

**REPORT OF THE DIRECTORS AND
CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2014
FOR
WIGAN METROPOLITAN DEVELOPMENT COMPANY
LIMITED**

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

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for the Year Ended 31 March 2014**

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**WIGAN METROPOLITAN DEVELOPMENT COMPANY
LIMITED**

**COMPANY INFORMATION
for the Year Ended 31 March 2014**

DIRECTORS:

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

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 (REGISTERED NUMBER: 01486410)**

**CHAIRMAN'S REPORT
for the Year Ended 31 March 2014**

After the challenging last few years which were affected by the economic climate that hit both ourselves and our many tenants. It is very good to report that we are seeing an improvement in our occupation levels and profitability both of which should improve further in the coming year.

Throughout the year enquiries have increased, resulting in tenants moving in at a faster rate than the few still ceasing to trade or relocating away from us. Overall our occupation levels increased from 83% in March 2013 to 86% in March 2014.

During the year we merged the operations of a sister company (Douglas Valley Properties Ltd) in with our own, this has improved our efficiency and profitability and helped reduce some costs.

Looking forward to the New Year the improvements we have made to the company and the increased confidence being shown by our tenants are expected to result in continued higher profitability and occupancy. This should enable us to start to expand again and take in new challenges in the Wigan Borough.

I would again thank the Borough of Wigan for its continued support and record my appreciation of work done by my colleagues on the Board of Directors and all our great staff who have given valuable assistance in the last few difficult years.



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 2014**

The directors present their report with the financial statements of the company and the group for the year ended 31 March 2014.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 April 2013 to the date of this report.

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

Other changes in directors holding office are as follows:

S J Normington was appointed as a director after 31 March 2014 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.

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 ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the group's auditors are aware of that information.

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

**REPORT OF THE DIRECTORS
for the Year Ended 31 March 2014**

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:



.....
Lord P R C Smith - Director

Date: 12/12/14

**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 2014 on pages seven to twenty. 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 and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. 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 2014 and of the group's profit 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 from the requirement to prepare a Group Strategic Report or 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:

17 December 2014

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

**CONSOLIDATED PROFIT AND LOSS ACCOUNT
for the Year Ended 31 March 2014**

	Notes	2014 £	2013 £
TURNOVER		-	-
Administrative expenses		<u>1,966,306</u>	<u>1,047,890</u>
		(1,966,306)	(1,047,890)
Other operating income		<u>1,989,892</u>	<u>1,045,762</u>
OPERATING PROFIT/(LOSS)	3	23,586	(2,128)
Interest payable and similar charges	4	<u>2</u>	<u>-</u>
PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION		23,584	(2,128)
Tax on profit/(loss) on ordinary activities	5	<u>11,446</u>	<u>(42,595)</u>
PROFIT FOR THE FINANCIAL YEAR FOR THE GROUP		<u>12,138</u>	<u>40,467</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 profits 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 2014**

	Notes	2014 £	2013 £
FIXED ASSETS			
Tangible assets	7	4,131,479	4,241,536
Investments	8	-	-
		<u>4,131,479</u>	<u>4,241,536</u>
CURRENT ASSETS			
Debtors	9	604,829	470,550
Investments	10	1,105,788	755,782
Cash at bank and in hand		<u>5,686</u>	<u>913</u>
		1,716,303	1,227,245
CREDITORS			
Amounts falling due within one year	11	<u>650,229</u>	<u>233,324</u>
NET CURRENT ASSETS		<u>1,066,074</u>	<u>993,921</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		5,197,553	5,235,457
CREDITORS			
Amounts falling due after more than one year	12	(1,508,729)	(1,555,668)
PROVISIONS FOR LIABILITIES	16	-	(3,103)
NET ASSETS		<u>3,688,824</u>	<u>3,676,686</u>
RESERVES			
Other reserves	17	2,000,000	2,000,000
Profit and loss account	17	<u>1,688,824</u>	<u>1,676,686</u>
	21	<u>3,688,824</u>	<u>3,676,686</u>

The financial statements were approved by the Board of Directors on 12/12/14 and were signed on its behalf by:


