

*Company Number*

03081219

ASHCOMBE TRAINING AND ACTIVITIES LIMITED

FINANCIAL STATEMENTS

PERIOD ENDED 31ST MARCH 1996

Bailey, Parkin & Co.,  
Chartered Accountants.



# Ashcombe Training and Activities Limited

Company No: 3081219

## Directors' Report

for the period ended 31st March 1996

The directors present their report and the financial statements for the period ended 31st March 1996

### Principal activities and review of the business

The company was incorporated on 18th July 1995 and commenced trading immediately. The financial statements reflect the first period of trading.

The company's principal activity is that of the provision of a Training and Activities Centre.

The results for the period are set out on page 4.

The directors consider the loss sustained on ordinary activities before taxation to be disappointing but acceptable given the difficult trading conditions.

### Dividends

The directors do not recommend a final dividend and it is proposed that the retained losses of £52,620 be carried forward.

### Fixed assets

Details of movements in fixed assets during the period are set out in the notes to the financial statements.

### Directors

The directors who served during the period and their beneficial interests in the company's issued ordinary share capital were:

|                  | 1996 | 1995<br>(or subsequent<br>date of<br>appointment) |
|------------------|------|---|
| Major R.C Rayner | -    | -   |
| A.M Rayner       | 1    | 1   |
| G.R Rayner       | -    | -   |
| R.M Rayner       | -    | -   |

**Ashcombe Training and Activities Limited**

**Directors' Report (continued)**

**for the period ended 31st March 1996**

**Directors' responsibilities**

Company law requires the directors to prepare financial statements for each financial period 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 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 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 statements 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.

**Events since the end of the period**

Since the end of the financial period the company has successfully negotiated a substantial bank loan in order to develop the business and the directors anticipate profitable future trading.

This report was approved by the board on 25th March 1997 taking advantage of special exemptions available to small companies, conferred by part II of schedule 8 of the Companies Act 1985.

Signed on behalf of the directors.



Major R.C Rayner  
Director

**Ashcombe Training and Activities Limited**

**Accountants' Report to the shareholders on the unaudited accounts of Ashcombe Training and Activities Limited.**

We report on the accounts for the period ended 31st March 1996 set out on pages 4 to 10.

**Respective responsibilities of directors and reporting accountants**

As described on page 2 the company's directors are responsible for the preparation of the accounts, and they believe that the company is exempt from an audit. It is our responsibility to carry out procedures designed to enable us to report our opinion.


**Basis of opinion**

Our work was conducted in accordance with the Statements of Standards for Reporting Accountants, and these procedures consisted of comparing the accounts with the accounting records, and making such limited enquiries of the officers of the company as we considered necessary for the purposes of this report. These procedures provide only the assurance expressed in our opinion.

**Opinion**

In our opinion

- a) the accounts are in agreement with those accounting records kept by the company under section 221 of the Companies Act 1985;
- b) having regard only to, and on the basis of, the information contained in those accounting records:
  - (i) the accounts have been drawn up in a manner consistent with the accounting requirements specified in section 249C(6) of the Act; and
  - (ii) the company satisfied the conditions for exemption from an audit of the accounts for the period specified in section 249A(4) of the Act and did not, at any time within that period, fall within any of the categories of companies not entitled to the exemption specified in section 249B(1)

  
Bailey Parkin & Co.,  
Chartered Accountants,  
Reporting Accountants,  
20a Racecommon Road,  
Barnsley,  
South Yorkshire,  
S70 1BH.

