

2284423

Report of the Director and  
Abbreviated Financial Statements  
for the Year Ended 31 August 1995  
for  
The Grove Independent School Limited



The Grove Independent School Limited

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for the Year Ended 31 August 1995

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The Grove Independent School Limited

Company Information  
for the Year Ended 31 August 1995

DIRECTOR: Mrs D M Berkin

SECRETARY: K Lewington

REGISTERED OFFICE: Redland Drive  
Loughton  
Milton Keynes  
Buckinghamshire  
MK5 8HD

REGISTERED NUMBER: 2284423

AUDITORS: Michael J. Emery & Co.  
Chartered Accountants  
and Registered Auditors  
22 St. John Street  
Newport Pagnell  
Buckinghamshire  
MK16 8HJ

The Grove Independent School Limited

Report of the Auditors to  
The Grove Independent School Limited  
Pursuant to Paragraph 24 of Schedule 8 to the Companies Act 1985

We have examined the abbreviated financial statements on pages four to seven together with the full financial statements of The Grove Independent School Limited prepared under Section 226 of the Companies Act 1985 for the year ended 31 August 1995.

**Respective responsibilities of director and auditors**

The director is responsible for preparing the abbreviated financial statements in accordance with Schedule 8 to the Companies Act 1985. It is our responsibility to form an independent opinion as to the company's entitlement to the exemptions claimed in the director's statement on page four and whether the abbreviated financial statements have been properly prepared in accordance with that Schedule.

**Basis of opinion**

We have carried out the procedures we considered necessary to confirm, by reference to the audited financial statements, that the company is entitled to the exemptions and that the abbreviated financial statements have been properly prepared from those financial statements. The scope of our work for the purpose of this report does not include examining or dealing with events after the date of our report on the full financial statements.

**Opinion**

In our opinion the company is entitled under Sections 246 and 247 of the Companies Act 1985 to the exemptions conferred by Section A of Part III of Schedule 8 to that Act, in respect of the year ended 31 August 1995, and the abbreviated financial statements on pages four to seven have been properly prepared in accordance with that Schedule.

**Other information**

On 15 March 1996 we reported, as auditors of The Grove Independent School Limited, to the shareholders on the financial statements prepared under Section 226 of the Companies Act 1985 for the year ended 31 August 1995, and our audit report was as follows:

"We have audited the financial statements on pages five to twelve which have been prepared under the historical cost convention and the accounting policies set out on page seven.

**Respective responsibilities of director and auditors**

As described on page two the company's director is responsible for the preparation of 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 judgments made by the director 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.

The Grove Independent School Limited

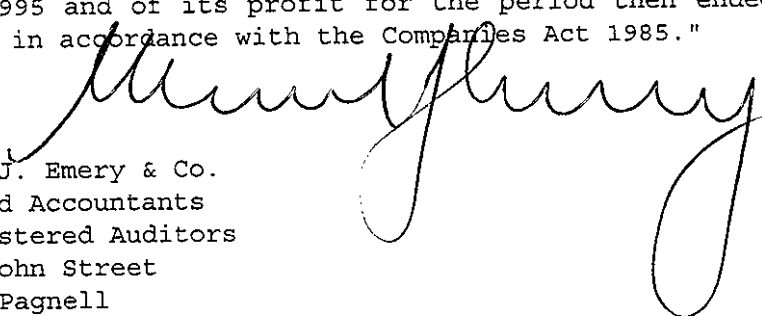
Report of the Auditors to  
The Grove Independent School Limited  
Pursuant to Paragraph 24 of Schedule 8 to the Companies Act 1985

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.

The company being dependant on the continuing support of its bankers.  
The company is dependant on the continuing support of its bankers and its ability to obtain finance to complete the final phase of the school buildings, to fulfil the covenants on the freehold acquisition.

Should the company be unable to continue trading through the withdrawal of support of its bankers or due to its failure to raise finance then, adjustments would have to be made to reduce the value of assets to their recoverable amount, to provide for any further liabilities that might arise, and to reclassify fixed assets and long term liabilities as current assets and liabilities.

Subject to the company being able to continue trading, in our opinion the financial statements give a true and fair view of the company's affairs at 31st August 1995 and of its profit for the period then ended and have been properly prepared in accordance with the Companies Act 1985."