Lord P R C Smith - Director


DT Molyneux - Director

The notes form part of these financial statements

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

**COMPANY BALANCE SHEET
31 March 2014**

	Notes	2014 £	2013 £
FIXED ASSETS			
Tangible assets	7	-	-
Investments	8	<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	17	2,000,000	2,000,000
Profit and loss account	17	<u>(318,551)</u>	<u>(318,551)</u>
	21	<u>1,681,449</u>	<u>1,681,449</u>

The financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

The financial statements were approved by the Board of Directors on 12/12/14 and were signed on its behalf by:


Lord P R C Smith - Director


D T Molyneux - 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 2014**

	Notes	2014 £	2013 £
Net cash inflow/(outflow) from operating activities	1	395,019	(31,339)
Returns on investments and servicing of finance	2	(2)	-
Taxation		(3,979)	24,036
Capital expenditure	2	<u>(28,806)</u>	<u>44,846</u>
		362,232	37,543
Management of liquid resources	2	<u>(350,006)</u>	<u>(48,839)</u>
Increase/(decrease) in cash in the period		<u>12,226</u>	<u>(11,296)</u>
<hr/>			
Reconciliation of net cash flow to movement in net funds	3		
Increase/(decrease) in cash in the period		12,226	(11,296)
Cash outflow from increase in liquid resources		<u>350,006</u>	<u>48,839</u>
Change in net funds resulting from cash flows		<u>362,232</u>	<u>37,543</u>
Movement in net funds in the period		362,232	37,543
Net funds at 1 April		<u>749,242</u>	<u>711,699</u>
Net funds at 31 March		<u>1,111,474</u>	<u>749,242</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 2014**

**1. RECONCILIATION OF OPERATING PROFIT/(LOSS) TO NET CASH INFLOW/(OUTFLOW)
FROM OPERATING ACTIVITIES**

	2014 £	2013 £
Operating profit/(loss)	23,586	(2,128)
Depreciation charges	138,863	152,828
Profit on disposal of fixed assets	-	(28,356)
Government grants	(46,939)	(46,939)
Decrease in stocks	-	3,936
(Increase)/decrease in debtors	(134,279)	7,747
Increase/(decrease) in creditors	<u>413,788</u>	<u>(118,427)</u>
Net cash inflow/(outflow) from operating activities	<u><u>395,019</u></u>	<u><u>(31,339)</u></u>

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

	2014 £	2013 £
Returns on investments and servicing of finance		
Interest paid	<u>(2)</u>	<u>-</u>
Net cash outflow for returns on investments and servicing of finance	<u><u>(2)</u></u>	<u><u>-</u></u>
Capital expenditure		
Purchase of tangible fixed assets	(28,806)	(5,154)
Sale of tangible fixed assets	<u>-</u>	<u>50,000</u>
Net cash (outflow)/inflow for capital expenditure	<u><u>(28,806)</u></u>	<u><u>44,846</u></u>
Management of liquid resources		
Change in short term deposits	<u>(350,006)</u>	<u>(48,839)</u>
Net cash outflow from management of liquid resources	<u><u>(350,006)</u></u>	<u><u>(48,839)</u></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 2014**

3. ANALYSIS OF CHANGES IN NET FUNDS

	At 1/4/13 £	Cash flow £	At 31/3/14 £
Net cash:			
Cash at bank and in hand	913	4,773	5,686
Bank overdraft	<u>(7,453)</u>	<u>7,453</u>	<u>-</u>
	<u>(6,540)</u>	<u>12,226</u>	<u>5,686</u>
 Liquid resources:			
Current asset investments	<u>755,782</u>	<u>350,006</u>	<u>1,105,788</u>
	<u>755,782</u>	<u>350,006</u>	<u>1,105,788</u>
 Total	<u><u>749,242</u></u>	<u><u>362,232</u></u>	<u><u>1,111,474</u></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 2014**

1. ACCOUNTING POLICIES

Accounting convention

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

Tangible fixed assets

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

Freehold buildings	- at varying rates on cost
Freehold land	- not depreciated
Leasehold land & buildings	- 2% on cost
Plant, machinery, fixtures & fittings	- at varying rates on cost

Unlisted investments are stated at the lower of cost and Directors' valuations.

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.

