

Stonyhurst College Developments Limited

FINANCIAL STATEMENTS

for the year ended

31 August 2005



Company Registration No. 1482392

Stonyhurst College Developments Limited

FINANCIAL STATEMENTS

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Stonyhurst College Developments Limited

OFFICERS AND PROFESSIONAL ADVISERS

DIRECTORS

Mr J Ridley
Mr A J F Aylward

SECRETARY

Mr J Ridley

REGISTERED OFFICE

Stonyhurst College
Stonyhurst
Clitheroe
Lancashire
BB7 9PZ

AUDITORS

Baker Tilly
Chartered Accountants
Brazennose House
Lincoln Square
Manchester
M2 5BL

BANKERS

HSBC Bank plc
69 Pall Mall
London
SW17 5EY

Stonyhurst College Developments Limited

DIRECTORS' REPORT

The directors submit their report and financial statements of Stonyhurst College Developments Limited for the year ended 31 August 2005.

PRINCIPAL ACTIVITIES

The principal activity of the company continued to be the provision of services of various types on behalf of Stonyhurst College.

REVIEW OF THE BUSINESS

The trading profit for the year, after taxation was £60,041 (2004: £41,157). The Directors do not recommend the payment of a dividend.

THE DIRECTORS AND THEIR INTERESTS IN THE SHARES OF THE COMPANY

The directors who served the company during the year together with their beneficial interests in the shares of the company were as follows:

	Ordinary Shares of £1 each	
	At 31 August 2005	At 1 September 2004
Mr J Ridley	—	—
Mr A J F Aylward	—	—

AUDITORS

A resolution to reappoint Baker Tilly, Chartered Accountants, as auditors will be put to the members at the annual general meeting.

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.

By order of the board



Mr J Ridley

Company Secretary

4 November 2005

Stonyhurst College Developments Limited

DIRECTORS' RESPONSIBILITIES IN THE PREPARATION OF FINANCIAL STATEMENTS

Company law requires the directors to prepare financial statements for each financial year which 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 those financial statements, the directors are required to:

- a. select suitable accounting policies and then apply them consistently;
- b. make judgements and estimates that are reasonable and prudent;
- c. 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 requirements of 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 AUDITOR'S REPORT TO THE MEMBERS OF STONYHURST COLLEGE DEVELOPMENTS LIMITED

We have audited the financial statements on pages 6 to 11.

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 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 other information contained in the Annual Report, and consider whether it is consistent with the audited financial statements. This other information comprises only the Directors' Report. We consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements. Our responsibilities do not extend to any other information.

Basis of opinion

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board, except that the scope of our work was limited as explained below.

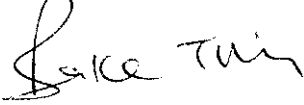
An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned 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.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
STONYHURST COLLEGE DEVELOPMENTS LIMITED (continued)

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 August 2005 and of its profit for the year then ended, and have been properly prepared in accordance with the Companies Act 1985.



BAKER TILLY
Registered Auditor
Chartered Accountants
Brazennose House
Lincoln Square
Manchester M2 5BL

22 January 2006

Stonyhurst College Developments Limited

PROFIT AND LOSS ACCOUNT

for the year ended 31 August 2005

	<i>Notes</i>	2005 £	2004 £
TURNOVER		352,643	276,721
Cost of sales		<u>220,673</u>	<u>178,850</u>
Gross profit		131,970	97,871
Administrative expenses		71,929	56,714
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		<u>60,041</u>	<u>41,157</u>
Taxation		—	—
RETAINED PROFIT FOR THE FINANCIAL YEAR		<u>60,041</u>	<u>41,157</u>
Balance brought forward		(434,438)	(475,595)
Balance carried forward		<u>(374,397)</u>	<u>(434,438)</u>

The operating profit for the year arises from the company's continuing operations.

No separate Statement of Total Recognised Gains and Losses has been presented as all such gains and losses have been dealt with in the Profit and Loss Account.

Stonyhurst College Developments Limited

BALANCE SHEET

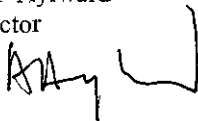
31 August 2005

	Notes	2005 £	2004 £
FIXED ASSETS			
Tangible assets	3	74,526	97,001
CURRENT ASSETS			
Debtors	4	26,584	12,500
Cash at bank		9,181	6,219
		35,765	18,719
CREDITORS			
Amounts falling due within one year	5	33,782	27,447
NET CURRENT ASSETS/(LIABILITIES)		1,983	(8,728)
TOTAL ASSETS LESS CURRENT LIABILITIES		76,509	88,273
CREDITORS			
Amounts falling due after more than one year	6	450,903	522,708
		(374,394)	(434,435)
CAPITAL AND RESERVES			
Called up equity share capital	9	3	3
Profit and loss account		(374,397)	(434,438)
DEFICIENCY	10	(374,394)	(434,435)

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 the 1 November 2005 and are signed on their behalf by:

A J F Aylward
Director



Stonyhurst College Developments Limited

ACCOUNTING POLICIES

BASIS OF ACCOUNTING

The accounts have been prepared in accordance with the Financial Reporting Standard for Smaller entities under the historical cost convention and in accordance with applicable accounting standards.