Michael J. Emery & Co.  
Chartered Accountants  
and Registered Auditors  
22 St. John Street  
Newport Pagnell  
Buckinghamshire  
MK16 8HJ

Dated: 15 March 1996

The Grove Independent School Limited

Abbreviated Balance Sheet  
31 August 1995

		31.8.95		31.8.94	
	Notes	£	£	£	£
<b>FIXED ASSETS:</b>					
Tangible assets	2		1,623,652		1,510,441
<b>CURRENT ASSETS:</b>					
Debtors		14,699		19,188	
Cash at bank		110		1,482	
		<u>14,809</u>		<u>20,670</u>	
CREDITORS: Amounts falling due within one year	3	347,577		299,592	
<b>NET CURRENT LIABILITIES:</b>			<u>(332,768)</u>		<u>(278,922)</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES:</b>			1,290,884		1,231,519
<b>CREDITORS: Amounts falling due after more than one year</b>					
	3		952,845		916,464
			<u>£338,039</u>		<u>£315,055</u>
<b>CAPITAL AND RESERVES:</b>					
Called up share capital	4		510,000		510,000
Profit & loss account			<u>(171,961)</u>		<u>(194,945)</u>
Shareholders' funds			£338,039		£315,055

Advantage has been taken of the exemptions conferred by Section A of Part III of Schedule 8 to the Companies Act 1985 on the grounds that, in the opinion of the director, the company is entitled to the benefit of those exemptions as a small company.

ON BEHALF OF THE BOARD:

  
Mrs D M Berkin - DIRECTOR

Approved by the Board on 15 March 1996

The Grove Independent School Limited

Notes to the Abbreviated Financial Statements  
for the Year Ended 31 August 1995

1. ACCOUNTING POLICIES

**Accounting convention**

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

**Financial Reporting Standard Number 1**

Exemption has been taken from preparing a cash flow statement on the grounds that the company qualifies as a small company.

**Turnover**

Turnover represents net invoiced sales of goods, excluding value added tax.

Turnover represents the fees due from educational activities.

**Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Freehold property	- 2% on cost
School/Office Equipment	- 10% on cost
Kitchen and Cleaning	- 10% on cost
Fixtures & Fittings	- 10% on cost
Motor vehicles	- 25% on cost
Computer equipment	- 25% on cost

**Hire purchase and leasing commitments**

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

The Grove Independent School Limited

Notes to the Abbreviated Financial Statements  
for the Year Ended 31 August 1995

2. TANGIBLE FIXED ASSETS

	Total
	£
COST:	
At 1 September 1994	1,677,701
Additions	159,162
	<hr/>
At 31 August 1995	1,836,863
	<hr/>
DEPRECIATION:	
At 1 September 1994	167,260
Charge for year	45,951
	<hr/>
At 31 August 1995	213,211
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NET BOOK VALUE:	
At 31 August 1995	1,623,652
	<hr/>
At 31 August 1994	1,510,441
	<hr/>

3. CREDITORS

The following secured debts are included within creditors:

	31.8.95	31.8.94
	£	£
Bank overdrafts	134,172	149,769
Bank loans	882,564	902,325
Building Loan	138,528	-
	<hr/>	<hr/>
	1,155,264	1,052,094
	<hr/>	<hr/>

Creditors include the following debts falling due in more than five years:

	31.8.95	31.8.94
	£	£
Repayable by instalments		
Bank loans	804,564	885,325
Building Loan	138,528	-
	<hr/>	<hr/>
	943,092	885,325
	<hr/>	<hr/>

4. CALLED UP SHARE CAPITAL

Authorised, allotted, issued and fully paid:

Number:	Class:	Nominal value:	31.8.95	31.8.94
			£	£
510,000	Ordinary	£1	510,000	510,000
			<hr/>	<hr/>



Notes to the Abbreviated Financial Statements  
for the Year Ended 31 August 1995

5. FREEHOLD PROPERTY

The director is of the opinion that, in the current recession, an independent valuation of the properties would result in a market value below cost. However, the director considers that there is not a permanent diminution in the value of the property and because the property is to be retained for the long term it is included in the balance sheet at cost less depreciation.

Included in freehold land and buildings is £175,000 representing the value of land which is not depreciated.