

**KIRKLEES ACTIVE LEISURE TRADING
LIMITED**

Report and Financial Statements

31 March 2004

**Deloitte & Touche LLP
Leeds**



KIRKLEES ACTIVE LEISURE TRADING LIMITED

REPORT AND FINANCIAL STATEMENTS 2004

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KIRKLEES ACTIVE LEISURE TRADING LIMITED

REPORT AND FINANCIAL STATEMENTS 2004

OFFICERS AND PROFESSIONAL ADVISERS

DIRECTORS

J A Briggs
E M Lambert
T Meehan

SECRETARY

K Gillespie

REGISTERED OFFICE

Stadium Business and Leisure Complex
Stadium Way
Huddersfield
HD1 6PG

BANKERS

Barclays Bank plc
17 Market Place
Huddersfield
HD1 2AB

AUDITORS

Deloitte & Touche LLP
Chartered Accountants and
Registered Auditors
Leeds

KIRKLEES ACTIVE LEISURE TRADING LIMITED

DIRECTORS' REPORT

The directors present their annual report and the audited financial statements for the year to 31 March 2004.

ACTIVITIES

The company provides catering and other services at Leisure Centres managed by Kirklees Active Leisure.

REVIEW OF DEVELOPMENTS AND FUTURE PROSPECTS

The directors are pleased with the results for the year and look forward to continued success over the forthcoming year.

DIVIDENDS AND TRANSFERS TO RESERVES

The results for the year are set out in detail on page 5. The directors do not recommend the payment of a dividend. After payment under gift aid of £622 to Kirklees Active Leisure the company made neither profit nor loss (2003: after payment under gift aid to Kirklees Active Leisure of £13,093 the company made neither profit nor loss).

DIRECTORS AND THEIR INTERESTS

The directors who held office during the year were as follows:

J A Briggs

E M Lambert

T Meehan

The directors hold no financial interests in the company.

AUDITORS

On 1 August 2003, Deloitte & Touche, the company's auditors transferred their business to Deloitte & Touche LLP, a limited liability partnership incorporated under the Limited Liability Partnerships Act 2000. The company's consent has been given to treating the appointment of Deloitte & Touche as extending to Deloitte & Touche LLP with effect from 1 August 2003 under the provisions of section 26(5) of the Companies Act 1989. A resolution to re-appoint Deloitte & Touche LLP as the company's auditor will be proposed at the forthcoming Annual General Meeting.

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



Director

8 September 2004

KIRKLEES ACTIVE LEISURE TRADING LIMITED

STATEMENT OF DIRECTORS' RESPONSIBILITIES

United Kingdom company law requires the directors to prepare financial statements for each financial period which give a true and fair view of the state of affairs of the company as at the end of the financial period 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.

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF KIRKLEES ACTIVE LEISURE TRADING LIMITED

We have audited the financial statements of Kirklees Active Leisure Trading Limited for the year ended 31 March 2004, which comprise the profit and loss account, the balance sheet and the related notes 1 to 15. These financial statements have been prepared under the accounting policies set out therein.

This report is made solely to the company's members, as a body, in accordance with section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As described in the statement of directors' responsibilities, the company's directors are responsible for the preparation of financial statements in accordance with applicable United Kingdom law and accounting standards.

Our responsibility is to audit the financial statements in accordance with relevant United Kingdom legal and regulatory requirements and 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 for the above year and consider the implications for our report if we become aware of any apparent misstatements.

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 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 at 31 March 2004 and of the result for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

Deloitte Touche LLP

Chartered Accountants
and Registered Auditors

Leeds

26 October 2004

KIRKLEES ACTIVE LEISURE TRADING LIMITED

PROFIT AND LOSS ACCOUNT

Year ended 31 March 2004

	Note	31 March 2004 £	1 January 2002 to 31 March 2003 £
TURNOVER: continuing operations	2	730,857	756,706
Cost of sales		(283,143)	(306,679)
Gross profit		447,714	450,027
Administrative expenses		(449,891)	(437,846)
OPERATING (LOSS)/PROFIT: continuing operations	4	(2,177)	12,181
Interest receivable and similar income	5	2,799	912
PROFIT ON ORDINARY ACTIVITIES BEFORE DEED OF GIFT		622	13,093
Deed of gift	6	(622)	(13,093)
PROFIT FOR THE FINANCIAL YEAR/PERIOD ON ORDINARY ACTIVITIES BEFORE TAXATION		-	-
Taxation		-	-
RETAINED PROFIT FOR THE YEAR/PERIOD	13	-	-

There are no recognised gains and losses for the current financial year or prior period other than as stated above. A statement of total recognised gains and losses has therefore not been presented.

There are no movements in shareholders' funds other than the recognised gains and losses for the current year or prior period.