GOING CONCERN

Accounts have been prepared on a going concern basis which assumes the continuing support of the company's loan creditor for at least 12 months from the date of signing. The company has received confirmation that the loan from Stonyhurst College of £450,903 (2004: £540,503) will not be demanded within the next 12 months.

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

The turnover shown in the profit and loss account represents amounts invoiced during the year, exclusive of Value Added Tax.

FIXED ASSETS

All fixed assets are initially recorded at cost.

DEPRECIATION

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Plant & Machinery	- 10 years
Motor Vehicles	- 25% reducing balance
Fixtures & Fittings	- nil

LEASING AND HIRE PURCHASE COMMITMENTS

Assets held under finance leases, which are leases where substantially all the risks and rewards of ownership of the asset have passed to the company, and hire purchase contracts, are capitalised in the balance sheet and are depreciated over their useful lives. The capital elements of future obligations under the leases and hire purchase contracts are included as liabilities in the balance sheet.

The interest elements of the rental obligations are charged in the profit and loss account over the periods of the leases and hire purchase contracts and represent a constant proportion of the balance of capital repayments outstanding.

Rentals payable under operating leases are charged in the profit and loss account on a straight line basis over the lease term.

Stonyhurst College Developments Limited

ACCOUNTING POLICIES

PENSION COSTS

The college contributes to the Teachers' Superannuation Scheme.

The defined benefits scheme was closed on 31 December 1999. This was replaced by a group money purchase scheme open to all non-academic employees on the basis matched contributions between employee and employer. The contributational ranges from 4%-7% dependant upon the age of the scheme member.

Contributions are charged to the profit and loss account as they become payable in accordance with the rules of the schemes.

SWIMMING CLUB INCOME

Swimming club income is accounted for on a cash received basis as it is non refundable. If it was accounted for on an accruals basis there would be a deferred income of £12,210 (2004: £13,170)

Stonyhurst College Developments Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 August 2005

1 TURNOVER

Turnover represents amounts invoiced during the current and prior year excluding value added tax. All activities are classed as continuing. During the year the Company had two principal areas of activity, operating a swimming pool and lettings.

2 OPERATING PROFIT

Operating profit is stated after charging:

	2005	2004
	£	£
Directors' emoluments	—	—
Depreciation of owned fixed assets	22,475	12,820
Auditors' fees	<u>3,500</u>	<u>3,250</u>

3 TANGIBLE FIXED ASSETS

	Plant & Machinery £	Fixtures & Fittings £	Motor Vehicles £	Total £
Cost				
At 1 September 2004	66,253	4,562	117,297	188,112
Disposal	—	—	(29,640)	(29,640)
At 31 August 2005	<u>66,253</u>	<u>4,562</u>	<u>87,657</u>	<u>158,472</u>
Depreciation				
At 1 September 2004	38,349	—	52,762	91,111
Charge for the year	6,625	—	15,850	22,475
Depreciation on disposal	—	—	(29,640)	(29,640)
At 31 August 2005	<u>44,974</u>	<u>—</u>	<u>38,972</u>	<u>83,946</u>
Net book value				
At 31 August 2005	<u>21,279</u>	<u>4,562</u>	<u>48,685</u>	<u>74,526</u>
At 31 August 2004	<u>27,904</u>	<u>4,562</u>	<u>64,535</u>	<u>97,001</u>

4 DEBTORS

	2005	2004
	£	£
Prepayments and accrued income	<u>26,584</u>	<u>12,500</u>

5 CREDITORS: Amounts falling due within one year

	2005	2004
	£	£
Trade creditors	6,759	14,809
Other taxation and social security	<u>27,023</u>	<u>12,638</u>
	<u>33,782</u>	<u>27,447</u>

Stonyhurst College Developments Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 August 2005

6 CREDITORS: Amounts falling due after more than one year

	2005 £	2004 £
Stonyhurst College	<u>450,903</u>	<u>522,708</u>

The loan is interest free and unsecured. No date has been set for repayment of this loan, but it will not be due for repayment within the next year.

7 COMMITMENTS UNDER OPERATING LEASES

At 31 August 2005 the company had annual commitments under non-cancellable operating leases as set out below.

	Assets other than land and buildings	
	2005 £	2004 £
Operating leases which expire:		
Within 1 year	4,692	4,692
Within 2 to 5 years	—	4,992
	<u>4,692</u>	<u>9,684</u>

8 ULTIMATE CONTROLLING PARTY

The controlling party is the Governing Body of Stonyhurst College. The ultimate controlling party is The Trustees for Roman Catholic Purposes.

The company has taken advantage of the exemption contained in Financial Reporting Standard No. 8 from disclosing transactions with other entities under the control of The Trustees for Roman Catholic Purposes, on the grounds that 100% of the company's voting rights are controlled within the charity.

9 SHARE CAPITAL

	2005 £	2004 £
Authorised:		
100 Ordinary shares of £1 each	<u>100</u>	<u>100</u>
	2005 £	2004 £
Allotted, called up and fully paid:		
3 Ordinary shares of £1 each	<u>3</u>	<u>3</u>

10 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2005 £	2004 £
Profit for the financial year	60,041	41,157
Opening shareholders' equity deficit	<u>(434,435)</u>	<u>(475,592)</u>
Closing shareholders' equity deficit	<u>(374,394)</u>	<u>(434,435)</u>