

Registration number FC015761 (England & Wales) 48612 (Jersey)

50084/20

**McKenna Arts Limited**

**Directors' report and financial statements  
for the year ended 31 October 2013**



**David R Hazzard FCA**  
**Chartered Accountant**  
**Dobsons Farm**  
**Sandygate Lane**  
**Broughton**  
**Preston**  
**PR3 5LA**

## **McKenna Arts Limited**

### **Company information for the year ended 31 October 2013**

<b>Directors</b>	Mary Gabrielle Said Joseph Patrick McKenna Julian Marc Stukeley Hayden
<b>Secretary</b>	Mrs M G Said
<b>Company number</b>	FC015761 (England & Wales) 48612 (Jersey)
<b>Registered office</b>	Dobsons Farm Sandygate Lane Broughton Preston PR3 5LA
<b>Accountants</b>	David R Hazzard FCA Dobsons Farm Sandygate Lane Broughton Preston PR3 5LA
<b>Business address</b>	Carmel House 339 Garstang Road Fulwood Preston PR2 9UP
<b>Bankers</b>	Cooperative Bank plc Preston Business Centre 147 Church Street Preston PR1 3UD
<b>Solicitors</b>	Hawksford International 15 Esplanade St Helier, Jersey Channel Islands JE3 7EF

# **McKenna Arts Limited**

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# **McKenna Arts Limited**

## **Directors' report for the year ended 31 October 2013**

The directors present their report and the financial statements for the year ended 31 October 2013

### **Principal activity**

The principal activity of the company is that of dealing and investing in works of art and vintage motor vehicles

### **Directors**

The directors who served during the year are as stated below

Mary Gabrielle Said

Joseph Patrick McKenna

Sally Amy                      Deceased 27th April 2013

Julian Marc Stukeley Hayden

This report has been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006

This report was approved by the Board on 19 March 2014 and signed on its behalf by



**Mrs M G Said**  
**Secretary**

# McKenna Arts Limited

## Profit and loss account for the year ended 31 October 2013

		2013	2012
	Notes	£	£
Administrative expenses		(16,099)	(16,136)
<b>Operating loss</b>		<b>(16,099)</b>	<b>(16,136)</b>
Other interest receivable and similar income		1	7
<b>Loss on ordinary activities before taxation</b>		<b>(16,098)</b>	<b>(16,129)</b>
Tax on loss on ordinary activities		-	-
<b>Loss for the year</b>	<b>8</b>	<b>(16,098)</b>	<b>(16,129)</b>
Accumulated loss brought forward		(289,081)	(272,952)
<b>Accumulated loss carried forward</b>		<b>(305,179)</b>	<b>(289,081)</b>

The notes on pages 5 to 8 form an integral part of these financial statements.

# McKenna Arts Limited

## Balance sheet as at 31 October 2013

	Notes	2013		2012	
		£	£	£	£
<b>Fixed assets</b>					
Tangible assets	3		213,684		213,684
<b>Current assets</b>					
Debtors	4	6,177		5,931	
Cash at bank and in hand		6,536		2,363	
		<u>12,713</u>		<u>8,294</u>	
<b>Creditors: amounts falling due within one year</b>	5	<u>(12,638)</u>		<u>(12,121)</u>	
<b>Net current assets/(liabilities)</b>			<u>75</u>		<u>(3,827)</u>
<b>Total assets less current liabilities</b>			213,759		209,857
<b>Creditors: amounts falling due after more than one year</b>	6		<u>(513,938)</u>		<u>(493,938)</u>
<b>Deficiency of assets</b>			<u>(300,179)</u>		<u>(284,081)</u>
<b>Capital and reserves</b>					
Called up share capital	7		5,000		5,000
Profit and loss account	8		<u>(305,179)</u>		<u>(289,081)</u>
<b>Shareholders' funds</b>			<u>(300,179)</u>		<u>(284,081)</u>

The directors' statements required by Sections 475(2) and (3) are shown on the following page which forms part of this Balance Sheet

The notes on pages 5 to 8 form an integral part of these financial statements.

