoff Carlile, local councillor and long-standing member of the board of the Enterprise Agency. Geoff's support and input into not only the Agency, but also the many other bodies of which he was an active member, has been invaluable, his commitment to the well-being of Derbyshire and its people being widely acknowledged. The county could not have wished for a greater ambassador and whilst it is the way of the world that political landscapes change, it would be impossible for Geoff to be remembered, with both fondness and respect, as anything other than Councillor Geoff Carlile.

Directors' Indemnity Provisions

The directors have been granted a qualifying third party indemnity provision under Section 234 of the Companies Act 2006. This indemnity does not provide cover in the event of a director being proved to have acted fraudulently or dishonestly.

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 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.

Derbyshire Enterprise Agency Limited

Directors' Report

for the year ended 31 March 2010

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.

In so far as the directors are aware

- There is no relevant audit information of which the company's auditor is unaware, and
- The directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

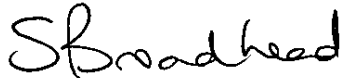
Auditor

Shorts are deemed to be re-appointed under section 487(2) of the Companies Act 2006.

Small Company Provisions

This report has been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006.

Signed by order of the directors



S Broadhead
Company Secretary

Approved by the directors on 22 September 2010

Derbyshire Enterprise Agency Limited
Independent Auditor's Report to the Member
for the year ended 31 March 2010

We have audited the financial statements of Derbyshire Enterprise Agency Limited for the year ended 31 March 2010 on pages 5 to 12. 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 member, as a body, in accordance with Chapter 3 of Section 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's member those matters we are required to state to them in an auditor's 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 member as a body, for our audit work, for this report, or for the opinions we have formed.

Respective Responsibilities of Directors and Auditor

As explained more fully in the Directors' Responsibilities Statement set out on pages 2 to 3, 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 (APB'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 directors, 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 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.

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.

H K Freeman (Senior Statutory Auditor)

For and on behalf of

Shorts

Chartered Accountants & Statutory Auditor

6 Fairfield Road
Chesterfield
S40 4TP

22 September 2010

Derbyshire Enterprise Agency Limited

Income and Expenditure Account

for the year ended 31 March 2010

	Note	2010 £	2009 £
Turnover		1,038,544	974,965
Cost of sales		<u>1,002,887</u>	<u>958,684</u>
Gross Surplus		35,657	16,281
Administrative expenses		27,774	38,068
Other operating income		<u>—</u>	<u>(14,582)</u>
Operating Surplus/(Deficit)	2	7,883	(7,205)
Interest receivable		2,839	9,295
Interest payable and similar charges		<u>—</u>	<u>(2,134)</u>
Surplus/(Deficit) on Ordinary Activities before Taxation		10,722	(44)
Tax on surplus/(deficit) on ordinary activities	3	<u>—</u>	<u>—</u>
Surplus/(Deficit) for the Financial Year		<u>10,722</u>	<u>(44)</u>

The notes on pages 8 to 12 form part of these financial statements

Derbyshire Enterprise Agency Limited
Statement of Total Recognised Gains and Losses
Year Ended 31 March 2010

	2010 £	2009 £
Surplus/(Deficit) for the financial year attributable to the member	10,722	(44)
Unrealised profit on revaluation of certain fixed assets	<u>2,300</u>	<u>2,300</u>
Total gains and losses recognised since the last annual report	<u>13,022</u>	<u>2,256</u>

The notes on pages 8 to 12 form part of these financial statements

Derbyshire Enterprise Agency Limited

Company Registration Number 1706721

Balance Sheet

at 31 March 2010

	Note	£	2010 £	£	2009 £
Fixed Assets					
Tangible assets	5		951,516		980,253
Investments	6		20,000		20,000
			<u>971,516</u>		<u>1,000,253</u>
Current Assets					
Debtors	7	176,290		164,372	
Cash at bank		267,295		326,711	
		<u>443,585</u>		<u>491,083</u>	
Creditors Amounts falling due within one year	8	62,908		141,626	
Net Current Assets			<u>380,677</u>		<u>349,457</u>
Total Assets Less Current Liabilities			<u>1,352,193</u>		<u>1,349,710</u>
Deferred Income					
Government grants	9		571		11,110
			<u>1,351,622</u>		<u>1,338,600</u>
Reserves	11				
Revaluation reserve	12		443,105		443,105
Income and expenditure account	12		908,517		895,495
Member's Funds			<u>1,351,622</u>		<u>1,338,600</u>

These financial statements have been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006 and with the Financial Reporting Standard for Smaller Entities (effective April 2008)

These financial statements were approved by the directors and authorised for issue on 22 September 2010, and are signed on their behalf by

