



**ANDERSEN**

**Oxford Aviation Training (UK) Limited**  
**(formerly Oxford Air Training School (UK) Limited)**

Annual report for the 16 month period ended  
31 December 2001 together with directors' and auditors'  
reports

Registered number: 4059331



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## Officers and professional advisers

### **Directors**

JER Barker (appointed 29 March 2001)  
AC Petteford (appointed 1 December 2001)  
B Cooper (appointed 21 August 2000; resigned 29 March 2001)  
MC Daw (appointed 21 August 2000; resigned 30 September 2000)  
DM McRobert (appointed 30 September 2000; resigned 21 December 2001)

### **Registered office**

Oxford Airport  
Kidlington  
Oxfordshire  
OX5 1RA

### **Bankers**

HSBC

### **Solicitors**

Eversheds  
Cloth Hall Court  
Infirmary Street  
Leeds  
LS1 2JB

### **Auditors**

Arthur Andersen  
180 Strand  
London  
WC2R 1BL

## Directors' report

For the period ended 31 December 2001

The directors present their annual report and the audited financial statements for the period ended 31 December 2001.

### Principal activities

The company was incorporated on 21 August 2000 as Oxford Air Training School (UK) Limited, a private company limited by guarantee and not having a share capital. On 18 December 2001 the company changed its name to Oxford Aviation Training (UK) Limited.

These accounts relate to the 16 month period from incorporation to 31 December 2001. The company began trading on 2 January 2001.

The principal activity of the company is the training of fixed wing and helicopter pilots.

### Review of business and future developments

The focus of development will continue to be pilot training.

### Results and dividends

The results for the period are shown on page 6.

The company has made a profit before tax of £20,000. No interim dividend was paid during the period. No final dividend is proposed.

### 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 company's affairs at the end of the period and of the profit or loss of the company for the 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;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on a 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 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 for the prevention and detection of fraud and other irregularities.

## Directors' report (continued)

### Directors and their interests

The current directors, and the changes during the year and to the date of signing, are shown on page 1.

The directors had no beneficial interest in the share capital of the company. Details of share options held by directors in the ultimate parent company, BBA Group plc, are as follows:

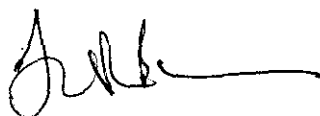
Name	On incorporation	Granted	Exercised/lapsed	31 December 2001
J Barker	31,900	51,974	(4,500)	79,374

