

Registration number 3960079

**SCALCHEMY TRAINING & DEVELOPMENT LTD**

**Directors' report and financial statements**

**for the period ended 31 July 2002**



**McKnights**

CHARTERED CERTIFIED ACCOUNTANTS

**WORCESTER**



# **SCALCHEMY TRAINING & DEVELOPMENT LTD**

**for the period ended 31 July 2002**

## **Company information**

Directors	S Mould C Mould
Secretary	Mr S Mould
Company number	3960079
Registered office	First Floor 54 Foregate Street Worcester Worcestershire WR1 1DX
Accountants	McKnights Accountants Limited Chartered Certified Accountants Britannia Court Britannia Road Worcester WR1 3DF
Business address	First Floor 54 Foregate Street Worcester Worcestershire WR1 1DX
Bankers	HSBC Bank P.O. Box 4 6 Broad Street Worcester WR1 2JE

**SCALCHEMY TRAINING & DEVELOPMENT LTD**

**for the period ended 31 July 2002**

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**The following pages do not form part of the statutory accounts**

Detailed trading and profit and loss account	<b>Appendix 1</b>
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# SCALCHEMY TRAINING & DEVELOPMENT LTD

## Directors' report for the period ended 31 July 2002

The directors present their report and the financial statements for the period ended 31 July 2002.

### Principal activity

The company was incorporated on 30 March 2000. The principal activity of the company is training and personnel development.

### Directors and their interests

The directors who served during the period and their interests in the company are as stated below:

	Ordinary shares	
	31/07/02	01/04/01
S Mould	1	1
C Mould	1	1

This report is prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

This report was approved by the Board on 19<sup>th</sup> May 2003 and signed on its behalf by



Mr S Mould  
Secretary

**SCALCHEMY TRAINING & DEVELOPMENT LTD**

**Accountants' report on the unaudited financial statements to the directors of  
SCALCHEMY TRAINING & DEVELOPMENT LTD**

As described on the balance sheet you are responsible for the preparation of the financial statements for the period ended 31 July 2002 set out on pages 3 to 10 and you consider that the company is exempt from an audit. In accordance with your instructions we have compiled these unaudited financial statements, in order to assist you to fulfil your statutory responsibilities, from the accounting records and information supplied to us.

*McKnights*

**McKnights Accountants Limited  
Chartered Certified Accountants  
Britannia Court  
Britannia Road  
Worcester  
WR1 3DF**

**Date:** 23 May 2003

# SCALCHEMY TRAINING & DEVELOPMENT LTD

## Profit and loss account for the period ended 31 July 2002

		16 months 2002	12 months 2001
	Notes	£	£
<b>Turnover</b>	<b>2</b>	286,545	103,642
Cost of sales		(32,129)	(8,836)
<b>Gross profit</b>		254,416	94,806
Administrative expenses		(187,816)	(72,585)
<b>Operating profit</b>	<b>3</b>	66,600	22,221
Interest payable and similar charges		(49)	-
<b>Profit on ordinary activities before taxation</b>		66,551	22,221
Tax on profit on ordinary activities	<b>6</b>	(12,595)	(4,030)
<b>Profit on ordinary activities after taxation</b>		53,956	18,191
Dividends		(29,000)	-
<b>Retained profit for the period</b>		24,956	18,191
<b>Statement of total recognised gains and losses</b>			
Total recognised gains relating to the period		53,956	18,191
Prior year adjustment		(3,413)	-
<b>Total recognised gains since last annual report</b>		50,543	18,191

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

# **SCALCHEMY TRAINING & DEVELOPMENT LTD**

## **Balance sheet as at 31 July 2002**

		<b>2002</b>		<b>2001</b>	
	<b>Notes</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
<b>Fixed assets</b>					
Intangible assets	<b>7</b>		9,500		-
Tangible assets	<b>8</b>		62,508		23,148
			<u>72,008</u>		<u>23,148</u>
<b>Current assets</b>					
Debtors	<b>9</b>	42,672		12,217	
Cash at bank and in hand		21,809		35,294	
		<u>64,481</u>		<u>47,511</u>	
<b>Creditors: amounts falling due within one year</b>	<b>10</b>	<u>(83,877)</u>		<u>(49,053)</u>	
<b>Net current liabilities</b>			<u>(19,396)</u>		<u>(1,542)</u>
<b>Total assets less current liabilities</b>			52,612		21,606
<b>Provisions for liabilities and charges</b>	<b>11</b>		<u>(9,463)</u>		<u>(3,413)</u>
<b>Net assets</b>			<u>43,149</u>		<u>18,193</u>
<b>Capital and reserves</b>					
Called up share capital	<b>13</b>		2		2
Profit and loss account	<b>14</b>		43,147		18,191
<b>Shareholders' funds</b>			<u>43,149</u>		<u>18,193</u>

The directors' statements required by Section 249B(4) are shown on the following page which forms part of this Balance Sheet.

