

Company Number: 2484603

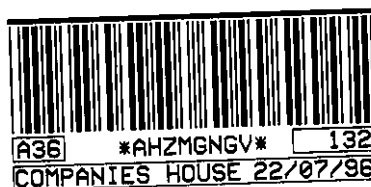
NORTHAMPTONSHIRE ASSOCIATION OF YOUTH CLUBS
(A COMPANY LIMITED BY GUARANTEE)

DIRECTORS' REPORT AND ANNUAL ACCOUNTS

FOR THE YEAR ENDED 31ST MARCH 1996

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NORTHAMPTONSHIRE ASSOCIATION OF YOUTH CLUBS
(A COMPANY LIMITED BY GUARANTEE)

DIRECTORS' REPORT

The Directors present the Annual Accounts for the year ended 31st March 1996 and report thereon:-

Directors

The Directors who served during the year were as follows:-

Mrs J Tice
Mr C Darby
Mr D Darby
Mr T Leese
Mr J Ford
Lt Col E H L Aubrey Fletcher
Mr P J Hales
Mr H B Smith
Mr W A T Murdoch
Mr S W Griggs - Appointed 6th February 1996

In accordance with the Articles of Association all of the Members of the Board serve for three years before standing for re-election. All of the Directors will be required to retire on 26th September 1996 except for Mr W A T Murdoch who will retire on 31st October 1997 and Mr S W Griggs who will retire on 5th February 1999.

Directors' Responsibilities

Company law requires the Directors to prepare accounts for each financial year which give a true and fair view of the state of the affairs of the Company and of the profit or loss of the Company for that period. In preparing those accounts, the Directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- follow applicable accounting standards, subject to any material departures disclosed and explained in the accounts;
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the Company will continue in business

The Directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Company and to enable them to ensure that the accounts comply with the Companies Act 1985. 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.

Principal Activities

The principal activity of the Company is the helping and educating of young people especially, but not exclusively, through their leisure time activities so as to develop their physical, mental and spiritual capacities in order that they may grow to full maturity as individuals and members of society and that their conditions of life may be improved.

There has not been any significant change in this activity during the year.

NORTHAMPTONSHIRE ASSOCIATION OF YOUTH CLUBS
(A COMPANY LIMITED BY GUARANTEE)

DIRECTORS' REPORT (Contd.....)

Review of the Results for the Year

Details of the results for the year are given on page four of the Accounts. The Directors are pleased to report another successful year.

At the year end the Company is in a good position to continue its future activities.

Future Prospects and Developments

The Directors hope and intend to expand upon the success of the Company during the ensuing year.

Significant Events since the Balance Sheet Date

The Directors do not consider that any event since the Balance Sheet date significantly affects the Company's financial position.

Proposed Dividends

The Directors recommend that no dividend be paid for the year.

Transfer to Reserves

The Directors propose to allocate £15000 of the balance on the Profit and Loss Account to Reserves for Future Commitments.

Research and Development

The Company does not undertake any research and development activities.

Fixed Assets

Details of the movements in Fixed Assets are set out in the Notes on the Accounts. In the opinion of the Directors the market value of land and buildings does not vary materially from the net book value of £4915836.

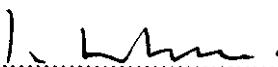
Donations

There were no political donations during the year. Charitable donations were made to various bodies in the normal course of the Charity's activities.

Auditors

The auditors, Messrs Moore Stephens (Chartered Accountants), have expressed their willingness to continue in office and a Resolution to re-appoint them will be proposed at the forthcoming Annual General Meeting.

By order of the Board

.....  - Mr J Whittaker
Company Secretary

AUDITORS' REPORT

TO THE MEMBERS OF NORTHAMPTONSHIRE ASSOCIATION OF YOUTH CLUBS

(A COMPANY LIMITED BY GUARANTEE)

We have audited the financial statements set out on pages 4 to 18 which have been prepared under the historical cost convention (as modified by the revaluation of certain fixed assets) and the accounting policies set out on page 8.

Respective responsibilities of Directors and Auditors

As described on page one the Company's Directors are 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 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 31st March 1996 and of its profit for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985.