### Auditors

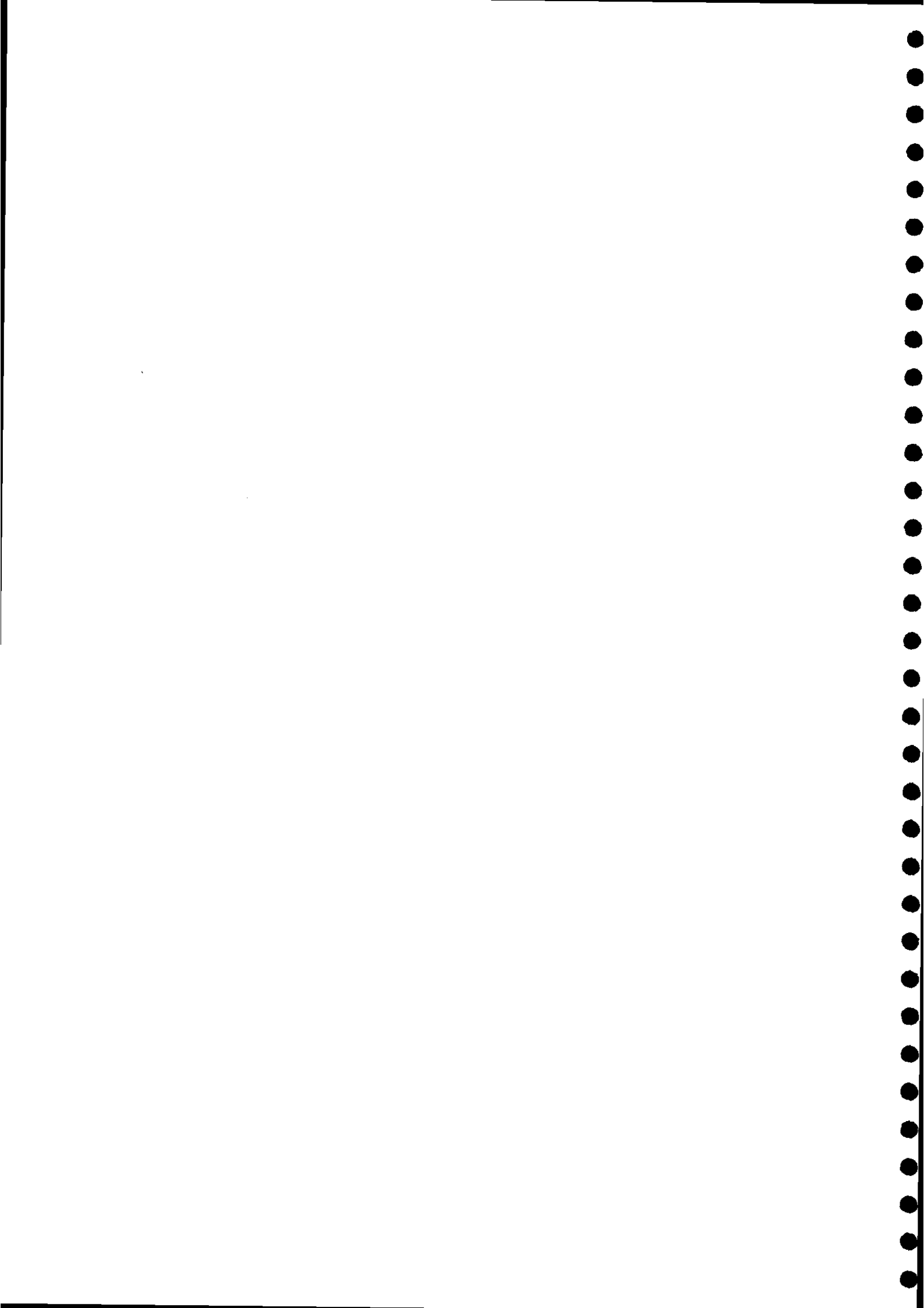
The directors will place a resolution before the annual general meeting to reappoint Arthur Andersen as auditors for the ensuing year.

Approved by the Board of Directors and signed on behalf of the Board

JER Barker, Director  
8 May 2002



Oxford Airport  
Kidlington  
Oxford  
OX5 1RA



**To the members of Oxford Aviation Training (UK) Limited:**

We have audited the financial statements of Oxford Aviation Training (UK) Limited for the period ended 31 December 2001 which comprise the Profit and loss account, the Balance sheet, Statement of total recognised gains and losses and the related notes numbered 1 to 8. These financial statements have been prepared under the accounting policies set out therein.

**Respective responsibilities of directors and auditors**

The directors' responsibilities for preparing the Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards are set out in the Statement of Directors' Responsibilities. Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the Directors' Report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the company is not disclosed.

We read the Directors' Report and consider the implications for our report if we become aware of any apparent misstatements within it.

**Basis of opinion**

We conducted our audit in accordance with United Kingdom 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 directors in the preparation of the financial statements and of whether the accounting policies are appropriate to the circumstances of the company, 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 affairs of the company at 31 December 2001 and of the company's profit for the period then ended and have been properly prepared in accordance with the Companies Act 1985.