25th March 1997

5887.L A021

**Ashcombe Training and Activities Limited**

**Profit and Loss Account**

**period ended 31st March 1996**

|  | <b>Notes</b> | <b>1996</b>             |
|--|--------------|-------------------------|
| <b>Turnover</b>  | <b>2</b>     | <b>115,737</b>          |
| <b>Cost of sales</b>                                       |              | <b><u>(50,624)</u></b>  |
| <b>Gross profit</b>  |              | <b>65,113</b>           |
| <b>Administrative expenses</b>                             |              | <b><u>(114,948)</u></b> |
| <b>Operating loss</b>                                      | <b>3</b>     | <b>(49,835)</b>         |
| <b>Interest receivable and similar income</b>              |              | <b>-</b>                |
| <b>Profit on sale of fixed assets</b>                      |              | <b><u>-</u></b>         |
| <b>Loss on ordinary activities before interest payable</b> |              | <b>(49,835)</b>         |
| <b>Interest payable</b>                                    | <b>6</b>     | <b><u>(2,791)</u></b>   |
| <b>Loss on ordinary activities before taxation</b>         |              | <b>(52,626)</b>         |
| <b>Tax on loss on ordinary activities</b>                  | <b>7</b>     | <b><u>-</u></b>         |
| <b>Loss for the financial period</b>                       |              | <b>(52,626)</b>         |
| <b>Dividend</b>  | <b>8</b>     | <b><u>-</u></b>         |
| <b>Retained loss for the period</b>                        | <b>15</b>    | <b><u>(52,626)</u></b>  |

**Notes:**

1. All the above transactions relate to continuing operations.
2. There were no recognised gains or losses other than those included in the profit and loss account.

The notes on pages 6 to 10 form part of these financial statements

Ashcombe Training and Activities Limited

Balance Sheet

31st March 1996

|   | Notes | 1996             |
|---|-------|------------------|
| <b>Fixed assets</b>                                   |       |                  |
| Tangible assets                                       | 9     | <u>86,075</u>    |
| <b>Current assets</b>                                 |       |                  |
| Stocks  | 10    | 2,100            |
| Debtors   | 11    | 12,340           |
| Cash at bank and in hand                              |       | <u>-</u>         |
|   |       | 14,440           |
| <b>Creditors: amounts falling due within one year</b> | 12    | <u>(153,140)</u> |
| <b>Net current liabilities</b>                        |       | <u>(138,700)</u> |
| <b>Net assets</b>                                     |       | <u>(56,625)</u>  |
| <b>Capital and reserves</b>                           |       |                  |
| Called up share capital                               | 14    | 1                |
| Profit and loss account                               | 15    | <u>(52,626)</u>  |
| <b>Equity Shareholders' funds</b>                     | 16    | <u>(52,625)</u>  |

The directors consider that the company is entitled to exemption from the requirement to have an audit under the provisions of section 249A(2) of the Companies Act 1985.

Shareholders holding 10% or more of the company's share capital have not issued a notice requiring an audit. The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985, and for preparing accounts which give a true and fair view of the state of affairs of the company as at 31st March 1996 and of its loss for the period then ended in accordance with the requirements of section 226 and which otherwise comply with the requirements of the Act relating to the accounts so far as applicable to the company.

In preparing the company's annual financial statements the directors have taken advantage of the special exemptions applicable to small companies conferred by part I of Schedule 8 to the Companies Act 1985 and have done so on the grounds that, in their opinion, the company is entitled to the exemptions as a small company.

Approved by the board of directors on 25th March 1997 and signed on its behalf



Major R.C Rayner  
Director

The note on pages 6 to 10 form part of these financial statement

**Ashcombe Training and Activities Limited**

**Notes to the financial statements**

**period ended 31st March 1996**

**1 Accounting policies**

**1.1 Basis of preparation of accounts**

The financial statements are prepared under the historical cost convention and in accordance with applicable Accounting Standards.

**1.2 Turnover**

Turnover comprises the invoiced value of goods and services supplied by the company, net of value added tax and trade discounts.

**1.3 Tangible fixed assets and depreciation**

Tangible fixed assets are stated at cost less depreciation.

Depreciation is provided at rates calculated to write off the reducing balance of cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

|                     |        |
|---------------------|--------|
| Motor vehicles      | 25% pa |
| Plant and equipment | 15% pa |

**1.4 Leasing and hire purchase**

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets and depreciated over the shorter of the lease term and their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the company. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

**1.5 Operating leases**

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to profit and loss account as incurred.

**1.6 Stocks and work in progress**

Stocks and work in progress are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

**1.7 Research and development**

Expenditure on research and development is written off in the year that it is incurred.

