

CHELFHAM SENIOR SCHOOL LIMITED

DIRECTORS REPORT

PERIOD ENDED 30TH APRIL, 1986

The Directors present this report and the accounts of the Company for the period ended 30th April, 1986.

1. ACTIVITIES

The principle activities of the Company, which is incorporated in England, is the operation of an independent school for boys.

2. GENERAL

The Company was incorporated as Edgeguard Limited and changed its name to Chelfham Senior School Limited on the 6th February, 1986.

3. RESULTS

The results of the Company and the transfers to reserves for the period ended 30th April, 1986 are set out on pages 3. No dividends are proposed by the Directors.

4. REVIEW OF THE YEAR

The Company commenced operations on 1st November, 1985 and the results are in line with the Directors projections for the initial period of trading. The Directors are confident that the Companies turnover will increase significantly and that the Company will break even during its first full year of trading.

There have been no significant post balance sheet events.

5. DIRECTORS

The Directors who have served the Company during the period were:

J. R. Burland, Esq.,  
Mrs. P. M. Burland

6. FIXED ASSETS

A summary of fixed assets is given in note 7 to the accounts.

7. DONATIONS

There were no political or charitable contributions made during the period.

8. CLOSE COMPANY

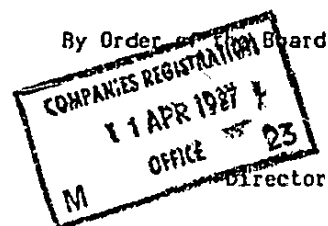
The Company is a close company within the definition of the Income and Corporation Taxes Act 1970.

9. AUDITORS

In accordance with Section 384 of the Companies Act 1985 a resolution proposing the reappointment of Doyle & Associates as auditors to the Company will be put to the annual general meeting.

25th February, 1987

5, Trinity Terrace,  
London Road,  
Derby.  
DE1 1DG



AUDITORS REPORT

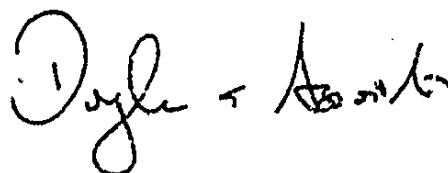
TO THE MEMBERS OF CHELFHAM SENIOR SCHOOL LIMITED

We have audited the financial statements on pages 3 to 19 in accordance with approved Auditing Standards.

The accounts have been prepared under the historical cost convention and on a going concern basis on the assumption that continuing finance will be made available by the company, its bankers and associated company.

In common with many businesses of similar size and organisation the company's system of control is dependent upon the close involvement of the directors who are the shareholders. Where independent confirmation of the completeness of the accounting records was therefore not available we have accepted assurances from the directors that all the company's transactions have been reflected in the records.

Subject to the foregoing, in our opinion the financial statements give a true and fair view of the state of the company's affairs at 30th April 1986 and of its loss and source and application of funds for the period then ended and comply with the Companies Act 1985.



25th February, 1987

Doyle & Associates  
Chartered Accountants

5, Trinity Terrace,  
London Road,  
DERBY.  
DE1 1LQ

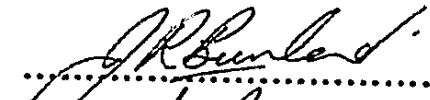
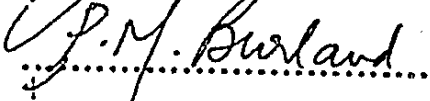
CHELPHAM SENIOR SCHOOL LIMITED  
PROFIT AND LOSS ACCOUNT  
PERIOD ENDED 30TH APRIL, 1986

	<u>Notes</u>	<u>1986</u>
		<u>£</u>
TURNOVER	3	41,146
COST OF SALES	4	50,459
		<u>( 9,313)</u>
Administrative costs	4	21,675
		<u>(30,988)</u>
Interest payable	5	11,217
		<u>(42,205)</u>
LOSS ON ORDINARY ACTIVITIES before taxation		
TAX ON PROFIT ON ORDINARY ACTIVITIES	6	
RETAINED LOSS FOR PERIOD		<u><u>£(42,205)</u></u>

The notes on pages 5 to 8 form an  
integral part of these accounts.

CHELHAM SENIOR SCHOOL LIMITEDBALANCE SHEETAS AT 30TH APRIL, 1986

		<u>1986</u>
	<u>Notes</u>	<u>£</u>
<u>FIXED ASSETS</u>		
Tangible assets	7	44,562
<u>CURRENT ASSETS</u>		
Stocks	8	400
Debtors	9	12,013
Cash at bank and in hand		157
		<u>12,570</u>
<u>CREDITORS: Amounts falling due within one year</u>	10	<u>94,804</u>
<u>NET CURRENT LIABILITIES</u>		<u>(82,234)</u>
<u>TOTAL ASSETS LESS CURRENT LIABILITIES</u>		<u>(37,672)</u>
<u>CREDITORS: Amounts falling due after more than one year</u>	10	<u>3,533</u>
		<u>£(41,205)</u>
<u>CAPITAL AND RESERVES</u>		
Called up share capital	11	1,000
Profit and loss account	12	(42,205)
		<u>£(41,205)</u>

  
.....  
  
..... Directors

The notes on pages 5 to 8 form an integral part of these accounts.