**Arthur Andersen**

**Chartered Accountants and Registered Auditors**

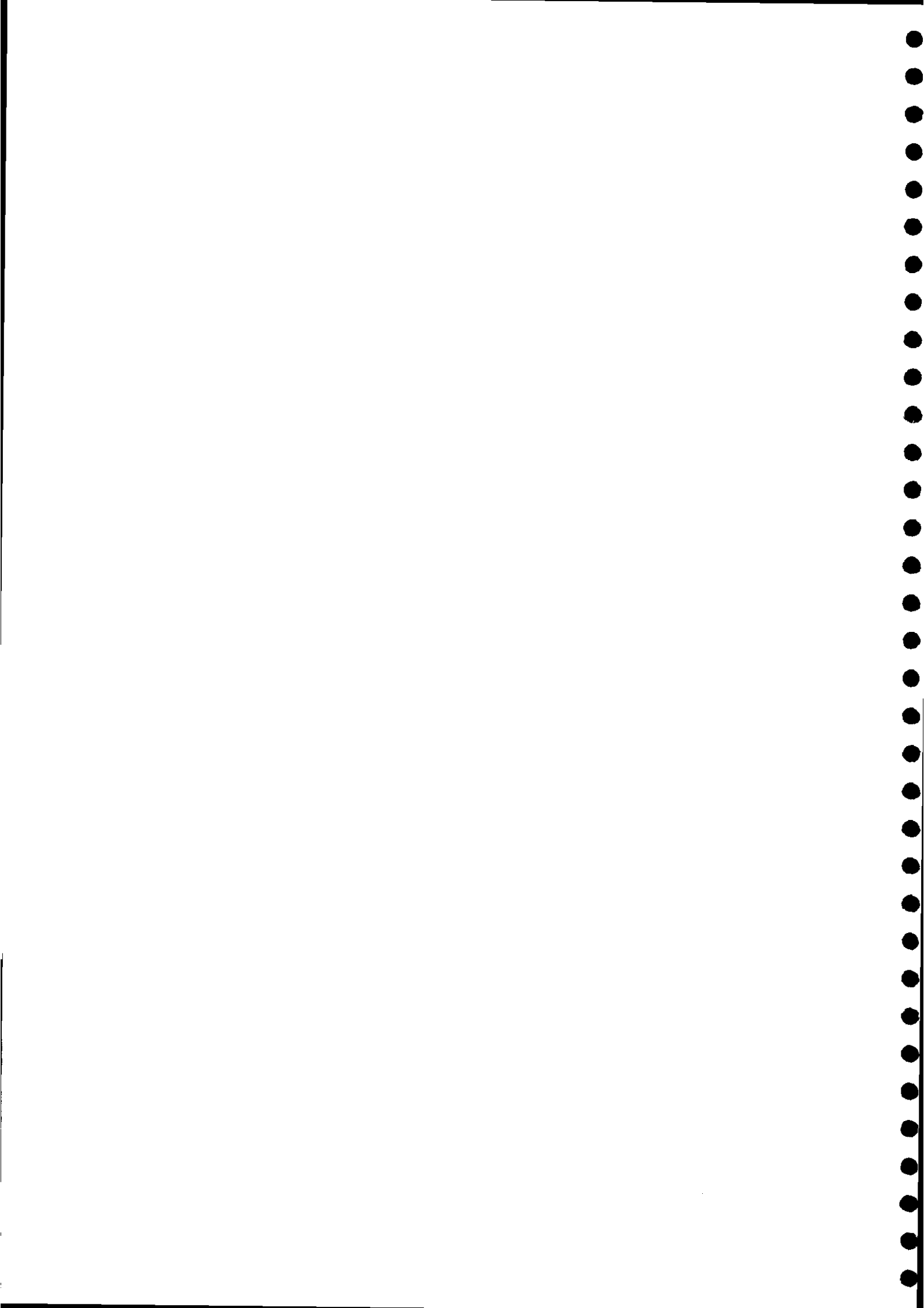
180 Strand

London

WC2R 1BL

8 May 2002





## Profit and loss account

For the period ended 31 December 2001

	Notes	16 month period ended 31 December 2001 £000
<b>Turnover</b>		3,841
Cost of sales		<u>(1,383)</u>
<b>Gross profit</b>		2,458
Administrative expenses		<u>(2,438)</u>
<b>Operating profit</b>		<u>20</u>
<b>Profit on ordinary activities before taxation</b>	1	20
Tax on profit on ordinary activities	3	<u>-</u>
<b>Profit on ordinary activities after taxation</b>		20
Dividends		<u>-</u>
<b>Retained profit for the financial year</b>	6,7	<u>20</u>

All amounts derive from continuing activities.