.....*Moore Stephens* 12/7/96.....

MOORE STEPHENS

Kings House
40 Billing Road
NORTHAMPTON

Registered Auditor
Chartered Accountants

NORTHAMPTONSHIRE ASSOCIATION OF YOUTH CLUBS
(A COMPANY LIMITED BY GUARANTEE)

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31ST MARCH 1996

	<u>Notes</u>	<u>1996</u> £	<u>1995</u> £
Turnover	1(c), 6, 7	499264	551957
Cost of Sales		(159782)	(151748)
		<hr/>	<hr/>
Gross Surplus		339482	400209
Administrative Expenses		(210412)	(218470)
		<hr/>	<hr/>
Operating Surplus		129070	181739
Profit/(Loss) on Disposal of Fixed Assets		2557	(23391)
		<hr/>	<hr/>
Surplus on Ordinary Activities before Interest		131627	158348
Interest Receivable		12228	6723
Interest Payable		(116214)	(163546)
		<hr/>	<hr/>
Surplus on Ordinary Activities before and after Taxation	2, 3	27641	1525
Transfer to Reserves for Future Commitments		(15000)	-
		<hr/>	<hr/>
Retained Surplus for the Year		12641	1525
Retained Surplus at 1st April 1995		5729	4204
		<hr/>	<hr/>
Retained Surplus at 31st March 1996		<u>18370</u>	<u>5729</u>

Continuing Operations

None of the Company's activities were acquired or discontinued during the above two financial years.

NORTHAMPTONSHIRE ASSOCIATION OF YOUTH CLUBS

(A COMPANY LIMITED BY GUARANTEE)

STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES

FOR THE YEAR ENDED 31ST MARCH 1996

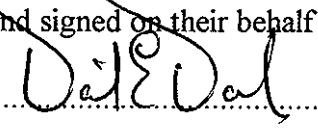
The Company has no recognised gains or losses other than those shown on the Profit and Loss Account on page 4.

NOTE OF HISTORICAL COST PROFITS AND LOSSES

The difference between the results as disclosed in the Profit and Loss Account and the result on an unmodified historical cost basis is not material.

NORTHAMPTONSHIRE ASSOCIATION OF YOUTH CLUBS
(A COMPANY LIMITED BY GUARANTEE)

BALANCE SHEET AT 31ST MARCH 1996

	<u>Notes</u>	<u>1996</u>	<u>1995</u>
<u>Fixed Assets</u>			
Tangible Assets	8	£ 5116259	£ 5077739
Investments	9	2	2
		<hr/>	<hr/>
		5116261	5077741
<u>Current Assets</u>			
Stocks	10	721	-
Debtors	11	77097	60929
Cash at Bank and in Hand		228565	222300
		<hr/>	<hr/>
		306383	283229
<u>Less Creditors: Amounts falling due within one Year</u>	12	(216188)	(170370)
		<hr/>	<hr/>
Net Current Assets		90195	112859
		<hr/>	<hr/>
Total Assets Less Current Liabilities		5206456	5190600
<u>Less Creditors: Amounts falling due after more than one Year</u>	13	(1314895)	(1401525)
		<hr/>	<hr/>
		3891561	3789075
		<hr/>	<hr/>
<u>Represented by Capital and Reserves</u>			
Capital Reserve Account	16	3064039	3064039
Restricted Capital Fund	16	573258	582426
Profit and Loss Account	16	18370	5729
Bursary Aid Designated Fund	16	-	5000
Reserves for Future Commitments	16	55000	40000
Restricted Capital Project Fund	16	107177	45000
Revaluation Reserve	16	46881	46881
Deferred Repairs Reserve	16	26836	-
		<hr/>	<hr/>
Approved by the Board of Directors on 25.6.96 and signed on their behalf by:			
	Director		
		<hr/>	<hr/>
		3891561	3789075
		<hr/>	<hr/>

NORTHAMPTONSHIRE ASSOCIATION OF YOUTH CLUBS
(A COMPANY LIMITED BY GUARANTEE)