**The notes on pages 6 to 10 form an integral part of these financial statements.**

**SCALCHEMY TRAINING & DEVELOPMENT LTD**

**Balance sheet (continued)**

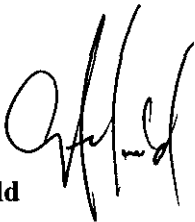
**Directors' statements required by Section 249B(4)  
for the period ended 31 July 2002**

In approving these financial statements as directors of the company we hereby confirm:

- (a) that for the period stated above the company was entitled to the exemption conferred by Section 249A(1) of the Companies Act 1985 ;
- (b) that no notice has been deposited at the registered office of the company pursuant to Section 249B(2) requesting that an audit be conducted for the period ended 31 July 2002 and
- (c) that we acknowledge our responsibilities for:
  - (1) ensuring that the company keeps accounting records which comply with Section 221, and
  - (2) preparing financial statements 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 its profit or loss for the period then ended in accordance with the requirements of Section 226 and which otherwise comply with the provisions of the Companies Act relating to financial statements, so far as applicable to the company.

These financial statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

The financial statements were approved by the Board on 19<sup>th</sup> May 2003 and signed on its behalf by



**C Mould  
Director**

**The notes on pages 6 to 10 form an integral part of these financial statements.**



## SCALCHEMY TRAINING & DEVELOPMENT LTD

### Notes to the financial statements for the period ended 31 July 2002

#### 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 June 2002).

##### 1.2. Turnover

Turnover represents the total invoice value, excluding value added tax, of sales made during the year.

##### 1.3. Intangible fixed assets

The franchise is valued at cost less accumulated amortisation.

Amortisation is calculated to write off the cost in equal annual instalments over the estimated useful life of 5 years.

##### 1.4. 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:

Plant and machinery	-	15% Reducing Balance
Fixtures, fittings and equipment	-	15% Reducing Balance
Motor vehicles	-	25% Reducing Balance
Computer equipment	-	33% Straight Line

##### 1.5. Leasing

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

##### 1.6. Pensions

The pension costs charged in the financial statements represent the contribution payable by the company during the period.

##### 1.7. Deferred taxation

The company adopted Financial Reporting Standard 19 "Deferred Taxation" (FRS 19) during the financial period.

Full provision is made for deferred taxation on all timing differences which have arisen but have not reversed at the balance sheet date.

Prior to the adoption of FRS 19, the company provided for deferred taxation only to the extent that timing differences were expected to materialise in the foreseeable future. The adoption of the new policy has been made by way of a prior year adjustment as though the revised policy had always been applied.

# SCALCHEMY TRAINING & DEVELOPMENT LTD

## Notes to the financial statements for the period ended 31 July 2002

..... continued

### 2. Turnover

The total turnover of the company for the period has been derived from its principal activity wholly undertaken in the UK.

### 3. Operating profit

	2002 £	2001 £
Operating profit is stated after charging:		
Depreciation and other amounts written off intangible assets	500	-
Depreciation and other amounts written off tangible assets	15,915	4,223
Loss on disposal of tangible fixed assets	482	-
	<u>          </u>	<u>          </u>

### 4. Directors' emoluments

	2002 £	2001 £
Remuneration and other benefits	50,694	25,682
	<u>          </u>	<u>          </u>

	Number	Number
Number of directors to whom retirement benefits are accruing under a money purchase scheme	2	-

### 5. Pension costs

The company operates a defined contribution pension scheme in respect of the staff. The scheme and its assets are held by independent managers. The pension charge represents contributions due from the company and amounted to £4,618 (2001 - £32).