There are no recognised gains and losses or movements in funds in the current period other than as stated in the profit and loss account.

The accompanying notes form an integral part of this profit and loss account.

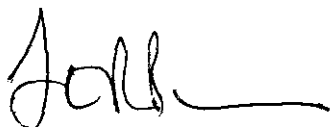
## Balance sheet

At 31 December 2001

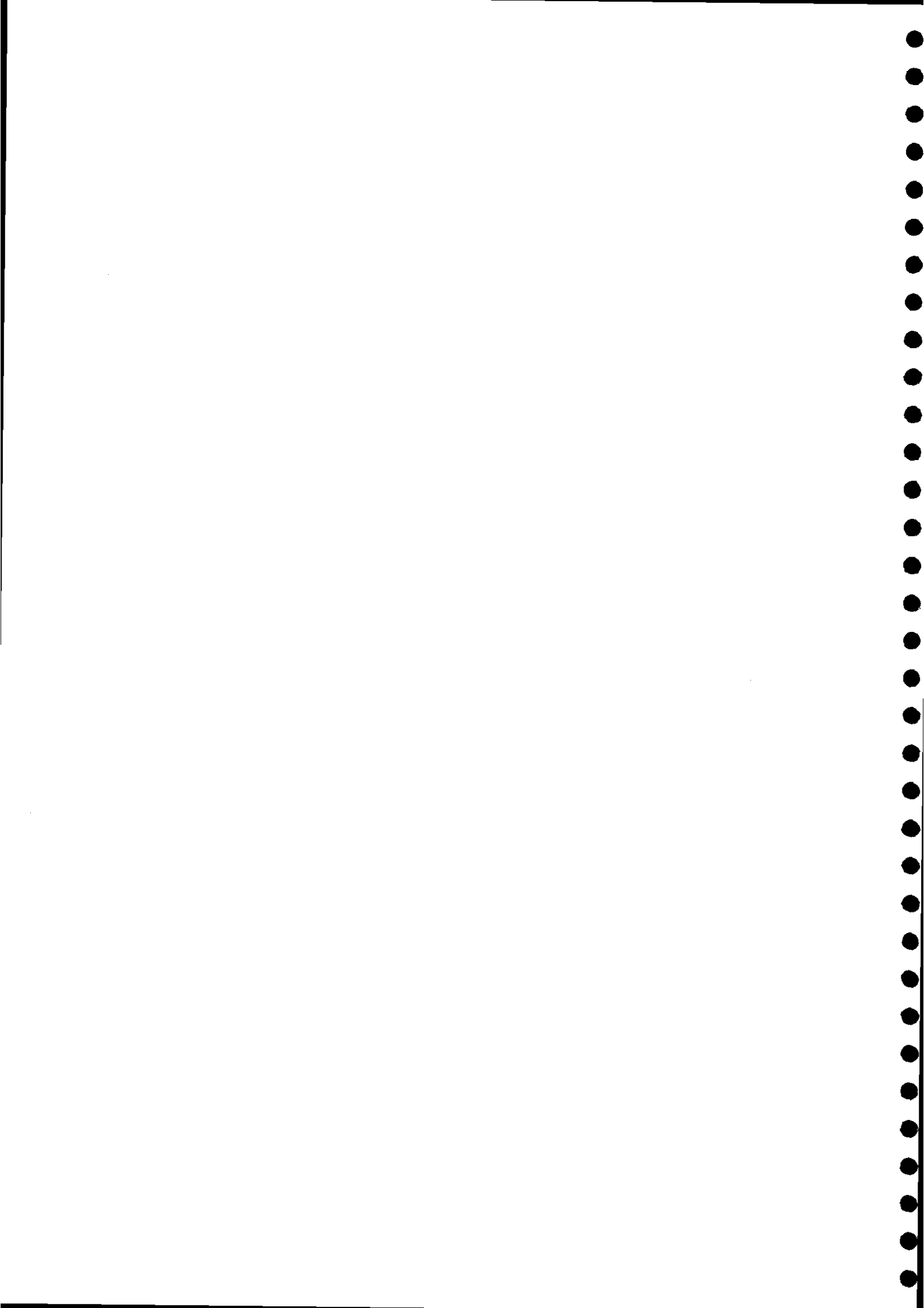
	Notes	31 December 2001 £000
<b>Current assets</b>		
Debtors	4	20
<b>Net current assets</b>		20
<b>Net assets</b>		20
<b>Capital and reserves</b>		
Called-up share capital	5	-
Profit and loss account	6,7	20
<b>Members' funds</b>	7	20