CASH FLOW STATEMENT

FOR THE YEAR ENDED 31ST MARCH 1996

	<u>Notes</u>	<u>1996</u>	<u>1995</u>
		£	£
<u>Net Cash Inflow from</u>			
<u>Operating Activities</u>	21	232566	295698
 <u>Returns on Investments and</u>			
<u>Servicing of Finance</u>			
Interest Received		12228	6723
Interest Paid		(113249)	(169431)
Interest Element of Finance Lease and			
Hire Purchase Rental Payments		(2965)	(4201)
		-----	-----
Net Cash Outflow from Returns on			
Investments and Servicing of Finance		(103986)	(166909)
 <u>Investing Activities</u>			
Purchase of Tangible Fixed Assets		(115197)	(181940)
Purchase of Treasury Deposit Investment		-	(200000)
Receipts from Sales of Tangible Fixed Assets		15849	390774
		-----	-----
Net Cash Inflow/(Outflow) from			
Investing Activities		(99348)	8834
		-----	-----
Net Cash Inflow before Financing		29232	137623
 <u>Financing</u>			
New Hire Purchase Agreements		38078	27186
New Loans		-	90836
Repayments of Amounts Borrowed		(83188)	(271756)
Capital Element of Finance Lease			
Rental Payments		(29068)	(31918)
		-----	-----
Net Cash Outflow from Financing		(74178)	(185652)
		-----	-----
Net Decrease in Cash and Cash			
equivalents for the Year	22	(44946)	(48029)
		=====	=====

NORTHAMPTONSHIRE ASSOCIATION OF YOUTH CLUBS
(A COMPANY LIMITED BY GUARANTEE)

NOTES ON ACCOUNTS TO 31ST MARCH 1996

1. **Accounting Policies**

- (a) These accounts have been prepared under the Historical Cost Convention, as modified by the revaluation of certain freehold property.
- (b) **Accounting Standards**
These accounts have been prepared in accordance with applicable accounting standards in the United Kingdom.
- (c) **Turnover** represents charges to external customers exclusive of Value Added Tax and trade discounts.
- (d) **Stocks and Work in Progress** are valued consistently at the lower of cost (on first in first out basis) or net realisable value. Cost, where appropriate, includes a proportion of directly attributable overheads.
- (e) **Depreciation of Fixed Assets**
Depreciation has been computed to write off the cost of Fixed Assets over their expected useful lives at the following rates:-

Freehold Property	Not depreciated
Activity Equipment, Fixtures and Fittings, and Office Equipment	25% p.a. on reducing balance
Motor Vehicles	20% p.a. on cost
Computer Equipment	50% p.a. on reducing balance

Freehold property has not been depreciated because, in the opinion of the Directors, the properties are continually maintained and kept in excellent order such that the residual values are expected to be at least equivalent to cost.

- (f) **Leasing Rentals** payable on agreements which transfer substantially all the risks and rewards associated with ownership to the lessee ("finance leases") are capitalised within Fixed Assets, and the obligation to pay future rentals included in Creditors as a liability. The interest charges implicit in such a lease are written off to the Profit and Loss Account in proportion to the balance outstanding during the year.

All other leasing rentals ("operating leases") are written off to the Profit and Loss Account as incurred.

- (g) **Hire Purchase Interest** is written off to the Profit and Loss Account in proportion to the balance outstanding during the year.

- (h) **Government Grants**
All amounts received or receivable by way of grant have been offset against the related expenditure within the Profit and Loss Account for Revenue items. Grants made as a contribution towards specific expenditure on Fixed Assets are recognised in the Profit and Loss Account over the expected useful economic lives of the related assets.

NORTHAMPTONSHIRE ASSOCIATION OF YOUTH CLUBS
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NOTES ON ACCOUNTS (Contd.....)

- (i) Debtors are shown after providing for any amounts which the Directors consider may not be collected in full.
- (j) Pension Costs are recognised in the Profit and Loss Account in order to provide a systematic and rational charge over the periods from which benefits are derived from employees services.
- (k) Investments which have been classified as Fixed Assets are included at cost, less any reductions in the value of those investments which are considered to be permanent.
- (l) Group Accounts
Consolidated Accounts have not been prepared by virtue of the Group, as headed by the Company, qualifying as a Medium Sized Group in accordance with Section 248 and 249 of the Companies Act 1985.

