

G.H.M.C.C. LIMITED

Registered Number 2681729

FINANCIAL ACCOUNTS FOR THE
YEAR ENDED 28TH FEBRUARY 1998

FLETCHER GREENWOOD & CO.
CHARTERED ACCOUNTANTS
11 Broad Street
Manor Row
Bradford
BD1 4QT



G.H.M.C.C. LIMITED

DIRECTORS: Richard Hutchinson Walker
Eileen Margaret Stephenson
Jennifer Sparkes

SECRETARY: Eileen Margaret Stephenson

REGISTERED OFFICE: 12 Farfield Terrace
Bradford
BD9 5AY

REGISTERED NUMBER: 2681729

BANKERS: Girobank
62 Hagley Road
Birmingham
B16 8PE

SOLICITORS: Gordons Wright & Wright
6-14 Devonshire Street
Keighley
BD21 2AY

AUDITORS: Fletcher Greenwood & Co.
Chartered Accountants
11 Broad Street
Manor Row
Bradford
BD1 4QT

G.H.M.C.C. LIMITED
REPORT OF THE DIRECTORS

FOR THE YEAR ENDED 28TH FEBRUARY 1998

The directors present their annual report with the accounts of the company for the year ended 28th February 1998.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was the resale of second hand goods. The profits generated are to be used by Gírlington Heaton & Manníngham Council Of Churches for charitable purposes.

REVIEW OF BUSINESS

A summary of the results for the year is given on page 3 of the accounts. The directors consider the state of affairs to be satisfactory.

DIVIDENDS

The directors do not recommend the payment of a dividend.

DIRECTORS

The directors in office in the year and their beneficial interests in the company's issued ordinary share capital were as follows:

	Ordinary Shares of £1 each	
	<u>1998</u>	<u>1997</u>
Richard Hutchinson Walker	-	-
Eileen Margaret Stephenson	-	-
Jennifer Sparkes	-	-

All the shares are held by nominees of Gírlington Heaton & Manníngham Council Of Churches.

FUTURE DEVELOPMENTS

Future Developments are dependent on the level of turnover.


CHARITABLE DONATIONS

The Company has entered into a Deed of Covenant with Gírlington Heaton & Manníngham Council of Churches to pay to the charity an annual sum equal to the profits of the Company for Corporation Tax purposes. The gross amount paid for the year was £5,500 (1997 £4,485).

AUDITORS

The auditors, Messrs. Fletcher Greenwood & Co., will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

Signed on behalf of the
board of directors



Jennifer Sparkes
Director

23rd December 1998

G.H.M.C.C. LIMITEDSTATEMENT OF DIRECTORS' RESPONSIBILITIES

Company law requires the directors to prepare financial accounts 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 accounts 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 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 financial 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.



Richard Hutchinson Walker
Director
On behalf of the Board

23rd December 1998

**AUDITORS' REPORT TO THE SHAREHOLDERS OF
G.H.M.C.C. LIMITED**

We have audited the financial accounts on pages 4 to 8 which have been prepared under the historical cost convention and the accounting policies set out on page 6.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As described on page 2 the company's directors are responsible for the preparation of financial accounts. It is our responsibility to form an independent opinion, based on our audit, on those accounts 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 accounts. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial accounts, 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 accounts are free from material misstatement, whether caused by fraud or other irregularity or error. However the evidence available to us was limited because all the company's recorded turnover comprises cash sales over which there was, during the first half of the year and throughout the previous year, no system of control on which we could rely for the purpose of our audit. There were no other satisfactory audit procedures that we could adopt to confirm that cash sales were properly recorded.

In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial accounts.

Qualified Opinion arising from limitation in audit scope

Except from any adjustments that might have been found to be necessary had we been able to obtain sufficient evidence concerning cash sales, in our opinion the financial accounts give a true and fair view of the state of the company's affairs as at 28th February 1998 and of its loss for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

In respect alone of the limitation on our work relating to cash sales, we have not obtained all the information and explanations that we considered necessary for the purpose of our audit and we are unable to determine whether proper accounting records had been maintained.

Fletcher Greenwood & Co

FLETCHER GREENWOOD & CO.
Registered Auditors
Chartered Accountants
11 Broad Street
Manor Row
Bradford
BD1 4QT

23rd December 1998

G.H.M.C.C. LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 28TH FEBRUARY 1998

	<u>Notes</u>	£	<u>1998</u>	£	£	<u>1997</u>	£
TURNOVER	2		14,142			12,462	
Cost of Sales			366			164	
<u>GROSS PROFIT</u>			13,776			12,298	
Net Operating Expenses							
Administrative Expenses			8,323			7,983	
<u>OPERATING PROFIT</u>	3		5,453			4,315	
Deed of Covenant			(5,500)			(4,485)	
<u>LOSS FOR THE YEAR</u>			£ (47)			£ (170)	
<u>STATEMENT OF RETAINED EARNINGS</u>							
Retained Profit Brought Forward			302			472	
Loss for the Year			(47)			(170)	
<u>RETAINED PROFIT CARRIED FORWARD</u>			£ 255			£ 302	

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

There were no recognised gains or losses other than the profit or loss for the above two financial years.

The notes on pages 6 to 8 form part of these accounts.

