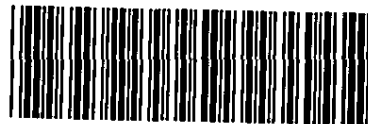


**REPORT OF THE DIRECTORS AND
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2012
FOR
WIGAN METROPOLITAN DEVELOPMENT COMPANY
LIMITED**

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**WIGAN METROPOLITAN DEVELOPMENT COMPANY
LIMITED (REGISTERED NUMBER 01486410)**

**CONTENTS OF THE CONSOLIDATED FINANCIAL STATEMENTS
for the Year Ended 31 March 2012**

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**WIGAN METROPOLITAN DEVELOPMENT COMPANY
LIMITED**

**COMPANY INFORMATION
for the Year Ended 31 March 2012**

DIRECTORS:	Lord P R C Smith M P Honor S M Jones T Sherratt F B Walker DT Molyneux K Cunliffe J A O'Neill JP BSc (Econ) Mrs G Bishop
SECRETARY:	Ms S Gambles
REGISTERED OFFICE:	Wigan Investment Centre Waterside Drive Wigan Lancashire WN3 5BA
REGISTERED NUMBER:	01486410 (England and Wales)
AUDITORS:	Fairhurst Statutory Auditor Chartered Accountants Douglas Bank House Wigan Lane Wigan Lancashire WN1 2TB
BANKERS:	The Co-operative Bank plc PO Box 101 1 Balloon Street Manchester M60 4EP

**WIGAN METROPOLITAN DEVELOPMENT COMPANY
LIMITED**

**CHAIRMAN'S REPORT
for the Year Ended 31 March 2012**

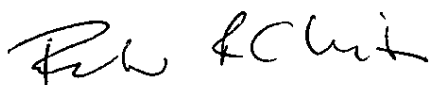
This year was another very challenging one for both ourselves and many of our tenants mainly due to continuing economic climate affecting all of our trading

Also a major new office development opened in October 2011 and some of our large anchor tenants relocated to these new premises, this has started to have a considerable impact on our profitability. The loss of tenants will continue well into the new year, however major advertising campaigns are under way to replace these lost tenants, this is expected to be a rather slow process but we are starting to see improvements as enquiries for our properties are increasing and new tenants are starting moving in.

The borough continues to encourage business start ups and reduce employment through various initiatives, it is also encouraging companies to relocate into our area and eventually all of this will further increase occupation levels of both our units and offices and hopefully return the company to a good level of profitability.

The Company has a good balance sheet with considerable cash reserves which put us in a strong position for the future when the economic recovery starts to come through and opportunities will arise.

The Company continues to lend its support to the Borough of Wigan and I would again like to record my appreciation of the work done by my colleagues on the Board of Directors and all the company staff who enabled us to give this valuable assistance to the local area.



Peter R C Smith
Lord Smith of Leigh
Chairman

**WIGAN METROPOLITAN DEVELOPMENT COMPANY
LIMITED (REGISTERED NUMBER: 01486410)**

**REPORT OF THE DIRECTORS
for the Year Ended 31 March 2012**

The directors present their report with the financial statements of the company and the group for the year ended 31 March 2012

PRINCIPAL ACTIVITY

The principal activity of the group in the year under review was that of investment in industry and the construction of industrial premises

DIRECTORS

The directors shown below have held office during the whole of the period from 1 April 2011 to the date of this report

Lord P R C Smith
M P Honor
S M Jones
T Sherratt
F B Walker
DT Molyneux
K Cunliffe
J A O'Neill JP BSc (Econ)

Other changes in directors holding office are as follows

Mrs G Bishop - appointed 6 July 2011

J B Baldwin ceased to be a director after 31 March 2012 but prior to the date of this report

ADMINISTRATION

The activities of the Company are still being carried out with the support of the appropriate professional or administrative services of Council staff. The cost of these services is reimbursed to the Council by the Company

FINANCIAL POLICIES

The general policy of the Board is to invest in firms with a view to producing a commercial return which will be available for further investment. Investment projects are appraised on the basis of their soundness and viability. Investments in firms are financed out of the Company's own funds. Investments in the construction or adaptation of industrial premises are normally financed out of borrowings. The Company's liquid funds are invested in the money market and short-term loans in order to maximise income.