## **McKenna Arts Limited**

### **Balance sheet (continued)**

#### **Directors' statements required by Sections 475(2) and (3) for the year ended 31 October 2013**

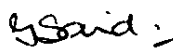
For the year ended 31 October 2013 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies

##### **Directors' responsibilities**

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476, and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and with the Financial Reporting Standard for Smaller Entities (effective April 2008)

These accounts were approved by the directors on 19 March 2014, and are signed on their behalf by



**Mary Gabrielle Said**  
**Director**



**Joseph Patrick McKenna**  
**Director**

**Registration number FC015761 (England & Wales) 48612 (Jersey)**

**The notes on pages 5 to 8 form an integral part of these financial statements.**

# **McKenna Arts Limited**

## **Notes to the financial statements for the year ended 31 October 2013**

### **1. Accounting policies**

#### **1.1. Accounting convention**

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

#### **1.2. Tangible fixed assets and depreciation**

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows.

Works  
of art

- No depreciation

#### **1.3. Deferred taxation**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more, tax, with the following exceptions.

Provision is made for tax on gains arising from the revaluation (and similar fair value adjustments) of fixed assets, and gains on disposal of fixed assets that have been rolled over into replacement assets, only to the extent that, at the balance sheet date, there is a binding agreement to dispose of the assets concerned. However, no provision is made where, on the basis of all available evidence at the balance sheet date, it is more likely than not that the taxable gain will be rolled over into replacement assets and charged to tax only where the replacement assets are sold,

Provision is made for deferred tax that would arise on remittance of the retained earnings of overseas subsidiaries, associates and joint ventures only to the extent that, at the balance sheet date, dividends have been accrued as receivable,

Deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date



# McKenna Arts Limited

## Notes to the financial statements for the year ended 31 October 2013

continued

### 1.4. Going concern

The financial statements have been prepared on the basis that the company will continue to enjoy the benefit of the support of the Trustees of the J L McKenna Settlement and that sufficient funds will be made available for the company's activities to continue. The Trustees of the J L McKenna Settlement own the whole of the issued share capital of the company and have signed a Subordination Agreement in favour of the company creditors.

### 2. Directors' remuneration

	2013	2012
	£	£
Remuneration and other benefits	<u>2,300</u>	<u>2,300</u>

### 3. Tangible fixed assets

	Works of art £	Total £
<b>Cost</b>		
At 1 November 2012	<u>213,684</u>	<u>213,684</u>
At 31 October 2013	<u>213,684</u>	<u>213,684</u>
<b>Net book values</b>		
At 31 October 2013	<u>213,684</u>	<u>213,684</u>
At 31 October 2012	<u>213,684</u>	<u>213,684</u>

### 4. Debtors

	2013	2012
	£	£
Other debtors	526	508
Prepayments and accrued income	<u>5,651</u>	<u>5,423</u>
	<u>6,177</u>	<u>5,931</u>

# McKenna Arts Limited

## Notes to the financial statements for the year ended 31 October 2013

continued

<b>5. Creditors: amounts falling due within one year</b>	<b>2013</b> <b>£</b>	<b>2012</b> <b>£</b>
Other taxes and social security costs	460	460
Other creditors	5,219	5,219
Accruals and deferred income	6,959	6,442
	<u>12,638</u>	<u>12,121</u>
<b>6. Creditors: amounts falling due after more than one year</b>	<b>2013</b> <b>£</b>	<b>2012</b> <b>£</b>
Loans McKenna Trust and Underlying Companies	<u>513,938</u>	<u>493,938</u>
<b>Loans</b>		
Repayable in five years or more	<u>(513,938)</u>	<u>(493,938)</u>
The loans from the McKenna Trust and Underlying Companies who are related parties are interest free and unsecured		
<b>7. Share capital</b>	<b>2013</b> <b>£</b>	<b>2012</b> <b>£</b>
<b>Authorised</b>		
10,000 Ordinary shares of 1 each	<u>10,000</u>	<u>10,000</u>
<b>Allotted, called up and fully paid</b>		
5,000 Ordinary shares of 1 each	<u>5,000</u>	<u>5,000</u>
<b>Equity Shares</b>		
5,000 Ordinary shares of 1 each	<u>5,000</u>	<u>5,000</u>

# McKenna Arts Limited

## Notes to the financial statements for the year ended 31 October 2013

continued

8. Reserves	Profit and loss account £	Total £
At 1 November 2012	(289,081)	(289,081)
Loss for the year	(16,098)	(16,098)
At 31 October 2013	<u>(305,179)</u>	<u>(305,179)</u>

## 9. Related party transactions

During the year company has received the following loans from the J L McKenna Settlement which owns 100% of the issued ordinary share capital of the company On 3 March 2013 £10,000 and on 6 August 2013 £10,000 The balance on the loan at the year end amounted to £513,938 (2012 £498,938)