Ashcombe Training and Activities Limited

Notes to the financial statements (continued)

period ended 31st March 1996

1.8 Deferred taxation

Provision is made for taxation deferred as a result of material timing differences between the incidence of income and expenditure for taxation and accounts purposes, using the liability method, only to the extent that, in the opinion of the directors, there is a reasonable probability that a liability or asset will crystallise in the near future.

1.9 Cash flow statement

The company has taken advantage of the exemption in Financial Reporting Standard No 1 from producing a cash flow statement on the grounds that it is a small company.

2. Turnover

The whole of the turnover and loss before taxation from continuing activities is attributable to the principal activity of the company.

3. Operating loss

Operating loss is after charging

Depreciation of tangible fixed assets  
- owned by the company

8,407

Operating lease rentals  
- land and buildings  
- plant and machinery

-  
1,783

4. Staff costs

Staff costs, including directors' remuneration, were as follows:

1996

Wages and salaries  
Social security costs  
Other pension costs

50,804  
2,515  
-

53,319

The average weekly number of employees, including directors, during the period was as follows:

1996

Production  
Office and administration  
Sales

8  
2  
2

12



Ashcombe Training and Activities Limited

Notes to the financial statements (continued)

period ended 31st March 1996

5. Directors' remuneration

No directors' remuneration was paid during the period.

6. Interest payable

1996

On bank overdrafts repayable within five years

2,791

7. Taxation

Current year taxation

UK corporation tax at 25%

-

Transfer to(from) deferred taxation

-

Prior years

-

UK corporation tax

-

-

No corporation tax is payable as a result of the loss for the period.

8. Dividends

1996

Dividend on the £1 ordinary shares

-

9. Tangible fixed assets

|                       | Plant         | Motor<br>Vehicles | Total         |
|-----------------------|---------------|-------------------|---------------|
| Additions             | 93,331        | 6,331             | 99,662        |
| Disposals             | <u>-</u>      | <u>-</u>          | <u>-</u>      |
| At 31st March 1996    | <u>93,331</u> | <u>6,331</u>      | <u>99,662</u> |
| Depreciation          |               |                   |               |
| On transfer           | 4,200         | 980               | 5,180         |
| Relating to disposals | -             | -                 | -             |
| Charge for the period | <u>7,915</u>  | <u>492</u>        | <u>8,407</u>  |
| At 31st March 1996    | <u>12,115</u> | <u>1,472</u>      | <u>13,587</u> |
| Net book amounts      |               |                   |               |
| At 31st March 1996    | <u>81,216</u> | <u>4,859</u>      | <u>86,075</u> |

In order to retain original cost detail the cost and accumulated depreciation of assets transferred to the company have been recorded.

Ashcombe Training and Activities Limited

Notes to the financial statements (continued)

period ended 31st March 1996

10. Stocks

1996

Finished goods and goods for resale

2,100

11. Debtors

Due within one year

Trade debtors

-

Other debtors

-

Prepayments and accrued income

12,340

12,340

12. Creditors: amounts falling due within one year

Bank overdraft

63,239

Directors' loan accounts

38,226

Trade creditors

6,687

Corporation tax

-

Other taxes and social security costs

21,016

Accruals and deferred income

23,972

153,140

The bank overdraft is secured by a charge on certain assets of the directors.

13. Deferred taxation

Provided

Maximum potential liability

1996

1996

Accelerated capital allowances

-

-

Other timing differences

-

-

-

-

14. Called up share capital

1996

Authorised

Ordinary shares of £1 each

1,000

Allotted, called up and fully paid

Ordinary shares of £1 each

1

Ashcombe Training and Activities Limited

Notes to the financial statements (continued)

period ended 31st March 1996

15. Profit and loss account

1996

Loss sustained for the period (52,626)

Balance at 31st March 1996 (52,626)

16. Reconciliation of movement in shareholders' funds

Loss for the period (52,626)

Dividend -

Retained loss for the period (52,626)

Other recognised gains and losses -

New shares issued during the period 1

Shareholders' funds at 31st March 1996 (52,625)

17. Capital commitments

At the period end the company had capital commitments not provided for in these accounts as follows:

1996

Contracted for nil

Authorised by the directors but not contracted for nil