



Financial Statements North Ayrshire Leisure Trading Services Limited

For the year ended 31 March 2009

TUESDAY



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COMPANIES HOUSE

Company No. SC203399

Company information

Company registration number	SC203399
Registered office	1/1 Galt House Bank Street Irvine Ayrshire KA12 0AJ
Directors	J Madsen (Chairman) A Munro (Vice Chairman) W McMahon (Treasurer) W Cowan G Higgon J McGarry P McNamara R McNicol J Ward (Appointed 15 December 2008) M Highet (Resigned 25 September 2008) W Freckleton (Resigned 7 July 2008) G Robertson (Resigned 31 October 2008)
Chief executive officer	F Keddilty
Secretary	E Cairns
Solicitors	Shepherd & Wedderburn 155 St Vincent Street Glasgow
Auditor	Grant Thornton UK LLP Chartered Accountants Registered Auditors 95 Bothwell Street Glasgow G2 7JZ

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Report of the directors

The directors present their report and the financial statements of the company for the year ended 31 March 2009.

Principal activities and business review

The company is principally engaged in the provision of catering and body and skincare services.

The catering function has performed well, returning a profit for the third year running of £32,105 (2008: £31,841). Body and Skincare, a salon providing products and treatments, has returned a loss in the year of £15,395 (2008: loss of £8,615). These figures are reported prior to the gift aid contribution made to North Ayrshire Leisure Limited of £16,044 (2008: £10,000).

Directors

The directors who served the company during the year are listed on page 1.

No director had any interest in the shares of the company during the year.

Directors' responsibilities

The directors are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice). The financial statements are required by law to 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 these 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.

Report of the directors (continued)

Directors' responsibilities (continued)

The directors are responsible for keeping proper accounting records that 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 hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the directors are aware:

- there is no relevant audit information of which the company's auditors are unaware; and
- the directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

Auditor

Grant Thornton UK LLP offer themselves for reappointment as auditors in accordance with section 385 of the Companies Act 1985.

Small company provisions

This report has been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

ON BEHALF OF THE BOARD



J Madsen

Director

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Report of the independent auditor to the members of North Ayrshire Leisure Trading Services Limited

We have audited the financial statements of North Ayrshire Leisure Trading Services Limited for the year ended 31 March 2009 which comprise the principal accounting policies, profit and loss account, balance sheet and notes 1 to 12. 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 auditor's 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 auditor

The directors' responsibilities for preparing the Report of the Directors and the financial statements in accordance with United Kingdom law and Accounting Standards (United Kingdom Generally Accepted Accounting Practice) 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 International Standards on Auditing (UK and Ireland).

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 whether in our opinion the information given in the Report of the Directors is consistent with the financial statements.

In addition we report to you if, in our opinion, 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 other transactions is not disclosed.

We read the Report of the Directors 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 International Standards on Auditing (UK and Ireland) 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.

Report of the independent auditor to the members of
North Ayrshire Leisure Trading Services Limited
(continued)

Opinion

In our opinion:

- the financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the company's affairs as at 31 March 2009 and of its profit for the year then ended;
- the financial statements have been properly prepared in accordance with the Companies Act 1985; and
- the information given in the Report of the Directors is consistent with the financial statements.



GRANT THORNTON UK LLP
REGISTERED AUDITORS
CHARTERED ACCOUNTANTS
GLASGOW

..... 25 June 2009

Accounting policies

Basis of accounting

The financial statements have been prepared under the historical cost convention.

The principal accounting policies of the company have remained unchanged from the previous year and are set out below.

Cash flow statement

The directors have taken advantage of the exemption in Financial Reporting Standard No 1 (Revised 1996) from including a cash flow statement in the financial statements on the grounds that the company is small.

Turnover

Turnover is the total amount receivable by the company for goods supplied and services provided, excluding VAT and trade discounts.

Stocks

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

Financial instruments

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the entity after deducting all of its financial liabilities.

Where the contractual obligations of financial instruments (including share capital) are equivalent to a similar debt instrument, those financial instruments are classed as financial liabilities. Financial liabilities are presented as such in the balance sheet. Finance costs and gains or losses relating to financial liabilities are included in the profit and loss account. Finance costs are calculated so as to produce a constant rate of return on the outstanding liability.

Where the contractual terms of share capital do not have any terms meeting the definition of a financial liability then this is classed as an equity instrument. Dividends and distributions relating to equity instruments are debited direct to equity.

Profit and loss account

	Note	2009 £	2008 £
Turnover		371,252	383,523
Cost of sales		348,384	356,745
Gross profit		22,868	26,778
Other operating charges	1	22,202	13,550
Operating profit		666	13,228
Interest receivable		—	—
Profit on ordinary activities before taxation		666	13,228
Tax on profit on ordinary activities		—	—
Profit for the financial year	8	666	13,228

All of the activities of the company are classed as continuing.

The company has no recognised gains or losses other than the results for the year as set out above.

The accompanying accounting policies and notes form part of these financial statements.