CHELHAM SENIOR SCHOOL LIMITEDNOTES TO THE ACCOUNTSAT 30TH APRIL, 19861. Accounting Policies

The following paragraphs summarise the more important accounting policies used in the preparation of the accounts of the Company. The accounts have been prepared on the historical cost convention.

(a) TURNOVER

Turnover represents the net amount invoiced.

(b) DEPRECIATION

Depreciation is provided on all other tangible fixed assets at rates calculated to write off the cost during their expected normal lives by reference to the written down value of the tangible fixed asset at the following rates:-

Plant and equipment	-	10% - 15%
Motor vehicles	-	25%

(c) STOCKS

Stocks are stated at the lower of cost and net realisable value.

(d) CORPORATION TAX

Corporation tax has been calculated at 30% on the profits of the period.

(e) DEFERRED TAXATION

The Directors consider that all timing differences are expected to continue in the foreseeable future and accordingly, no provision is made for deferred taxation.

2. General

The company commenced operation on 1st November, 1985. Accordingly comparative figures cannot be given.

3. Turnover1986

The analysis of turnover by activity and geographical area is:-

Activity

Provision of schooling facilities

£41,146

Geographical market

United Kingdom

£41,146

CHELFHAM SENIOR SCHOOL LIMITED  
NOTES TO THE ACCOUNTS (CONTINUED)  
AT 30TH APRIL, 1986

4. Operating Profit

a. Operating profit is stated after charging:	<u>1986</u>
Cost of sales:	
Boys direct costs	49,815
Depreciation: plant and equipment	644
	<u>£50,459</u>
Administrative costs:	
General overheads	20,016
Depreciation: motor vehicles	159
Directors remuneration	-
Auditors remuneration	1,500
	<u>£21,675</u>

5. Interest Payable

Bank charges	<u>1986</u>
Hire purchase interest	651
Interest payable on bank borrowings repayable within five years	44
Interest payable on bank loan repayable over five years	2,989
	<u>7,533</u>
	<u>£11,217</u>

6. Tax on Profit on Ordinary Activities

No corporation tax liability arises on the results for the period.

CHELHAM SENIOR SCHOOL LIMITED  
NOTES TO THE ACCOUNTS (CONTINUED)  
AT 30TH APRIL, 1986

7. Tangible Assets

	<u>Property Improvement</u>	<u>Motor Vehicles</u>	<u>Fixtures &amp; Fittings</u>	<u>1986 Total</u>
<u>Cost</u>				
Additions	30,578	1,900	12,887	45,365
Disposals	-	-	-	-
At 30th April, 1986	<u>30,578</u>	<u>1,900</u>	<u>12,887</u>	<u>45,365</u>
<u>Accumulated depreciation</u>				
Provision for the period	-	159	64	803
On disposals	-	-	-	-
At 30th April, 1986	<u>-</u>	<u>159</u>	<u>644</u>	<u>803</u>
<u>Net book value</u>				
At 30th April, 1986	<u>£30,578</u>	<u>£1,741</u>	<u>£12,243</u>	<u>£44,562</u>

Future capital expenditure not provided  
in the accounts:-

Contracts placed

Nil

Authorised by the Directors but  
contracts not yet placed

Nil

Nil

8. Stocks

Raw materials and consumables

1986  
£ 400

9. Debtors

Amounts falling due within one year:

Trade debtors

10,396

Prepayments

1,617

£12,013

CHELPHAM SENIOR SCHOOL LIMITEDNOTES TO THE ACCOUNTS (CONTINUED)AT 30TH APRIL, 1986

<b>10. Creditors</b>	<b>1986</b>
Amounts falling due within one year:	
Bank overdraft	3,380
Payments received on account	57,728
Trade creditors	2,970
Taxation and social security	3,349
Other creditors	1,868
Accruals	14,630
Amounts due to Associated Company	10,879
	<u>£94,804</u>
Amounts falling due after more than one year:	
Other creditors	<u>£ 3,533</u>
<b>11. Called up Share Capital</b>	<b>1986</b>
Authorised	
Ordinary shares of £1 each	<u>£ 1,000</u>
Allotted and fully paid	
Ordinary shares of £1 each	<u>£ 1,000</u>
The interest of the Directors of the Company at 30th April, 1986 in the shares of the Company were:-	
J. R. Burland, Esq.,	- 500
Mrs. P. H. Burland	- 500

<b>12. Reserves</b>	<b><u>Profit and Loss Account</u></b>
Amounts set aside from results for the financial period	<u>£42,205</u>



CHELHAM SENIOR SCHOOL LIMITEDFUNDS STATEMENTPERIOD ENDED 30TH APRIL, 1986

	<u>£</u>	<u>1986</u>	<u>£</u>
<u>SOURCE OF FUNDS</u>			
Funds from ordinary activities			(42,205)
Loss before taxation			803
Depreciation			<u>          </u>
			(41,402)
Income from other sources			1,000
Shares issued			<u>          </u>
			<u>£(40,402)</u>
<u>APPLICATION OF FUNDS</u>			
Working capital requirements			
Stock	400		
Debtors	12,013		
Creditors	<u>(94,957)</u>		(82,544)
			<u>          </u>
Expenditure on tangible assets			45,365
			<u>          </u>
			<u>£(37,179)</u>
			<u>          </u>
<u>DECREASE IN LIQUID FUNDS</u>			<u>£( 3,223)</u>