STATEMENT OF 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 Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and the group and of the profit or loss of the group 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 accounting 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 adequate accounting records that are sufficient to show and explain the company's and the group's transactions and disclose with reasonable accuracy at any time the financial position of the company and the group and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

**WIGAN METROPOLITAN DEVELOPMENT COMPANY
LIMITED (REGISTERED NUMBER 01486410)**

**REPORT OF THE DIRECTORS
for the Year Ended 31 March 2012**

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the group's auditors are unaware, and each director has taken all the steps that he or she ought to have taken as a director in order to make himself or herself aware of any relevant audit information and to establish that the group's auditors are aware of that information

AUDITORS

The auditors, Fairhurst, will be proposed for re-appointment at the forthcoming Annual General Meeting

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

ON BEHALF OF THE BOARD


Ms S Gambles Secretary

Date 23/4/12

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
WIGAN METROPOLITAN DEVELOPMENT COMPANY
LIMITED**

We have audited the financial statements of Wigan Metropolitan Development Company Limited for the year ended 31 March 2012 on pages seven to eighteen. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. 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 a Report of the Auditors 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 explained more fully in the Statement of Directors' Responsibilities set out on page three, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the group's and the parent company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the directors, and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Chairman's Report and the Report of the Directors to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements

- give a true and fair view of the state of the group's and of the parent company's affairs as at 31 March 2012 and of the group's loss for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

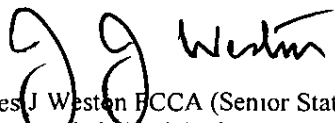
In our opinion the information given in the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
WIGAN METROPOLITAN DEVELOPMENT COMPANY
LIMITED**

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion

- adequate accounting records have not been kept by the parent company, or returns adequate for our audit have not been received from branches not visited by us, or
- the parent company financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of directors' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit, or
- the directors were not entitled to take advantage of the small companies' exemption in preparing the Report of the Directors



James J Weston FCCA (Senior Statutory Auditor)
for and on behalf of Fairhurst
Statutory Auditor
Chartered Accountants
Douglas Bank House
Wigan Lane
Wigan
Lancashire
WN1 2TB

Date

20 December 2012

**WIGAN METROPOLITAN DEVELOPMENT COMPANY
LIMITED (REGISTERED NUMBER 01486410)**

**CONSOLIDATED PROFIT AND LOSS ACCOUNT
for the Year Ended 31 March 2012**

	Notes	2012 £	2011 £
TURNOVER		104,845	278,894
Cost of sales		<u>9,689</u>	<u>47,959</u>
GROSS PROFIT		95,156	230,935
Administrative expenses		<u>589,531</u>	<u>756,996</u>
		(494,375)	(526,061)
Other operating income		<u>501,730</u>	<u>551,450</u>
OPERATING PROFIT and PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	3	7,355	25,389
Tax on profit on ordinary activities	4	<u>23,164</u>	<u>27,803</u>
LOSS FOR THE FINANCIAL YEAR FOR THE GROUP		<u>(15,809)</u>	<u>(2,414)</u>

CONTINUING OPERATIONS

None of the group's activities were acquired or discontinued during the current year or previous year

TOTAL RECOGNISED GAINS AND LOSSES

The group has no recognised gains or losses other than the losses for the current year or previous year

The notes form part of these financial statements

**WIGAN METROPOLITAN DEVELOPMENT COMPANY
LIMITED (REGISTERED NUMBER: 01486410)**

**CONSOLIDATED BALANCE SHEET
31 March 2012**

	Notes	2012 £	2011 £
FIXED ASSETS			
Tangible assets	6	4,410,854	4,561,782
Investments	7	<u>-</u>	<u>-</u>
		4,410,854	4,561,782
CURRENT ASSETS			
Stocks	8	3,936	4,128
Debtors	9	478,297	466,747
Investments	10	706,943	625,500
Cash at bank and in hand		<u>4,756</u>	<u>17,885</u>
		1,193,932	1,114,260
CREDITORS			
Amounts falling due within one year	11	<u>363,535</u>	<u>371,991</u>
NET CURRENT ASSETS		<u>830,397</u>	<u>742,269</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		5,241,251	5,304,051
CREDITORS			
Amounts falling due after more than one year	12	(1,602,607)	(1,649,546)
PROVISIONS FOR LIABILITIES	15	<u>(2,425)</u>	<u>(2,477)</u>
NET ASSETS		<u>3,636,219</u>	<u>3,652,028</u>
RESERVES			
Other reserves	16	2,000,000	2,000,000
Profit and loss account	16	<u>1,636,219</u>	<u>1,652,028</u>
	20	<u>3,636,219</u>	<u>3,652,028</u>

