
Hackney Business Venture Limited

(A Company Limited by Guarantee)

Report and Financial Statements

◆ *Year Ended 30 June 1995* ◆



Company No: 01825391

HACKNEY BUSINESS VENTURE LIMITED
(A Company Limited by Guarantee)

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HACKNEY BUSINESS VENTURE LIMITED
(A Company Limited by Guarantee)

COMPANY INFORMATION

Directors	I Anderson	
	S J Evans	
	J R Griffith-Jones	
	M G M Haines	(Chair)
	G Harwood	
	S Johnson	
	B N Marsh	
	H Richardson	
	A Stewart-Roberts	
	D R Willetts	

Secretary	M S Kelly
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Registered office	277 Mare Street London E8 1HB
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Auditors	Robson Rhodes Chartered Accountants 186 City Road London EC1V 2NU
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Bankers	Barclays Bank Plc 298 Mare Street London E8 1HF
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HACKNEY BUSINESS VENTURE LIMITED
(A Company Limited by Guarantee)

REPORT OF THE DIRECTORS

The Council of Management present their report and the audited financial statements for the year ended 30 June 1995.

Principal activity

The main aim of the group is to encourage the development of small businesses and employment opportunities in the London Borough of Hackney.

Review of the business

The year has seen a period of steady performance. HBV has been able to build on the improved financial position at the end of 1994, and has deployed some of our financial resources into employing new members of staff. We have diversified our product base as well as our geographical area, and this has enable us to capitalise on new sources of funding. Expansion is anticipated over the next financial year.

Transfer to reserves

Surplus for the year: £29,314 (1994: surplus £76,859).

Liability of members

Each member of the company has guaranteed to contribute a sum not exceeding £1 to the assets of the company in the event of it being wound up and unable to pay its debts.

At 30 June 1995 the company had 10 members (1994: 10).

Directors

The directors and secretary at the date of this report are set out on page 1.

Each director is also a member of the company.

Mr J R Griffith-Jones was appointed as a director on 1 December 1994. Mr S J Evans was appointed as a director on 2 March 1995. Mr P W Bedford and Mr E F Cole resigned as directors on 25 October 1994 and 25 November 1994 respectively.

HACKNEY BUSINESS VENTURE LIMITED
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REPORT OF THE DIRECTORS
(Continued)

Statement of directors' responsibilities for the 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 these financial statements, the directors have:

- selected suitable accounting policies and applied them consistently;
- made judgements and estimates that are reasonable and prudent;
- followed applicable accounting standards; and
- prepared the financial statements on the going concern basis.

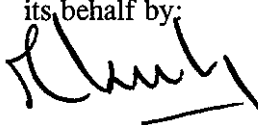
The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Auditors

Robson Rhodes have expressed their willingness to continue in office as auditors. A resolution for their reappointment will be proposed at the Annual General Meeting.

Approval

The report of the Directors was approved by the Board on *14 February* 1996 and signed on its behalf by:



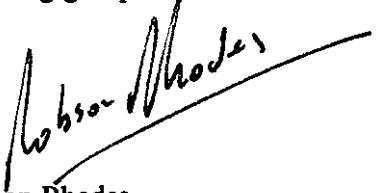
M S Kelly
Secretary

HACKNEY BUSINESS VENTURE LIMITED
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**REPORT OF THE AUDITORS
TO THE DIRECTORS OF HACKNEY BUSINESS VENTURE
PURSUANT TO SECTION 248 OF THE COMPANIES ACT 1985**

We have examined the financial statements of the company and each of its subsidiary undertakings for the year ended 30 June 1995. The scope of our work for the purposes of this report was limited to confirming that the company is entitled to the exemption conferred by section 248 from preparing group accounts.

In our opinion, for the year ended 30 June 1995, the company is entitled to the exemption from preparing group accounts conferred by section 248 of the Companies Act 1985.


Robson Rhodes
Chartered Accountants and Registered Auditor

London

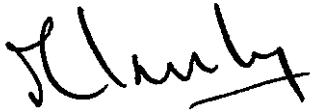
8 February 1996

HACKNEY BUSINESS VENTURE LIMITED
(A Company Limited by Guarantee)

STATEMENT BY THE COMPANY
TO THE DEPARTMENT OF EMPLOYMENT

We confirm that there has been no change made or proposed in either the objectives for which approval has been given or to the Memorandum and Articles of Association in the year to 30 June 1995 or to the date of this statement.

On behalf of the Council



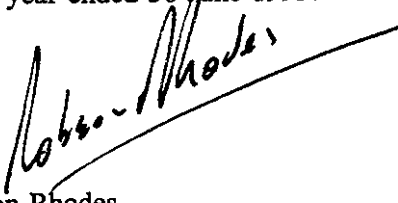
M S Kelly
Secretary

M Kelly 1996

HACKNEY BUSINESS VENTURE LIMITED
(A Company Limited by Guarantee)

STATEMENT OF THE AUDITORS
TO THE DEPARTMENT OF EMPLOYMENT

We confirm that the funds raised by the Venture have been used to meet the objectives of the Agency in the year ended 30 June 1995.