Balance sheet

	Note	2009 £	2008 £
Current assets			
Stocks	3	14,730	22,115
Debtors	4	423,072	208,558
Cash at bank		13,184	17,409
		<u>450,986</u>	<u>248,082</u>
Creditors: amounts falling due within one year	5	431,568	229,330
Net current assets		<u>19,418</u>	<u>18,752</u>
Total assets less current liabilities		<u>19,418</u>	<u>18,752</u>
Capital and reserves			
Called- up equity share capital	7	1	1
Profit and loss account	8	19,417	18,751
Shareholders' funds	9	<u>19,418</u>	<u>18,752</u>

These financial statements have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

These financial statements were approved by the directors on 25 June 2009 and are signed on their behalf by:


 J Madsen

 W McMahon

Notes to the financial statements

1 Other operating charges

	2009 £	2008 £
Administrative expenses	6,158	3,550
Gift Aid 2007/08	6,044	10,000
Gift Aid 2008/09	10,000	-
	<u>22,202</u>	<u>13,550</u>

2 Directors and employees

The average number of staff employed by the company during the financial year amounted to:

	2009 No.	2008 No.
Catering	6	6
Body and skincare	2	2
	<u>8</u>	<u>8</u>

The aggregate payroll costs of the above were:

	2009 £	2008 £
Wages and salaries	150,188	153,216
Social security costs	1,523	1,159
Pension costs	9,939	9,888
	<u>161,650</u>	<u>164,263</u>

Staff are employed by North Ayrshire Leisure Limited with associated costs recharged to North Ayrshire Leisure Trading Services Limited.

3 Stocks

	2009 £	2008 £
Raw materials	<u>14,730</u>	<u>22,115</u>

Notes to the financial statements (continued)

4 Debtors

	2009	2008
	£	£
Trade debtors	4,381	5,129
Amounts owed by related parties	418,300	203,190
Prepayments and accrued income	391	239
	<u>423,072</u>	<u>208,558</u>

5 Creditors: amounts falling due within one year

	2009	2008
	£	£
Trade creditors	12,022	16,951
Amounts owed to group undertakings	919	211,215
Amounts owed to related parties	418,522	-
Other creditors	105	1,164
	<u>431,568</u>	<u>229,330</u>

6 Related party transactions

North Ayrshire Council provided a banking facility during the period. At 31 March 2009 this facility was included in amounts owed by related parties and amounted to £418,300 (2008: £171,700).

North Ayrshire Council provided some administrative support and assistance to the company for which they made no charge.

The balance due to North Ayrshire Council at 31 March 2009 was £222 (due from in 2008: £203,190).

The ultimate parent company is North Ayrshire Leisure Limited due to its 100% shareholding. North Ayrshire Leisure Limited incurred salary costs of £161,650 (2008: £164,262) which were recharged to North Ayrshire Leisure Trading Services Limited in respect of staff who are employed by the company but worked exclusively for North Ayrshire Leisure Trading Services Limited.

At 31 March 2009 the amount owed to North Ayrshire Leisure Limited was £919 (2008: £211,215).

Notes to the financial statements (continued)

7 Share capital

Authorised share capital:

	2009 £	2008 £
10,000 ordinary shares of £1 each	10,000	10,000

Allotted, called up and fully paid:

	2009 No.	£	2008 No.	£
Ordinary shares of £1 each	1	1	1	1

8 Profit and loss account

	2009 £	2008 £
Balance brought forward	18,751	5,523
Profit for the financial year	666	13,228
Balance carried forward	19,417	18,751

9 Reconciliation of movements in shareholders' funds

	2009 £	2008 £
Profit for the financial year	666	13,228
Opening shareholders' funds	18,752	5,524
Closing shareholders' funds/(deficit)	19,418	18,752

10 Capital commitments

The company had no capital commitments at 31 March 2009 or at 31 March 2008.

11 Contingent liabilities

There were no contingent liabilities at 31 March 2009 or 31 March 2008.

12 Ultimate parent undertaking

The directors consider that the ultimate parent undertaking of this company is North Ayrshire Leisure Limited.

Management information

The following page does not form part of the statutory financial statements
which are the subject of the independent auditor's report on pages 5 to 6.

Profit and loss account

	2009 £	2008 £
Turnover	371,252	383,523
Cost of sales		
Purchases	183,248	188,798
Direct wages	161,650	164,262
Vending machine rentals	3,486	3,685
	<u>348,384</u>	<u>356,745</u>
Gross profit	22,868	26,778
Overheads		
Repairs and maintenance	813	396
Licenses	30	30
Telephone	-	189
Printing, stationery and postage	30	57
Sundry expenses	-	82
Cleaning materials	456	990
Materials and equipment	2,725	563
Uniforms	1,176	37
Bank charges	928	909
Bad debt expense	-	297
Gift aid	16,044	10,000
	<u>22,202</u>	<u>13,550</u>
Operating profit	666	13,228
Bank interest receivable	-	-
Profit on ordinary activities	666	13,228