G.H.M.C.C. LIMITEDBALANCE SHEET
AS AT 28TH FEBRUARY 1998

	<u>Notes</u>	<u>1998</u>	<u>1997</u>
		£	£
FIXED ASSETS			
Tangible Assets	6	44	112
CURRENT ASSETS			
Stock	7	84	250
Debtors	8	262	274
Cash at Bank and in Hand		1,470	1,910
		<u>1,816</u>	<u>2,434</u>
CREDITORS : Amounts Falling			
Due within One Year	9	(1,603)	(2,242)
NET CURRENT ASSETS		<u>213</u>	<u>192</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>£ 257</u>	<u>£ 304</u>
CAPITAL AND RESERVES			
Share Capital - Equity	10	2	2
Profit and Loss Account		255	302
<u>TOTAL EQUITY SHAREHOLDERS' FUNDS</u>	11	<u>£ 257</u>	<u>£ 304</u>

Signed on behalf of the
board of directors



Richard Hutchinson Walker
Director

Approved by the board: 23rd December 1998

The notes on pages 6 to 8 form part of these accounts.

G.H.M.C.C. LIMITEDNOTES TO ACCOUNTS
FOR THE YEAR ENDED 28TH FEBRUARY 1998**1. ACCOUNTING POLICIES****Basis of Accounting**

The accounts have been prepared in accordance with applicable accounting standards and under the historical cost convention.

Turnover

Turnover represents the net invoiced sales of goods.

Tangible Fixed Assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life:

Plant and Equipment	20% on cost
Fixtures and Fittings	20% on cost

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow-moving items.

Deferred Taxation

Deferred Taxation is provided on the liability method in respect of the taxation effect of all timing differences to the extent that tax liabilities are likely to crystallise in the foreseeable future.

Leased Assets

Rentals payable under operating leases are charged to Profit & Loss Account as incurred.

Cash flow Statement

The Company has taken advantage of the exemption provided by Financial Reporting Standard 1 and has not prepared a Cash Flow Statement for the year.

2. TURNOVER

The Turnover and Loss (1997 - Loss) before taxation for the year is attributable to the principal activity of the Company which is the resale of second hand goods

All turnover and profit relates to the United Kingdom.

3. OPERATING PROFIT

The Operating Profit (1997 - Profit) is stated after charging:

	<u>1998</u>	<u>1997</u>
	£	£
Depreciation of Tangible Fixed Assets	68	200
Staff Costs - note 4	2,870	2,395
Auditors Remuneration	118	118
Operating Lease Rentals - Buildings	2,920	2,906
	<u> </u>	<u> </u>

G.H.M.C.C. LIMITED

7.

**NOTES TO ACCOUNTS
FOR THE YEAR ENDED 28TH FEBRUARY 1998**

4. STAFF COSTS

The costs incurred, were as follows:

	<u>1998</u> £	<u>1997</u> £
Wages and Salaries	2,870	2,395

The average monthly number of employees during the year was as follows:

Directors	3	3
Sales	1	1
	<u>4</u>	<u>4</u>

5. TAXATION

The company has no liability to Corporation Tax for the year ended 28th February 1998.

6. TANGIBLE FIXED ASSETS

	Plant & Equipment £	Fixtures & Fittings £	TOTAL £
COST			
At 1st March 1997			
and			
At 28th February 1998	338	628	966
DEPRECIATION			
At 1st March 1997	226	628	854
Charge for the year	68	-	68
At 28th February 1998	294	628	922
NET BOOK VALUE			
At 28th February 1998	44	-	44
At 28th February 1997	112	-	112

7. STOCKS

	<u>1998</u> £	<u>1997</u> £
Finished Goods and Goods for Resale	84	250

If valued at replacement cost at the 28th February 1998, stock of Finished Goods would amount to £84 (1997 - £250).

G.H.M.C.C. LIMITED
NOTES TO ACCOUNTS
FOR THE YEAR ENDED 28TH FEBRUARY 1998

8. DEBTORS

	<u>1998</u> £	<u>1997</u> £
Amounts due within one year:		
Prepayments	262	274
	<u>262</u>	<u>274</u>

9. CREDITORS: Amounts falling Due within One Year

	<u>1998</u> £	<u>1997</u> £
Social Security and Other Taxes	110	-
Loan - GHMCC	1,000	1,778
Accruals	493	464
	<u>1,603</u>	<u>2,242</u>

10. SHARE CAPITAL

	<u>1998</u> £	<u>1997</u> £
Authorised		
100 Ordinary Shares of £1	100	100
	<u>100</u>	<u>100</u>
Allotted, Issued and Fully Paid		
2 Ordinary Shares of £1 each	2	2
	<u>2</u>	<u>2</u>

11. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	<u>1998</u> £	<u>1997</u> £
Loss for the financial year	(47)	(170)
Opening Shareholders' Funds	304	474
Closing Shareholders' Funds	<u>257</u>	<u>304</u>

12. RELATED PARTIES AND CONTROLLING PARTIES

The Company is controlled by Gírlington Heaton & Manníngham Council Of Churches by virtue of all the share capital being held on behalf of the Council. The directors are all nominated by the Gírlington Heaton & Manníngham Council Of Churches.

The Company pays an annual sum equal to the profits of the Company for Corporation Tax purposes to the Gírlington Heaton & Manníngham Council Of Churches.