Robson Rhodes
Chartered Accountants and Registered Auditor

London
8 February 1996

HACKNEY BUSINESS VENTURE LIMITED
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AUDITORS' REPORT TO THE MEMBERS OF HACKNEY BUSINESS VENTURE LIMITED

We have audited the financial statements on pages 8 to 15 which have been prepared on the basis of the accounting policies set out on page 10.

Respective responsibilities of directors and auditors

As described on page 3 the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

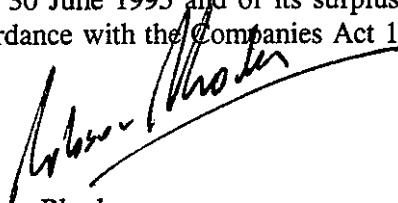
Basis of opinion

We conducted our audit in accordance with Auditing Standards 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 judgments 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.

Opinion

In our opinion the financial statements give a true and fair view of the state of affairs of the company as at 30 June 1995 and of its surplus for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



Robson Rhodes
Chartered Accountants and Registered Auditor

London
8 February 1996

HACKNEY BUSINESS VENTURE LIMITED
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INCOME AND EXPENDITURE ACCOUNT
for the year ended 30 June 1995

	Note	1995 £	1994 £
Income	1	392,659	511,339
Less: Administrative expenses		(365,261)	(435,724)
		<hr/>	<hr/>
Operating surplus: continuing operations	2	27,398	75,615
Interest receivable and similar income	5	1,916	1,244
		<hr/>	<hr/>
Surplus on ordinary activities before taxation		29,314	76,859
Tax on ordinary activities	6	-	-
		<hr/>	<hr/>
Surplus on ordinary activities after taxation transferred to reserves	12	29,314	76,859
		<hr/> <hr/>	<hr/> <hr/>

There were no material recognised gains nor losses during the year ended 30 June 1995 other than as stated above.

HACKNEY BUSINESS VENTURE LIMITED
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BALANCE SHEET
at 30 June 1995

	Note	1995 £	1994 £
Fixed assets			
Tangible assets	7	1,846	4,082
Investments	8	160,001	160,001
		<u>161,847</u>	<u>164,083</u>
Current assets			
Debtors	9	68,979	41,615
Cash at bank and in hand		11,659	76,180
		<u>80,638</u>	<u>117,795</u>
Creditors: Amounts falling due within one year	10	(37,829)	(106,441)
Net current assets/(liabilities)		<u>42,809</u>	<u>11,354</u>
Total assets less current liabilities		204,656	175,437
Creditors: Amounts falling due after more than one year	11	(271)	(1,360)
Net assets		<u>204,385</u>	<u>174,077</u>
General funds	12	41,820	12,506
Restricted funds	12	162,565	161,571
		<u>204,385</u>	<u>174,077</u>

The financial statements were approved on behalf of the Council of Management on 1996 and signed on its behalf by:

M G M Haines

M G M Haines
Chair of the Council of Management

HACKNEY BUSINESS VENTURE LIMITED
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NOTES TO THE FINANCIAL STATEMENTS
30 June 1995

1. ACCOUNTING POLICIES

Income

Income comprises the invoiced value of goods and services supplied, net of value added tax and trade discounts together with donations received with respect to the general activities of the venture.

Fixed assets

Certain fixed asset donations-in-kind have been included in the accounts, at an estimate of market value.

Depreciation

Depreciation is provided on the straight line basis on cost, or valuation, so as to write off the cost of assets over their estimated useful lives as follows:

Office equipment	25% per annum
Computer equipment	33.3% per annum

Taxation

The company is a registered enterprise agency and is not subject to corporation tax on normal activities. The company does pay corporation tax on interest received at the current rate of tax.

Funds

The funds of the company are classified as follows:

General funds: where the funds may be used for operational purposes.

Restricted funds: where the funds are allocated for specific activities of the group.

Leased assets

Where assets are financed by leasing agreements ("finance leases") the assets are included in the balance sheet at cost less depreciation in accordance with the group's normal accounting policies. The present value of future rentals is shown as a liability. The interest element of rental obligations is charged to the profit and loss account over the period of the lease in proportion to the balance of capital repayments outstanding. Rentals payable under operating leases are charged to the profit and loss account as incurred.

HACKNEY BUSINESS VENTURE LIMITED
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NOTES TO THE FINANCIAL STATEMENTS
30 June 1995

2. OPERATING SURPLUS

Operating surplus for the year is arrived at after charging:

	1995	1994
	£	£
Depreciation	2,745	4,113
Hire charges	1,047	4,660
Auditors' remuneration	5,000	5,000
	<hr/>	<hr/>

3. EMPLOYEES (INCLUDING DIRECTORS)

The Company employed on average 10 (1994: 13) people during the period at a cost of:

	1995	1994
	£	£
Wages and salaries	147,466	148,730
Social security costs	15,089	15,108
Other pension costs	5,356	5,150
	<hr/>	<hr/>
	167,911	168,988
	<hr/>	<hr/>

4. DIRECTORS' EMOLUMENTS

Only one director received any remuneration during the year (1994: 1). No remuneration was paid by related companies to directors of the company during the year (1994: £Nil).