The financial statements were approved by the Board of Directors on its behalf by

23/11/12

and were signed on



Lord P R C Smith - Director



M P Honor - Director

The notes form part of these financial statements

**WIGAN METROPOLITAN DEVELOPMENT COMPANY
LIMITED (REGISTERED NUMBER 01486410)**

**COMPANY BALANCE SHEET
31 March 2012**

	Notes	2012 £	2011 £
FIXED ASSETS			
Tangible assets	6	-	-
Investments	7	<u>676,441</u>	<u>676,441</u>
		676,441	676,441
CURRENT ASSETS			
Debtors	9	1,029,377	1,029,377
Cash at bank		<u>6</u>	<u>6</u>
		1,029,383	1,029,383
CREDITORS			
Amounts falling due within one year	11	<u>24,375</u>	<u>24,375</u>
NET CURRENT ASSETS		<u>1,005,008</u>	<u>1,005,008</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>1,681,449</u>	<u>1,681,449</u>
RESERVES			
Other reserves	16	2,000,000	2,000,000
Profit and loss account	16	<u>(318,551)</u>	<u>(318,551)</u>
	20	<u>1,681,449</u>	<u>1,681,449</u>

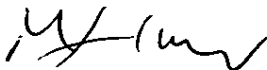
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23/11/12

and were signed on



Lord P R C Smith - Director



M P Honor - Director

The notes form part of these financial statements

**WIGAN METROPOLITAN DEVELOPMENT COMPANY
LIMITED (REGISTERED NUMBER. 01486410)**

**CONSOLIDATED CASH FLOW STATEMENT
for the Year Ended 31 March 2012**

	Notes	2012 £	2011 £
Net cash inflow from operating activities	1	99,160	243,987
Taxation		(30,846)	(16,062)
Capital expenditure	2	-	(44,600)
		68,314	183,325
Management of liquid resources	2	(81,443)	(144,261)
(Decrease)/increase in cash in the period		<u>(13,129)</u>	<u>39,064</u>

**Reconciliation of net cash flow
to movement in net funds**

	3		
(Decrease)/increase in cash in the period		(13,129)	39,064
Cash outflow from increase in liquid resources		<u>81,443</u>	<u>144,261</u>
Change in net funds resulting from cash flows		<u>68,314</u>	<u>183,325</u>
Movement in net funds in the period		68,314	183,325
Net funds at 1 April		<u>643,385</u>	<u>460,060</u>
Net funds at 31 March		<u>711,699</u>	<u>643,385</u>

The notes form part of these financial statements

**WIGAN METROPOLITAN DEVELOPMENT COMPANY
LIMITED (REGISTERED NUMBER: 01486410)**

**NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT
for the Year Ended 31 March 2012**

1 RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES

	2012 £	2011 £
Operating profit	7,355	25,389
Depreciation charges	150,928	161,841
Government grants	(46,939)	(46,939)
Decrease in stocks	192	8,285
(Increase)/decrease in debtors	(11,550)	70,604
(Decrease)/increase in creditors	<u>(826)</u>	<u>24,807</u>
Net cash inflow from operating activities	<u>99,160</u>	<u>243,987</u>

2 ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT

	2012 £	2011 £
Capital expenditure		
Purchase of tangible fixed assets	<u>-</u>	<u>(44,600)</u>
Net cash outflow for capital expenditure	<u>-</u>	<u>(44,600)</u>
Management of liquid resources		
Change in short term deposits	<u>(81,443)</u>	<u>(144,261)</u>
Net cash outflow from management of liquid resources	<u>(81,443)</u>	<u>(144,261)</u>