The accounts on pages 5 to 10 were approved by the Board of Directors on 8 May 2002 and signed on its behalf by:

JER Barker  
Director



The accompanying notes are an integral part of this balance sheet.



## Statement of accounting policies

31 December 2001

The principal accounting policies are summarised below. They have all been applied consistently throughout the period.

### **Basis of accounting**

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

The company is exempt from the requirement of FRS 1 to present a cash flow statement, as it is a wholly owned subsidiary of BBA Group plc, whose consolidated accounts are publicly available.

### **Turnover**

Turnover represents amounts derived from the provision of goods and services falling within the company's ordinary activities exclusive of value added tax.

### **Taxation**

UK corporation tax is provided at amounts expected to be paid (or recovered) using the tax rates and laws that have been enacted or substantially enacted by the balance sheet date.

Deferred tax is provided using the liability method on all timing differences only to the extent that they are expected to reverse in the future without being replaced.

### **Revenue Recognition**

The company charges customers for its training services in accordance with agreed payment terms. Income is credited to the profit and loss account according to services provided.

## Notes to the financial statements

31 December 2001

### 1 Profit on ordinary activities before taxation – audit fees

Audit fees for the period have been borne by a fellow group company.

### 2 Directors and employees

The company had no employees during the period. No director received any remuneration for services to the company during the period. Details of directors' interest in the shares of the ultimate parent company, BBA Group plc are provided in the directors' report.

### 3 Tax on profit on ordinary activities

The company is part of the BBA Group plc tax scheme and as such all tax liabilities are borne by BBA Group plc.

### 4 Debtors

	2001 £000
Amounts owed by group undertakings	<u>20</u>

### 5 Called-up share capital

The company is a private company limited by guarantee with no authorised or issued share capital. The guarantee is provided by Oxford Aviation Services Limited.

### 6 Reserves

	Profit and loss account £'000	Total £'000
On incorporation	-	-
Retained profit for the period	<u>20</u>	<u>20</u>
At 31 December 2001	<u>20</u>	<u>20</u>

### 7 Reconciliation of movement in members' funds

	Profit and loss account £'000	Total £'000
Profit for the financial period	20	20
Opening members' funds	<u>-</u>	<u>-</u>
Closing members' funds	<u>20</u>	<u>20</u>

## Notes to the financial statements (continued)

### **8 Ultimate parent company and controlling party**

The directors regard BBA Group plc, a company incorporated in England and Wales, as the ultimate parent company and the ultimate controlling party.

BBA Group plc is the parent company of the largest and smallest group of which the company is a member and for which group accounts are drawn up. Copies of the accounts are available from 70 Fleet Street, London, EC4Y 1EU.

As a subsidiary undertaking of BBA Group plc, the company has taken advantage of the exemption in FRS 8 "Related party disclosures" from disclosing transactions with other members of the group headed by BBA Group plc.