Deferred tax

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

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.

2. STAFF COSTS

	2014	2013
	£	£
Wages and salaries	346,587	269,495
Other pension costs	<u>36,787</u>	<u>33,257</u>
	<u><u>383,374</u></u>	<u><u>302,752</u></u>

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

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
for the Year Ended 31 March 2014**

2. STAFF COSTS - continued

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

	2014	2013
Administration	4	4
Hindley Business Centre	10	8
Wigan Investment Centre - Reception	5	5
Hope and Coops	<u>8</u>	<u>9</u>
	<u>27</u>	<u>26</u>

Directors' remuneration is set out in the note below

Chairman £220 (2013:£220).

Highest paid Director £220 (2013:£220)

Other Directors: all were in the range nil and £5000, and none were paid more than £220 (2013:£220).

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

Total charge for the year is as follows:

	2014 £	2013 £
Wages and salaries	410,494	350,527
Social security costs	18,915	19,572
Pension costs	<u>41,818</u>	<u>45,692</u>
	<u>478,725</u>	<u>415,791</u>

3. OPERATING PROFIT/(LOSS)

The operating profit (2013 - operating loss) is stated after charging/(crediting):

	2014 £	2013 £
Depreciation - owned assets	138,863	152,828
Profit on disposal of fixed assets	-	(28,356)
Auditors' remuneration	<u>6,250</u>	<u>6,200</u>
	<u>1,575</u>	<u>1,631</u>

4. INTEREST PAYABLE AND SIMILAR CHARGES

	2014 £	2013 £
Bank interest	<u>2</u>	<u>-</u>

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

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
for the Year Ended 31 March 2014**

5. TAXATION

Analysis of the tax charge/(credit)

The tax charge/(credit) on the profit on ordinary activities for the year was as follows:

	2014 £	2013 £
Current tax:		
UK corporation tax	14,549	3,979
Underprovision in prior years	<u>-</u>	<u>(47,252)</u>
Total current tax	14,549	(43,273)
Deferred tax	<u>(3,103)</u>	<u>678</u>
Tax on profit/(loss) on ordinary activities	<u><u>11,446</u></u>	<u><u>(42,595)</u></u>

6. 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 (2013 - £0).

7. TANGIBLE FIXED ASSETS

Group

	Freehold property £	Short leasehold £	Plant and machinery £	Totals £
COST				
At 1 April 2013	4,570,596	1,988,301	328,290	6,887,187
Additions	<u>27,367</u>	<u>-</u>	<u>1,439</u>	<u>28,806</u>
At 31 March 2014	<u>4,597,963</u>	<u>1,988,301</u>	<u>329,729</u>	<u>6,915,993</u>
DEPRECIATION				
At 1 April 2013	1,406,848	926,029	312,774	2,645,651
Charge for year	<u>84,909</u>	<u>48,982</u>	<u>4,972</u>	<u>138,863</u>
At 31 March 2014	<u>1,491,757</u>	<u>975,011</u>	<u>317,746</u>	<u>2,784,514</u>
NET BOOK VALUE				
At 31 March 2014	<u><u>3,106,206</u></u>	<u><u>1,013,290</u></u>	<u><u>11,983</u></u>	<u><u>4,131,479</u></u>
At 31 March 2013	<u><u>3,163,748</u></u>	<u><u>1,062,272</u></u>	<u><u>15,516</u></u>	<u><u>4,241,536</u></u>

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

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
for the Year Ended 31 March 2014**

8. FIXED ASSET INVESTMENTS

Company

Investments (neither listed nor unlisted) were as follows:

	2014 £	2013 £
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>

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
£1 Ordinary	100.00

	2014 £	2013 £
Aggregate capital and reserves	2,644,645	2,632,508
Profit for the year	<u>12,137</u>	<u>36,332</u>

Wigan Metropolitan Development Company (Property) Limited

Nature of business: acquisition, development etc. in land & buildings

	%
Class of shares:	holding
£1 Ordinary	100.00

	2014 £	2013 £
Aggregate capital and reserves	39,170	39,170
Profit for the year	<u>-</u>	<u>4,135</u>

The operations of the subsidiary company have been reducing for a number of years and as part of an efficiency program and in order to save on administration costs the directors have decided to transfer the remaining operations to its fellow subsidiary company Wigan Metropolitan Development Company (Investment) Limited. The company has transferred all trade as at 31 March 2013, and transferred any assets and liabilities remaining in the year to 31st March 2014. The intention is for the company to continue as a dormant company from 1st April 2014.