D G Cowcher
Director



The notes on pages 8 to 12 form part of these financial statements

Derbyshire Enterprise Agency Limited

Notes to the Financial Statements

for the year ended 31 March 2010

1. Accounting Policies

Basis of Accounting

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of certain fixed assets, and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

Turnover

The turnover shown in the income and expenditure account represents the amount of rent receivable for the year together with the value of services provided, which are recognised at the point of delivery

Fixed Assets

All fixed assets are initially recorded at cost

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows

Freehold Buildings	-	2% straight line
Fixtures & fittings	-	20% straight line

An amount equal to the excess of the annual depreciation charge on revalued assets over the notional historical cost depreciation charge on those assets is transferred annually from the revaluation reserve to the profit and loss reserve

Investment Properties

Investment properties are shown at their open market value. The surplus or deficit arising from the annual revaluation is transferred to the investment revaluation reserve unless a deficit, or its reversal, on an individual investment property is expected to be permanent, in which case it is recognised in the profit and loss account for the year

This is in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008) which, unlike the Companies Act 2006, does not require depreciation of investment properties. Investment properties are held for their investment potential and not for use by the company and so their current value is of prime importance. The departure from the provisions of the Act is required in order to give a true and fair view

Deferred Taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date and are not regarded as permanent differences. A deferred tax asset is recognised only to the extent that its recovery is regarded as reasonably certain

Provision is made for tax on gains arising from the revaluation of fixed assets only to the extent that, at the balance sheet date, there is a binding agreement to dispose of the assets concerned. However, no provision is made where, on the basis of all available evidence at the balance sheet date, it is more likely than not that the taxable gain will be rolled over into replacement assets and charged to tax only where the replacement assets are sold

Deferred Government Grants

Deferred government grants in respect of capital expenditure are treated as deferred income and are credited to the profit and loss account over the estimated useful life of the assets to which they relate

Financial Instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets or financial liabilities

Derbyshire Enterprise Agency Limited

Notes to the Financial Statements

for the year ended 31 March 2010

2 Operating Surplus/(Deficit)

Operating surplus/(deficit) is stated after charging/(crediting)

	2010	2009
	£	£
Amortisation of government grants re fixed assets	(10,539)	(10,539)
Depreciation of owned fixed assets	31,037	31,037
Auditor's fees	<u>3,750</u>	<u>3,000</u>

3. Directors' Remuneration

The directors' aggregate remuneration in respect of qualifying services was

	2010	2009
	£	£
Aggregate remuneration	10,200	—
Value of company pension contributions to money purchase schemes	<u>1,530</u>	<u>—</u>
	<u>11,730</u>	<u>—</u>

The number of directors who accrued benefits under company pension schemes was as follows

	2010	2009
	No.	No.
Money purchase schemes	<u>1</u>	<u>—</u>

4. Taxation on Ordinary Activities

Current tax

	2010	2009
	£	£
UK corporation tax at 21% (2009 21%) based on the results for the year	<u>—</u>	<u>—</u>

Factors affecting the tax charge for the year

There is no tax payable for the year. This is different from the amount that would arise if the standard rate of corporation tax of 21% (2009 21%) were applied to the surplus/(deficit) for the year. This is reconciled as follows

	2010	2009
	£	£
Surplus/(deficit) on ordinary activities multiplied by the standard rate of tax	2,252	(9)
Effects of		
Expenses not deductible for tax purposes	483	483
Capital allowances for period in excess of depreciation	2,339	1,968
Utilisation of tax losses	(5,337)	(2,578)
Net expenditure in respect of income exempt from corporation tax	<u>263</u>	<u>136</u>
Total current tax	<u>—</u>	<u>—</u>

Derbyshire Enterprise Agency Limited

Notes to the Financial Statements

for the year ended 31 March 2010

4 Taxation on Ordinary Activities (continued)

Factors that may affect future tax charges

A deferred tax asset in respect of unrelieved tax losses is not recognised due to the uncertainty of the company generating sufficient taxable surpluses in the foreseeable future. The amount unprovided at 31 March 2010 is, using the rate of corporation applicable for future years (21%), £92,908 (2009 £98,245)

No provision has been made for deferred tax on gains recognised on revaluing property to its open market value. Such tax would become payable only if the property were sold without it being possible to claim rollover relief. The total amount unprovided is, using the rate of corporation tax expected to be applicable to future years (28%), £133,619 (2009 £139,258). At present, it is not envisaged that any tax will become payable in this respect in the foreseeable future.

Tax deferred by other items is not material and no provision is made therefore.