3 ANALYSIS OF CHANGES IN NET FUNDS

	At 1/4/11 £	Cash flow £	At 31/3/12 £
Net cash			
Cash at bank and in hand	<u>17,885</u>	<u>(13,129)</u>	<u>4,756</u>
	<u>17,885</u>	<u>(13,129)</u>	<u>4,756</u>
Liquid resources			
Current asset investments	<u>625,500</u>	<u>81,443</u>	<u>706,943</u>
	<u>625,500</u>	<u>81,443</u>	<u>706,943</u>
Total	<u>643,385</u>	<u>68,314</u>	<u>711,699</u>

The notes form part of these financial statements

**WIGAN METROPOLITAN DEVELOPMENT COMPANY
LIMITED (REGISTERED NUMBER: 01486410)**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
for the Year Ended 31 March 2012**

1 ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention

Turnover

Turnover represents the net invoiced value of goods sold, excluding value added tax

Operating income includes the amount of income received and receivable in the accounting period from investments and loans

Income from rents of land and buildings is the net income, after deduction of ground rents, rates and other outgoings, in respect of the accounting period in which it arises

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life

Freehold property	- at varying rates on cost
Short leasehold	- 2% on cost
Plant and machinery	- at varying rates on cost

Interests in land and buildings are stated at their purchase cost, together with any incidental costs of acquisition and subsequent development expenditure at cost. Grants received or receivable on qualifying expenditure are credited to a deferred income account and released to the Profit and Loss Account at the same rate as those used for depreciation. As a result, grants are effectively credited to revenue over the expected useful lives of the related assets.

The charge to the Profit and Loss Account in any period is the net cost after deduction of grants released as stated above.

Stocks

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

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the profit and loss account on a straight line basis over the period of the lease.

Pension costs and other post-retirement benefits

Employees of Wigan Metropolitan Development Company (Investment) Limited participate in the Greater Manchester Pension Fund, part of the Local Government Pension Scheme.

The scheme is a defined benefit scheme, however the company is unable to identify its share of the underlying assets and liabilities of this multi-employer scheme. The scheme is therefore treated as a defined contribution scheme for the purposes of these financial statements, the cost of the scheme is equal to the contributions payable to the scheme for the accounting period. These costs are recognised in the operating profit and loss account.

Investments

Unlisted investments are stated at the lower of cost and Director's valuation.

Development fund

The contributions to the Development Fund by the Wigan Metropolitan Borough Council are credited as capital of the Company.

**WIGAN METROPOLITAN DEVELOPMENT COMPANY
LIMITED (REGISTERED NUMBER: 01486410)**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
for the Year Ended 31 March 2012**

2 STAFF COSTS

	2012 £	2011 £
Wages and salaries	143,872	163,586
Other pension costs	<u>10,656</u>	<u>9,238</u>
	<u>154,528</u>	<u>172,824</u>

The average monthly number of employees during the year was as follows

	2012	2011
Administration	5	5
Hindley Business Centre	9	9
Wigan Investment Conference Centre	-	5
Wigan Investment Centre - Reception	4	4
Douglas Valley Properties	<u>10</u>	<u>10</u>
	<u>28</u>	<u>33</u>

Directors' remuneration is set out in the note below

Chairman £220 (2010 £220)

Highest paid Director £220 (2010 £220)

Other Directors all were in the range nil and £5000, and none were paid more than £220 (2010 £220)

The above cost is after recharge of employee costs to Hindley Business Centre, Wigan Investment Centre and Douglas Valley Properties

Total charge for the year is as follows

	2011 £	2010 £
Wages and salaries	401,849	476,467
Social security costs	24,891	25,980
Pension costs	<u>44,238</u>	<u>43,315</u>
	<u>470,978</u>	<u>545,762</u>

3 OPERATING PROFIT

The operating profit is stated after charging

	2012 £	2011 £
Hire of plant and machinery	943	3,628
Depreciation - owned assets	150,928	161,841
Auditors' remuneration	<u>6,200</u>	<u>6,150</u>
Directors' remuneration	<u>1,800</u>	<u>1,969</u>

**WIGAN METROPOLITAN DEVELOPMENT COMPANY
LIMITED (REGISTERED NUMBER 01486410)**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
for the Year Ended 31 March 2012**

4 TAXATION

Analysis of the tax charge

The tax charge on the profit on ordinary activities for the year was as follows

	2012 £	2011 £
Current tax		
UK corporation tax	23,216	30,846
Deferred tax	<u>(52)</u>	<u>(3,043)</u>
Tax on profit on ordinary activities	<u>23,164</u>	<u>27,803</u>