These financial statements therefore present information about the Company as an individual undertaking and not about its' Group.

- (m) Donations received for Restricted Capital Expenditure
Donations received towards restricted capital expenditure are credited to the Restricted Capital Fund.

This Capital Fund is then credited to turnover within the Profit and Loss Account to match with the depreciation charged on the Fixed Assets purchased with the donations.

- (n) Deferred Repairs Reserve
Donations received toward specific repair expenditure is credited to Profit and Loss Account in the period in which the expenditure is incurred. As a consequence where the expenditure is yet to be made the income has been deferred to a future period.

NOTES SUPPLEMENTING THE PROFIT AND LOSS ACCOUNT

2.	<u>Surpluses have been calculated after charging:-</u>	<u>1996</u>	<u>1995</u>
		£	£
	Depreciation (see also note 1)	63384	81803
	Auditors Remuneration	3000	3000
	Bank Interest on Overdrafts and Loans wholly repayable within 5 years	4715	4084
	Interest on loans partly/wholly repayable after more than 5 years	108165	148678
	Other Interest Payable	369	6582
	Hire Purchase Interest	2965	4201
	Operating Lease Rentals - Plant and Machinery, etc.	4979	4487
	Operating Lease Rentals - Land and Buildings	20900	7600
		=====	=====

NORTHAMPTONSHIRE ASSOCIATION OF YOUTH CLUBS
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NOTES ON ACCOUNTS (Contd.....)

3. **Taxation**

The Company is a Registered Charity (number 803431) and consequently has no liability to Corporation Tax.

4. **Staff**

The average number of staff was:-

	<u>1996</u>	<u>1995</u>
Employed In:		
Management	2	2
Administration	3	3
Youth Workers	5	4
Other	-	4
	<hr/>	<hr/>
	10	13
	<hr/> <hr/>	<hr/> <hr/>

The aggregate payroll costs were as follows:-

	£	£
Wages and Salaries	116575	110624
Social Security Costs	11132	11110
Other Pension Costs:		
Money Purchase Scheme	3153	2922
	<hr/>	<hr/>
	130860	124656
	<hr/> <hr/>	<hr/> <hr/>

5. **Directors' Emoluments**

The Directors do not receive any emoluments in respect of their services.

6. **Turnover Analysed by Area**

The Company's turnover was entirely within the U.K.

7. **Turnover and Surplus Analysed by Activity**

The Company's turnover and surplus was entirely attributable to its principal activity.

NORTHAMPTONSHIRE ASSOCIATION OF YOUTH CLUBS
(A COMPANY LIMITED BY GUARANTEE)

NOTES ON ACCOUNTS (Contd.....)

NOTES SUPPLEMENTING THE BALANCE SHEET

8. Tangible Fixed Assets

(a)	<u>Freehold Buildings</u>	<u>Computer Equipment</u>	<u>Activity Equipment</u>	<u>Motor Vehicles</u>	<u>Fixtures and Fittings</u>	<u>Office Equipment</u>	<u>Total</u>
<u>Cost:</u>	£	£	£	£	£	£	£
At 1st April 1995	4885405	34379	117134	136144	159006	11942	5344010
Additions during the Year	30466	399	15327	47873	19865	1267	115197
Disposals during the Year	(35)	-	(8170)	(33400)	(1757)	-	(43362)
	=====	=====	=====	=====	=====	=====	=====
At 31st March 1996	4915836	34778	124291	150617	177114	13209	5415845
	=====	=====	=====	=====	=====	=====	=====
<u>Depreciation:</u>							
At 1st April 1995	-	28444	66358	62739	100506	8224	266271
Elimination resulting from Disposals	-	-	(4642)	(27923)	(511)	-	(33076)
Charge for the Year	-	2948	14316	27067	20866	1194	66391
	=====	=====	=====	=====	=====	=====	=====
At 31st March 1996	-	31392	76032	61883	120861	9418	299586
	=====	=====	=====	=====	=====	=====	=====
<u>Net Book Value:</u>							
At 31st March 1996	4915836	3386	48259	88734	56253	3791	5116259
	=====	=====	=====	=====	=====	=====	=====
At 31st March 1995	4885405	5935	50776	73405	58500	3718	5077739
	=====	=====	=====	=====	=====	=====	=====