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

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
for the Year Ended 31 March 2014**

9. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	2014	2013	2014	2013
	£	£	£	£
Trade debtors	193,419	208,949	-	-
Amounts owed by group undertakings	-	-	1,029,377	1,029,377
Amounts owed by participating interests	140,638	140,638	-	-
Other debtors	196,633	111,071	-	-
Prepayments and accrued income	74,139	9,892	-	-
	<u>604,829</u>	<u>470,550</u>	<u>1,029,377</u>	<u>1,029,377</u>

10. CURRENT ASSET INVESTMENTS

	Group	
	2014	2013
	£	£
Short term deposits	<u>1,105,788</u>	<u>755,782</u>

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	2014	2013	2014	2013
	£	£	£	£
Bank loans and overdrafts (see note 13)	-	7,453	-	-
Trade creditors	162,461	-	-	-
Amounts owed to group undertakings	-	-	24,375	24,375
Tax	14,549	3,979	-	-
Social security and other taxes	6,519	7,610	-	-
VAT	34,140	15,533	-	-
Other creditors	273,434	70,710	-	-
Accrued expenses	159,126	128,039	-	-
	<u>650,229</u>	<u>233,324</u>	<u>24,375</u>	<u>24,375</u>

12. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	Group	
	2014	2013
	£	£
Deferred government grants	<u>1,508,729</u>	<u>1,555,668</u>

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

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
for the Year Ended 31 March 2014**

13. LOANS AND OVERDRAFTS

An analysis of the maturity of loans and overdrafts is given below:

	Group	
	2014	2013
	£	£
Amounts falling due within one year or on demand:		
Bank overdrafts	<u>-</u>	<u>7,453</u>

14. OPERATING LEASE COMMITMENTS

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

Group	Land and buildings	
	2014	2013
	£	£
Expiring:		
Between one and five years	<u>67,395</u>	<u>31,995</u>

15. 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.

16. PROVISIONS FOR LIABILITIES

	Group	
	2014	2013
	£	£
Deferred tax	<u>-</u>	<u>3,103</u>
Group		
		Deferred tax
		£
Balance at 1 April 2013		3,103
Provided/released in the year		<u>(3,103)</u>
Balance at 31 March 2014		<u>-</u>

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

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
for the Year Ended 31 March 2014**

17. RESERVES

Group

	Profit and loss account £	Other reserves £	Totals £
At 1 April 2013	1,676,686	2,000,000	3,676,686
Profit for the year	<u>12,138</u>		<u>12,138</u>
At 31 March 2014	<u>1,688,824</u>	<u>2,000,000</u>	<u>3,688,824</u>

Company

	Profit and loss account £	Other reserves £	Totals £
At 1 April 2013	(318,551)	2,000,000	1,681,449
Profit for the year	<u>-</u>		<u>-</u>
At 31 March 2014	<u>(318,551)</u>	<u>2,000,000</u>	<u>1,681,449</u>

18. 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.

19. 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.

20. RELATED PARTY DISCLOSURES

Leigh Sports Village Limited
Associated company

	2014 £	2013 £
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 £18,581 (2013: £18,755).

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

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
for the Year Ended 31 March 2014**

21. RECONCILIATION OF MOVEMENTS IN RESERVES

Group

	2014 £	2013 £
Profit for the financial year	<u>12,138</u>	<u>40,467</u>
Net addition to reserves	12,138	40,467
Opening reserves	<u>3,676,686</u>	<u>3,636,219</u>
Closing reserves	<u><u>3,688,824</u></u>	<u><u>3,676,686</u></u>

Company

	2014 £	2013 £
Profit for the financial year	-	-
Opening reserves	<u>1,681,449</u>	<u>1,681,449</u>
Closing reserves	<u><u>1,681,449</u></u>	<u><u>1,681,449</u></u>

22. 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.

23. 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.