5 PROFIT OF PARENT COMPANY

As permitted by Section 408 of the Companies Act 2006, the profit and loss account of the parent company is not presented as part of these financial statements. The parent company's profit for the financial year was £0 (2011 - £0)

6 TANGIBLE FIXED ASSETS

Group

	Freehold property £	Short leasehold £	Plant and machinery £	Totals £
COST				
At 1 April 2011 and 31 March 2012	<u>4,609,241</u>	<u>1,988,301</u>	<u>323,136</u>	<u>6,920,678</u>
DEPRECIATION				
At 1 April 2011	1,225,275	828,065	305,556	2,358,896
Charge for year	<u>99,287</u>	<u>48,982</u>	<u>2,659</u>	<u>150,928</u>
At 31 March 2012	<u>1,324,562</u>	<u>877,047</u>	<u>308,215</u>	<u>2,509,824</u>
NET BOOK VALUE				
At 31 March 2012	<u>3,284,679</u>	<u>1,111,254</u>	<u>14,921</u>	<u>4,410,854</u>
At 31 March 2011	<u>3,383,966</u>	<u>1,160,236</u>	<u>17,580</u>	<u>4,561,782</u>

7 FIXED ASSET INVESTMENTS

Company

Investments (neither listed nor unlisted) were as follows

	2012 £	2011 £
Shares in Investment company	676,414	676,414
Shares in Property company	<u>27</u>	<u>27</u>
	<u>676,441</u>	<u>676,441</u>

**WIGAN METROPOLITAN DEVELOPMENT COMPANY
LIMITED (REGISTERED NUMBER 01486410)**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
for the Year Ended 31 March 2012**

7 FIXED ASSET INVESTMENTS - continued

The group or the company's investments at the balance sheet date in the share capital of companies include the following

Subsidiaries

Wigan Metropolitan Development Company (Investment) Limited

Nature of business management of investments and industrial premises

	%			
Class of shares	holding		2012	2011
£1 Ordinary	100 00		£	£
Aggregate capital and reserves			2,596,176	2,611,152
Loss for the year			<u>(14,976)</u>	<u>(1,876)</u>

Wigan Metropolitan Development Company (Property) Limited

Nature of business acquisition, development etc in land & buildings

	%			
Class of shares	holding		2012	2011
£1 Ordinary	100 00		£	£
Aggregate capital and reserves			35,035	35,867
Loss for the year			<u>(832)</u>	<u>(541)</u>

8 STOCKS

	Group	
	2012	2011
	£	£
Stocks	-	2,079
Franking machine funds	<u>3,936</u>	<u>2,049</u>
	<u>3,936</u>	<u>4,128</u>

9 DEBTORS AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	2012	2011	2012	2011
	£	£	£	£
Trade debtors	150,397	187,180	-	-
Amounts owed by group undertakings	-	-	1,029,377	1,029,377
Amounts owed by participating interests	140,638	140,638	-	-
Other debtors	187,083	138,534	-	-
Prepayments and accrued income	<u>179</u>	<u>395</u>	<u>-</u>	<u>-</u>
	<u>478,297</u>	<u>466,747</u>	<u>1,029,377</u>	<u>1,029,377</u>

**WIGAN METROPOLITAN DEVELOPMENT COMPANY
LIMITED (REGISTERED NUMBER: 01486410)**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
for the Year Ended 31 March 2012**

10 CURRENT ASSET INVESTMENTS

	Group	
	2012	2011
	£	£
Short term deposits	<u>706,943</u>	<u>625,500</u>

11 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	2012	2011	2012	2011
	£	£	£	£
Amounts owed to group undertakings	-	-	24,375	24,375
Tax	23,216	30,846	-	-
Social security and other taxes	10,496	11,872	-	-
VAT	13,013	30,333	-	-
Other creditors	68,067	53,713	-	-
Accrued expenses	<u>248,743</u>	<u>245,227</u>	-	-
	<u>363,535</u>	<u>371,991</u>	<u>24,375</u>	<u>24,375</u>

12 CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	Group	
	2012	2011
	£	£
Deferred government grants	<u>1,602,607</u>	<u>1,649,546</u>