KIRKLEES ACTIVE LEISURE TRADING LIMITED

BALANCE SHEET

31 March 2004

	Note	31 March 2004		31 March 2003	
		£		£	
		£	£	£	£
FIXED ASSETS					
Tangible assets	8		17,457		-
CURRENT ASSETS					
Stock	9	26,194		26,625	
Debtors	10	93,217		8,305	
Cash at bank and in hand		27,419		148,283	
		<u>146,830</u>		<u>183,213</u>	
CREDITORS: amounts falling due within one year	11	(164,285)		(183,211)	
NET CURRENT (LIABILITIES)/ASSETS			<u>(17,455)</u>		<u>2</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>2</u>		<u>2</u>
CAPITAL AND RESERVES					
Called up share capital	12		2		2
Profit and loss account	13		-		-
TOTAL EQUITY SHAREHOLDERS' FUNDS			<u>2</u>		<u>2</u>

These financial statements were approved by the Board of Directors on 8 September 2004

Signed on behalf of the Board of Directors

Eva M Rambert

Director

KIRKLEES ACTIVE LEISURE TRADING LIMITED

NOTES TO THE ACCOUNTS

Year ended 31 March 2004

6. GIFT AID PAYMENT

Taxable profits earned are passed to the ultimate parent company by means of a gift aid payment.

7. TAXATION

No charge to corporation tax exists as capital allowances are in excess of depreciation. The company has unutilised tax losses of approximately £6,000 available for offset against future profits of the same trade.

8. TANGIBLE FIXED ASSETS

	Fixtures and Fittings £	Total £
Cost		
Additions	18,200	18,200
At 31 March 2004	18,200	18,200
Accumulated depreciation		
Charge for the year	743	743
At 31 March 2004	743	743
Net book value		
At 31 March 2004	17,457	17,457

9. STOCK

	31 March 2004 £	31 March 2003 £
Consumables	3,113	3,105
Goods for resale	23,081	23,520
	26,194	26,625

10. DEBTORS

	31 March 2004 £	31 March 2003 £
Trade debtors	4,741	3,472
Prepayments and accrued income	13,072	4,833
Amounts due from parent company	45,059	-
Other debtors	30,345	-
	93,217	8,305

KIRKLEES ACTIVE LEISURE TRADING LIMITED

NOTES TO THE ACCOUNTS

Year ended 31 March 2004

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31 March 2004 £	31 March 2003 £
Trade creditors	84,121	80,632
Amounts owed to parent undertaking	14,995	16,686
Other creditors	13,777	28,745
Other taxes and social security	51,392	57,148
	<u>164,285</u>	<u>183,211</u>

12. CALLED UP SHARE CAPITAL

	31 March 2004 £	31 March 2003 £
Authorised		
100 ordinary shares of £1 each	100	100
	<u>100</u>	<u>100</u>
Called up, allotted and fully paid		
2 ordinary share of £1 each	2	2
	<u>2</u>	<u>2</u>

13. PROFIT AND LOSS ACCOUNT

	2004 £	2003 £
At 31 April 2003	-	-
Retained profit for the year.	-	-
	<u>-</u>	<u>-</u>
At 31 March 2004	-	-
	<u>-</u>	<u>-</u>

14. ULTIMATE PARENT COMPANY

The ultimate parent company is Kirklees Active Leisure, a company registered in England and Wales and limited by guarantee. Copies of the financial statements of Kirklees Active Leisure are available from Companies House, Crown Way, Maindy, Cardiff CF4 3UZ.

15. RELATED PARTY TRANSACTIONS

The company has taken advantage of the exemption contained in FRS 8 not to publish details of related party transactions with other group companies as it is a wholly owned subsidiary of Kirklees Active Leisure and these transactions have been eliminated on consolidation.

KIRKLEES ACTIVE LEISURE TRADING LIMITED

ADDITIONAL INFORMATION

The additional information, which comprises the trading profit and loss account, has been prepared from the accounting records of the company. While it does not form part of the statutory financial statements, it should be read in conjunction with them and the independent auditors' report thereon.

KIRKLEES ACTIVE LEISURE TRADING LIMITED

TRADING PROFIT AND LOSS ACCOUNT

Year ended 31 March 2004

	2004		2003
	£	£	£
Sales	606,403		662,341
Sunbed/Sauna income	55,623		74,353
Kirklees Metropolitan Council funding	30,345		-
Other income	38,486		20,012
	<hr/>		<hr/>
Total income	730,857		756,706
Cost of sales	(283,143)		(306,679)
	<hr/>		<hr/>
Gross profit	447,714		450,027
Staff costs	312,661	304,704	
Supplies and services	67,889	68,414	
Premises costs	11,865	2,885	
Transport costs	3,462	3,992	
Provisions	-	7,402	
Support costs	54,014	50,449	
	<hr/>	<hr/>	
	(449,891)		(437,846)
	<hr/>		<hr/>
Operating (loss)/profit	(2,177)		12,181
Interest receivable and similar income	2,799		912
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PROFIT FOR THE FINANCIAL YEAR/PERIOD before deed of gift	622		13,093
Deed of gift	(622)		(13,093)
	<hr/>		<hr/>
RESULT FOR THE FINANCIAL YEAR/PERIOD	-		-
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