(b) Included in the above totals are the following amounts in respect of assets held under hire purchase and finance lease agreements:

	<u>Computer Equipment</u>	<u>Motor Vehicles</u>
	£	£
Net Book Value at 31st March 1996	2022	82513
	=====	=====
Depreciation Charge for the Year	2022	18254
	=====	=====

NORTHAMPTONSHIRE ASSOCIATION OF YOUTH CLUBS
(A COMPANY LIMITED BY GUARANTEE)

NOTES ON ACCOUNTS (Contd.....)

(c) Assets included at Valuation

The following assets are included at valuation

	<u>Original Cost</u> £	<u>Amount of Valuation</u> £	<u>Year of Valuation</u>
Property on Isle of Harris	3084	50000	1995

The comparable historical cost figures are as follows:

	<u>Land & Buildings</u> £
<u>Cost:</u>	
At 1st April 1995	3119
Disposals	(35)
	=====
At 31st March 1996	3084
	=====
Net Book Value at 31st March 1996	3084
	=====
Net Book Value at 31st March 1995	3119
	=====

9. Investments in Group Undertakings

(a) Investments in Group Undertakings

	<u>Amount attributable to Parent Undertaking</u> £ 2
Shares in Group Undertakings	=====

(b) Details of Subsidiary Undertakings

<u>Name</u>	<u>Country of Registration</u>	<u>Class and Proportion of Shares</u>	<u>Aggregate Capital & Reserves as at 31.3.96</u>	<u>Profit for Year ended 31.3.96</u>
Action Centres UK Limited	England	£1 Ordinary 100%	2	Nil - all covenanted to NAYC

NORTHAMPTONSHIRE ASSOCIATION OF YOUTH CLUBS
(A COMPANY LIMITED BY GUARANTEE)

NOTES ON ACCOUNTS (Contd.....)

(c) **Equity Valuation of Investments in Subsidiary Undertakings**

In the opinion of the Directors the aggregate value of the assets of the Company consisting of shares in and amounts owing from the Company's subsidiary undertaking is not less than the aggregate of the amounts at which those assets are stated in the Company's Balance Sheet.

10.	<u>Stocks</u>	<u>1996</u>	<u>1995</u>
		£	£
	Finished Goods	721	-
		<u> </u>	<u> </u>
11.	<u>Debtors</u>	<u>1996</u>	<u>1995</u>
		£	£
	Trade Debtors	-	12000
	Other Debtors	70281	48130
	Prepayments and Accrued Income	6816	799
		<u> </u>	<u> </u>
		77097	60929
		<u> </u>	<u> </u>
12.	<u>Creditors: Amounts falling due within one year</u>	<u>1996</u>	<u>1995</u>
		£	£
	Bank Loans and Overdrafts	88340	35486
	Other Loans	48838	59361
	Hire Purchase Creditors	25199	22429
		<u> </u>	<u> </u>
	Debt due within one year	162377	117276
		<u> </u>	<u> </u>
	Trade Creditors	11565	13485
	Amounts Owed to Group Undertakings	-	10000
	Taxation and Social Security	986	4153
	Accruals and Deferred Income	41260	25456
		<u> </u>	<u> </u>
		216188	170370
		<u> </u>	<u> </u>

NORTHAMPTONSHIRE ASSOCIATION OF YOUTH CLUBS
(A COMPANY LIMITED BY GUARANTEE)

NOTES ON ACCOUNTS (Contd.....)