13 OPERATING LEASE COMMITMENTS

The following operating lease payments are committed to be paid within one year

Group

	Land and Buildings	
	2012	2011
	£	£
Expiring		
Between one and five years	<u>31,995</u>	<u>31,994</u>

14 SECURED DEBTS

A Standard Mortgage Debenture is held in the name of Wigan Metropolitan Development Company (Investment) Limited, incorporating a fixed and floating charge over the assets of the company, dated 19 May 1993

A first legal charge dated 19 May 1993 is held over the following Freehold and Leasehold properties
Victoria Street Industrial Estate, Leigh, Richard Street Industrial Estate, Ince, Hindley Business Centre, Platt Lane, Hemfield Court Industrial Estate, Higher Ince and Caxton Close Industrial Unit, Wheatlea

**WIGAN METROPOLITAN DEVELOPMENT COMPANY
LIMITED (REGISTERED NUMBER 01486410)**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
for the Year Ended 31 March 2012**

15 PROVISIONS FOR LIABILITIES

	Group
	2012 £
Deferred tax	<u>2,425</u>
	2011 £
	<u>2,477</u>
Group	
	Deferred tax £
Balance at 1 April 2011	2,477
Provided/released in the year	<u>(52)</u>
Balance at 31 March 2012	<u>2,425</u>

16 RESERVES

	Profit and Loss Account £	Other reserves £	Totals £
At 1 April 2011	1,652,028	2,000,000	3,652,028
Deficit for the year	<u>(15,809)</u>	<u>-</u>	<u>(15,809)</u>
At 31 March 2012	<u>1,636,219</u>	<u>2,000,000</u>	<u>3,636,219</u>
Company			
	Profit and loss Account £	Other reserves £	Totals £
At 1 April 2011	(318,551)	2,000,000	1,681,449
Profit for the year	<u>-</u>	<u>-</u>	<u>-</u>
At 31 March 2012	<u>(318,551)</u>	<u>2,000,000</u>	<u>1,681,449</u>

17 CONTINGENT LIABILITIES

The Company's banking arrangements are subject to an unlimited multilateral guarantee entered into by Wigan Metropolitan Development Company Limited, Wigan Metropolitan Development Company (Investment) Limited, and Wigan Metropolitan Development Company (Property) Limited to secure any borrowings by any of these companies

18 OTHER FINANCIAL COMMITMENTS

In respect of all bank accounts there is a Letter of Set Off confirming that the bank's common law right of set off between accounts of the company which are in debit and credit may be exercised without prior notice supporting the resolution held dated 19 May 1993

**WIGAN METROPOLITAN DEVELOPMENT COMPANY
LIMITED (REGISTERED NUMBER: 01486410)**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
for the Year Ended 31 March 2012**

19 RELATED PARTY DISCLOSURES

Leigh Sports Village Limited
Associated company

	2012 £	2011 £
Amount due from related party at the balance sheet date	<u>140,638</u>	<u>140,638</u>

S M Jones
Director

During the year the company paid consultancy costs to Mr Jones of £18,753 (2011 £19,215)

20 RECONCILIATION OF MOVEMENTS IN RESERVES

Group

	2012 £	2011 £
Loss for the financial year	<u>(15,809)</u>	<u>(2,414)</u>
Net reduction of reserves	(15,809)	(2,414)
Opening reserves	<u>3,652,028</u>	<u>3,654,442</u>
Closing reserves	<u>3,636,219</u>	<u>3,652,028</u>

Company

	2012 £	2011 £
Profit for the financial year	-	-
Opening reserves	<u>1,681,449</u>	<u>1,681,449</u>
Closing reserves	<u>1,681,449</u>	<u>1,681,449</u>

21 DEVELOPMENT FUND

The initial funding of the Company was provided by Wigan Metropolitan Borough Council, who made contributions to the Company's Development Fund totalling £2 million. The payments are subject to the provisions of a funding agreement entered into between the Company and the Council. In the event of its winding up or dissolution the Company is required to repay the funding to the Council to the extent that resources are available or otherwise transfer it to some other institution or body as the Council may direct. The funding is consequently shown in the Company's accounts as capital.

22 GUARANTEE

The Company is a Company limited by guarantee. The main board of twelve members have each, in the event of a winding up undertaken to contribute an amount not exceeding £1.