5. INTEREST RECEIVABLE

	1995	1994
	£	£
Bank interest	1,916	1,244
	<hr/>	<hr/>

HACKNEY BUSINESS VENTURE LIMITED
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NOTES TO THE FINANCIAL STATEMENTS
30 June 1995

6. TAXATION

There is no charge for corporation tax for the year (1994: Nil).

7. FIXED ASSETS

	Computer equipment £	Office equipment £	Total £
Cost			
At 1 July 1994	22,162	13,999	36,161
Additions	509	-	509
At 30 June 1995	<u>22,671</u>	<u>13,999</u>	<u>36,670</u>
Depreciation			
At 1 July 1994	18,309	13,770	32,079
Charged in year	2,592	153	2,745
At 30 June 1995	<u>20,901</u>	<u>13,923</u>	<u>34,824</u>
Net book value			
At 30 June 1995	<u>1,770</u>	<u>76</u>	<u>1,846</u>
At 30 June 1994	<u>3,853</u>	<u>229</u>	<u>4,082</u>

8. INVESTMENTS

As the company has developed it has set up or acquired separate companies to carry out certain distinct activities; in respect of these the Company has guaranteed to contribute a sum not exceeding the amount specified below to the assets of related companies in the event of being wound up and unable to pay their debts. All the companies are incorporated in England and Wales.

	£
Hackney Business Centre Limited (a property management company)	2
S G Warburg Enterprise Fund Limited (an investment company)	2
	<u>4</u>

In addition the company owns the whole of the issued share capital of Hackney Enterprise Fund Limited (an investment company), being 100 ordinary shares of £1 each, included at cost of £1.

HACKNEY BUSINESS VENTURE LIMITED
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NOTES TO THE FINANCIAL STATEMENTS
30 June 1995

The results for each of these companies for the year ended 30 June 1995 are as follows:

	Surplus/ (deficit) 1995 £	Capital and Reserves £
Hackney Business Centre Limited	(1,118)	(67,860)
S G Warburg Enterprise Fund Limited	(43,075)	281,651
Hackney Enterprise Fund Limited	(3,292)	(216,511)

Included in investments is an amount due from Hackney Business Centre of £160,000 (1994: £160,000). The company has agreed that this be repayable upon demand, but not earlier than 30 November 1998 and has waived its rights to interest for the period.

The deficit on capital and reserves of Hackney Enterprise Fund Limited is arrived at after deducting an interest free loan of £350,000 which is subordinated and is only repayable in the event of the company being wound up.

9. DEBTORS

	1995 £	1994 £
Trade debtors	15,703	26,168
Amounts owed by related company	5,424	-
Other debtors	21,000	15,250
Prepayments and accrued income	26,852	197
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	68,979	41,615
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HACKNEY BUSINESS VENTURE LIMITED
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NOTES TO THE FINANCIAL STATEMENTS
30 June 1995

10. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	1995 £	1994 £
Trade creditors	10,303	10,575
Amounts owed to related companies	3,190	1,162
Corporation tax	209	209
Other creditors including taxation and social security	9,832	11,789
Accruals and deferred income	13,207	81,617
Lease creditor	1,088	1,089
	<u>37,829</u>	<u>106,441</u>

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

	1995 £	1994 £
Lease creditors	271	1,360
	<u>271</u>	<u>1,360</u>

12. RESERVES

	General fund -Accumulated surplus £	Funds for Hackney Business Centre £	Other restricted funds £	Total restricted funds £
At 30 June 1994	12,506	160,000	1,571	161,571
Advances	-	-	994	994
Surplus on general activities for year	29,314	-	-	-
	<u>41,820</u>	<u>160,000</u>	<u>2,565</u>	<u>162,565</u>

HACKNEY BUSINESS VENTURE LIMITED
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NOTES TO THE FINANCIAL STATEMENTS
30 June 1995

13. RECONCILIATION OF MOVEMENT IN MEMBERS' FUNDS

	1995	1994
	£	£
Retained surplus for the year	29,314	76,859
(Repayments)/advances of restricted funds	994	(1,044)
	<hr/>	<hr/>
	30,308	75,815
Opening Members' funds	174,077	98,262
	<hr/>	<hr/>
Closing Members' funds	204,385	174,077
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14. FINANCIAL COMMITMENTS

The annual commitments under operating leases are analysed according to the period in which each lease expires as follows:

	1995	1994
	£	£
Plant and machinery, lease expiring within one to five years	1,796	1,892
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