13. Creditors: Amounts falling due after more than one year

(a)	<u>1996</u>	<u>1995</u>
	£	£
Bank Loans and Overdrafts	735767	767856
Other Loans	549228	591448
Hire Purchase Accounts	29900	23660
	<hr/>	<hr/>
Debt due after more than one year	1314895	1382964
Amounts owed to Group Undertakings	-	18561
	<hr/>	<hr/>
	1314895	1401525
	<hr/> <hr/>	<hr/> <hr/>

(b) Analysis of Debt due after more than one year

	£	£
Repayable between one and two years	98673	89144
Repayable between two and five years	266451	272435
Repayable in five years or more	949771	1021385
	<hr/>	<hr/>
	1314895	1382964
	<hr/> <hr/>	<hr/> <hr/>

(c) Debt repayable in five years or more

Included in Creditors are the following loans which are repayable wholly or in part more than five years after the Balance Sheet date. The security offered by the Company and the repayment terms are as follows:

- i) The Nationwide Building Society has advanced £652666 at its normal domestic mortgage rate. Of this sum an amount of £500000 was converted to a fixed rate of 9.64% per annum for five years from 6th February 1995. The anticipated completion date is the year 2011. The Building Society holds a first charge over the Freehold Property at Kings Park, Moulton Park, Northampton.
- ii) Barclays Bank Plc has advanced £25993 with interest charged at 2.5% over normal base rate. Repayments are £313 per month with the loan being repaid in the year 2007. Barclays Bank Plc has also advanced £87528 with interest at 1.5% over its base. This loan is also anticipated to be repaid by the year 2007. Security for these loans is in the form of a legal charge dated 26th September 1991 over the land and farm at Bryn y Moel, Llanbedr, Gwynedd, Wales.

NORTHAMPTONSHIRE ASSOCIATION OF YOUTH CLUBS
(A COMPANY LIMITED BY GUARANTEE)

NOTES ON ACCOUNTS (Contd.....)

- iii) Barclays Bank Plc has a third advance of £31668 with interest chargeable at 2.5% over base. Repayments are £720 per month with the anticipated repayment date being the year 2000. This loan is unsecured.
- iv) The Golden Stable Charitable Trust advanced the sum of £499999 to purchase Cleobury Place in Shropshire with interest charged at 7% on the outstanding balance. The Trust has also advanced a further £70836, with the total loan repayable by November 2004 with monthly instalments of £6616. Security for the loan is a first charge over the Freehold Property at Cleobury Place.

This Trust had also advanced the Company a Bridging Loan of £20000 in the previous financial year which has been fully repaid by 31st March 1996.

- v) Included in the purchase of Cleobury Place is a cottage valued at £80000 which has been treated as an interest free loan by Cleobury Place Trust Limited; repayable if the site is sold or in the year 2041. Security is by way of a second legal mortgage over the property.

14. **Security**

Security has been given in respect of the following amounts:

	<u>1996</u>	<u>1995</u>
	£	£
Bank Loans and Overdrafts [see 13(c)]	715766	740195
Other Loans [see 13(c)]	598066	650809
Hire Purchase Creditors (over assets concerned)	55099	46089
	<hr/>	<hr/>
	1368931	1437093
	<hr/> <hr/>	<hr/> <hr/>

15. **Share Capital**

Northamptonshire Association of Youth Clubs is a Company Limited by Guarantee and not having a Share Capital.

All Members of the Association, i.e. all those who are entitled to attend and vote at General Meetings, may be required to pay the sum of £1 should the Northamptonshire Association of Youth Clubs be wound up either whilst they are a Member or within one year after they cease to be such.

These amounts are contingent and would only be called up in the event of liquidation.

NORTHAMPTONSHIRE ASSOCIATION OF YOUTH CLUBS
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NOTES ON ACCOUNTS (Contd.....)

16. Movements on Reserves

	<u>Restricted</u>	<u>Bursary</u>	<u>Capital</u>	<u>Profit &</u>	<u>Reserves</u>	<u>Restricted</u>	<u>Revaluation</u>	<u>Deferred</u>
	<u>Capital</u>	<u>Aid</u>	<u>Reserve</u>	<u>Loss</u>	<u>for Future</u>	<u>Capital</u>	<u>Reserve</u>	<u>Repairs</u>
	<u>Fund</u>	<u>Designated</u>	<u>Account</u>	<u>Account</u>	<u>Commitments</u>	<u>Project</u>		<u>Reserve</u>
	£	£	£	£	£	£	£	£
Balance at 1st April 1995	582426	5000	3064039	5729	40000	45000	46881	-
Retained Surplus for the Year	-	-	-	27641	-	-	-	-
Donations Received for Specific Purposes	-	-	-	-	-	77177	-	26836
Release of Capital Income to Profit and Loss Account	(9168)	(5000)	-	-	-	(15000)	-	-
Transfer	-	-	-	(15000)	15000	-	-	-
Balance at 31st March 1996	<u>573258</u>	<u>-</u>	<u>3064039</u>	<u>18370</u>	<u>55000</u>	<u>107177</u>	<u>46881</u>	<u>26836</u>