5. Tangible Fixed Assets

	Freehold Property £	Investment property £	Fixtures and fittings £	Total £
Cost or Valuation				
At 1 April 2009 and 31 March 2010	<u>150,000</u>	<u>800,000</u>	<u>143,686</u>	<u>1,093,686</u>
Depreciation				
At 1 April 2009	–	–	113,433	113,433
Charge for the year	2,300	–	28,737	31,037
Revaluation adjustment	<u>(2,300)</u>	<u>–</u>	<u>–</u>	<u>(2,300)</u>
At 31 March 2010	<u>–</u>	<u>–</u>	<u>142,170</u>	<u>142,170</u>
Net Book Value				
At 31 March 2010	<u>150,000</u>	<u>800,000</u>	<u>1,516</u>	<u>951,516</u>
At 31 March 2009	<u>150,000</u>	<u>800,000</u>	<u>30,253</u>	<u>980,253</u>

Freehold property

The freehold property cost £nil and was valued at £150,000 on an open market existing use basis as at 28 May 2008 by Gadsby Orridge, chartered surveyors. The directors are of the opinion that this value has not changed significantly since that time. Included in this is land valued at £35,000 which is not subject to depreciation.

Investment property

The investment property, being the Brian Clough Business Centre, was valued at £800,000 on an open market existing use basis as at 28 May 2008 by Gadsby Orridge, chartered surveyors. The directors are of the opinion that this value has not changed significantly since that time.

Derbyshire Enterprise Agency Limited

Notes to the Financial Statements

for the year ended 31 March 2010

6. Investments

	Other investment £
Cost	
At 1 April 2009 and 31 March 2010	<u>20,000</u>
Net Book Value	
At 31 March 2010 and 31 March 2009	<u>20,000</u>

Other investment

The company owns 20,000 ordinary shares of £1 each in Derby Loans (IPS) Limited, an unlisted company registered under the Industrial and Provident Societies Act 1965 (revised 2004) engaged in providing loan finance to small businesses in the Derby area. This investment represents 4% of the voting rights in Derby Loans (IPS) Limited.

7. Debtors

	2010 £	2009 £
Trade debtors	122,787	131,883
Other debtors	<u>53,503</u>	<u>32,489</u>
	<u>176,290</u>	<u>164,372</u>

8. Creditors: Amounts falling due within one year

	2010 £	2009 £
Trade creditors	30,003	83,992
Amounts owed to group undertakings	7,892	44,541
Taxation	9,106	-
Other creditors	<u>15,907</u>	<u>13,093</u>
	<u>62,908</u>	<u>141,626</u>

9. Deferred Income: Government grants

	2010 £	2009 £
Received and receivable		
At 1 April 2009	<u>52,694</u>	<u>52,694</u>
At 31 March 2010	<u>52,694</u>	<u>52,694</u>
Amortisation		
At 1 April 2009	41,584	31,045
Credit to profit and loss account	<u>10,539</u>	<u>10,539</u>
At 31 March 2010	<u>52,123</u>	<u>41,584</u>
Net balance at 31 March 2010	<u>571</u>	<u>11,110</u>

Derbyshire Enterprise Agency Limited

Notes to the Financial Statements

for the year ended 31 March 2010

10 Related Party Transactions

The company is controlled by its parent undertaking, Derbyshire and Nottinghamshire Chamber of Commerce and Industry ("DNCC")

The company has taken advantage of the exemption granted in the Financial Reporting Standard for Smaller Entities from the requirement to disclose transactions with other members of the DNCC group as the consolidated accounts of the group are publicly available

During the year, the company paid £13,936 (2009 £11,126) in respect of insurance services provided by A H Bell & Co (Insurance Brokers) Limited, a company with which R A Salt is associated

11. Company Limited by Guarantee

The company is limited by guarantee and does not have a share capital. Every member undertakes to contribute to the assets of the company in the event of it being wound up while he is a member or within one year thereafter for payment of the debts and liabilities of the company contracted before he ceases to be a member and the costs, charges, and expenses of winding up and for the adjustment of the rights of the contributories among themselves such amount as may be required not exceeding £50

12 Reserves

	Revaluation reserve £	Income and expenditure account £
Balance brought forward	443,105	895,495
Surplus for the year	—	10,722
Other gains and losses		
revaluation of fixed assets	2,300	—
Other movements		
transfer of excess depreciation on revalued assets	(2,300)	2,300
Balance carried forward	<u>443,105</u>	<u>908,517</u>

Restricted reserves

Included within the income and expenditure account reserves is an amount of £21,579 (2009 £22,833) representing funds ring-fenced for providing business support in Derbyshire

13 Ultimate Parent Undertaking

The company is a wholly owned subsidiary of Derbyshire and Nottinghamshire Chamber of Commerce and Industry, which is the ultimate parent undertaking