### 6. Tax on profit on ordinary activities

Analysis of charge in period	2002 £	2001 £
UK corporation tax	6,545	617
Total current tax charge	<u>6,545</u>	<u>617</u>
Deferred tax		
Timing differences, origination and reversal	6,050	3,413
Total deferred tax	<u>6,050</u>	<u>3,413</u>
Tax on profit on ordinary activities	<u>12,595</u>	<u>4,030</u>

# SCALCHEMY TRAINING & DEVELOPMENT LTD

## Notes to the financial statements for the period ended 31 July 2002

..... continued

### 7. Intangible fixed assets

	Franchise £	Total £
<b>Cost</b>		
Additions	10,000	10,000
At 31 July 2002	10,000	10,000
<b>Provision for diminution in value</b>		
Charge for period	500	500
At 31 July 2002	500	500
<b>Net book values</b>		
At 31 July 2002	9,500	9,500

### 8. Tangible fixed assets

	Fixtures and fittings £	Office equipment £	Motor vehicles £	Computer equipment £	Total £
<b>Cost</b>					
At 1 April 2001	1,876	5,973	2,290	17,232	27,371
Additions	9,303	4,312	2,750	40,716	57,081
Disposals	-	(105)	(2,290)	-	(2,395)
At 31 July 2002	11,179	10,180	2,750	57,948	82,057
<b>Depreciation</b>					
At 1 April 2001	281	896	573	2,473	4,223
On disposals	-	(16)	(573)	-	(589)
Charge for the period	2,179	1,860	917	10,959	15,915
At 31 July 2002	2,460	2,740	917	13,432	19,549
<b>Net book values</b>					
At 31 July 2002	8,719	7,440	1,833	44,516	62,508
At 31 March 2001	1,595	5,077	1,717	14,759	23,148

# SCALCHEMY TRAINING & DEVELOPMENT LTD

## Notes to the financial statements for the period ended 31 July 2002

..... continued

<b>9. Debtors</b>	<b>2002</b>	<b>2001</b>
	<b>£</b>	<b>£</b>
Trade debtors	34,522	6,923
Other debtors	2,658	-
Prepayments	5,492	5,294
	<u>42,672</u>	<u>12,217</u>
 <b>10. Creditors: amounts falling due within one year</b>	 <b>2002</b>	 <b>2001</b>
	<b>£</b>	<b>£</b>
Trade creditors	36,006	7,993
Corporation tax	6,544	617
Other taxes and social security costs	1,503	7,087
Directors' accounts	-	999
Other creditors	78	-
Accruals and deferred income	39,746	32,357
	<u>83,877</u>	<u>49,053</u>
 <b>11 Provisions for liabilities and charges</b>	 <b>Deferred taxation (Note 12)</b>	 <b>Total</b>
	<b>£</b>	<b>£</b>
At 1 April 2001	3,413	3,413
Movements in the year	6,050	6,050
At 31 July 2002	<u>9,463</u>	<u>9,463</u>

# **SCALCHEMY TRAINING & DEVELOPMENT LTD**

## **Notes to the financial statements for the period ended 31 July 2002**

..... continued

### **12. Provision for deferred taxation**

	<b>2002</b>	<b>2001</b>
	<b>£</b>	<b>£</b>
Accelerated capital allowances	9,463	3,413
Undiscounted provision for deferred tax	<u>9,463</u>	<u>3,413</u>
Provision at 1 April 2001	3,413	
Provision at 31 July 2002	<u>3,413</u>	
Deferred taxation is based on a corporation tax rate of 19%.		

### **13. Share capital**

	<b>2002</b>	<b>2001</b>
	<b>£</b>	<b>£</b>
<b>Authorised</b>		
1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>
<b>Allotted, called up and fully paid</b>		
2 Ordinary shares of £1 each	<u>2</u>	<u>2</u>

### **14. Reserves**

	<b>Profit and loss account</b>	<b>Total</b>
	<b>£</b>	<b>£</b>
<b>At 31 July 2001</b>		
as previously stated	21,604	21,604
Prior year adjustment	<u>(3,413)</u>	<u>(3,413)</u>
<b>At 1 April 2001</b>	18,191	18,191
Retained profit for the period	<u>24,956</u>	<u>24,956</u>
<b>At 31 July 2002</b>	<u>43,147</u>	<u>43,147</u>

### **15. Controlling interest**

The controlling parties are Mr S & Mrs C Mould by virtue of having ownership of 50% each of the issued ordinary share capital in the company.