(b) The closing Restricted Capital Project Fund relates to:

	£
Kings Park	25000
Pioneer Centre	30000
Frontier Centre	52177
	<u>107177</u>

17. Contingent Liabilities

At the Balance Sheet date, the Company had a potential liability £150000 in respect of money received from the English Tourist Board whereby, if the conditions set out in the original grant offer are broken by the Company, it will be liable to repay the grant. The grant was received in the year ended 31st March 1990 and the conditions apply for 10 years from that date.

The Directors do not expect any of this amount to become payable and therefore no provision has been made in these Accounts for this potential liability.

18. Future Capital Expenditure

	<u>1996</u>	<u>1995</u>
	£	£
Contracted for but not provided	7330	-

NORTHAMPTONSHIRE ASSOCIATION OF YOUTH CLUBS
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NOTES ON ACCOUNTS (Contd.....)

19. **Commitments not shown in the Balance Sheet**

The following payments are committed to be paid in the next year in respect of assets held under operating lease contracts:-

	<u>1996</u>	<u>1995</u>
	£	£
<u>Land and Buildings</u>		
Lease expiring between two and five years	22800	22800
<u>Equipment and Other Assets</u>		
Lease expiring between two and five years	3300	3300
	<hr/>	<hr/>
	26100	26100
	<hr/> <hr/>	<hr/> <hr/>

20. **Pension Commitments**

The Company operates a money purchase pension scheme in respect of selected employees. The assets of the scheme are held separately from those of the Company in an independently administered fund. The pension cost charge in the Profit and Loss Account represents contributions payable by the Company to the fund and amounted to £3153 (1995 £2922) for the year.

NOTES SUPPLEMENTING THE CASH FLOW STATEMENT

21. **Reconciliation of Operating Profit to Net Cash Inflow from Operating Activities**

	<u>1996</u>	<u>1995</u>
	£	£
Operating Profit	129070	181739
Depreciation Charges	63384	81803
Increase in Stocks	(721)	-
Increase in Debtors	(16168)	(3640)
Decrease in Creditors	(17844)	(24604)
Net movement on Capital Funds	74845	60400
	<hr/>	<hr/>
Net Cash Inflow from Operating Activities	232566	295698
	<hr/> <hr/>	<hr/> <hr/>

NORTHAMPTONSHIRE ASSOCIATION OF YOUTH CLUBS
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NOTES ON ACCOUNTS (Contd.....)

22. Reconciliation of Changes in Cash and Cash Equivalents during the Year

(a)	<u>Movements for the Year</u>	£	
	Balance at 1st April 1995	16814	
	Net Cash Outflow	(44946)	
		<hr/>	
	Balance at 31st March 1996	(28132)	
		<hr/> <hr/>	
(b)	<u>Analysed as Follows:</u>		
		<u>1996</u>	<u>1995</u>
		£	£
	Cash at Bank and in Hand	28565	22300
	Bank Overdrafts	(56697)	(5486)
		<hr/>	<hr/>
		(28132)	16814
		<hr/> <hr/>	<hr/> <hr/>
			Change in Year £
			6265
			(51211)
			<hr/>

23. Reconciliation of Changes in Financing during the Year

	<u>Bank</u>	<u>Other</u>	<u>Finance</u>
	<u>Loans</u>	<u>Loans</u>	<u>Lease</u>
			<u>& Hire</u>
			<u>Purchase</u>
			<u>Obligations</u>
	£	£	£
Balance at 1st April 1995	797855	650809	46089
New Contracts for assets held under Finance Lease Agreements	-	-	38078
Repayments	(30445)	(52743)	(29068)
	<hr/>	<hr/>	<hr/>
Balance at 31st March 1996	767410	598066	55099
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>