

**Style Acre Friends**

**Report and Financial Statements**

Year Ended  
31 March 1996



BDO Stoy Hayward  
Chartered Accountants

## **STYLE ACRE FRIENDS**

**Annual report and financial statements for the year ended 31 March 1996**

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### **Trustees**

M Adams  
G Matthews  
E McClurking  
P McClurking  
D Riglen  
I Riglen  
L Sheldon  
U Thornton  
J Watts  
P Wilmot

### **Secretary and registered office**

P Wilmot, Style Acre, Brightwell-cum-Sotwell, Oxon OX10 0PT

### **Company registered number**

2677365

### **Registered charity number**

1010701

### **Auditors**

BDO Stoy Hayward, Bowman House, 2/10 Bridge Street, Reading, Berkshire RG1 2LU

## **STYLE ACRE FRIENDS**

### **Report of the trustees for the year ended 31 March 1996**

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The trustees present their report together with the audited financial statements for the year ended 31 March 1996.

#### **Results and dividends**

The income and expenditure account is set out on page 3 and shows the result for the year.

#### **Principal activities, trading review and future developments**

Style Acre Friends' main aim is to provide a high quality home environment for twenty two residents with learning disabilities. The residents are encouraged to be active members of the local community and learn to take as much responsibility for themselves and their home as possible. The Home was purchased by Style Acre Friends in March 1995. The first year of full operation was, therefore, 1995/96 and facilities at the Home have been upgraded and staffing levels increased to a level acceptable by the registering Authority during the year. Further improvements in the facilities are planned for future years as funds become available.

#### **Trustees**

The trustees of the company during the year were:

M Adams (appointed 17 September 1995)  
C Adams (ceased 17 September 1995)  
M Griggs (ceased 17 September 1995)  
G Matthews  
E McClurking  
P McClurking  
D Riglen  
I Riglen  
L Sheldon  
U Thornton  
J Watts  
P Wilmot

#### **Trustees' responsibilities**

Company law requires the trustees 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 surplus or deficit of the company for that period. In preparing those financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The trustees 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 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.

## STYLE ACRE FRIENDS

Report of the trustees for the year ended 31 March 1996 (*Continued*)

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### Auditors

BDO Stoy Hayward have expressed their willingness to continue in office and a resolution to re-appoint them will be proposed at the Annual General Meeting.

### On behalf of the Trustees

*Ursula Thornton*

U Thornton  
Trustee

Date: 30 May 1996

## STYLE ACRE FRIENDS

### Income and expenditure account and statement of financial resources for the year ended 31 March 1996

	Note	Unrestricted funds £	Restricted funds £	Total 1996 £	Total 1995 £
<b>Incoming resources</b>	1				
Donations and gifts		146,936	7,000	153,936	93,407
Interest receivable		3,542	-	3,542	1,307
Charitable trading income	4	321,346	-	321,346	23,423
		<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
<b>Total incoming resources</b>		471,824	7,000	478,824	118,137
		<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
<b>Resources expended</b>					
Direct charitable expenditure	4	310,092	-	310,092	22,981
Administration		2,059	-	2,059	10,282
Fundraising		19,800	-	19,800	-
		<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
<b>Total resources expended</b>		331,951	-	331,951	33,263
		<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
<b>Net incoming resources</b>	5	139,873	7,000	146,873	84,874
<b>Funds brought forward</b>		92,991	-	92,991	8,117
		<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
<b>Funds carried forward</b>		232,864	7,000	239,864	92,991
		<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>

All amounts relate to continuing activities

All recognised gains and losses are included in the income and expenditure account

The notes on pages 5 to 8 form part of these financial statements

# STYLE ACRE FRIENDS

## Balance sheet at 31 March 1996

	Note	£	1996 £	£	1995 £
<b>Fixed assets</b>					
Intangible assets	6		8,917		9,917
Tangible assets	7		407,006		389,357
			<u>415,923</u>		<u>399,274</u>
<b>Current assets</b>					
Debtors	8	2,166		1,072	
Cash at bank and in hand		103,505		52,539	
			<u>105,671</u>	<u>53,611</u>	
<b>Creditors: amounts falling due within one year</b>	9	45,277		44,894	
			<u>60,394</u>	<u>8,717</u>	
<b>Net current assets</b>					
			<u>476,317</u>	<u>407,991</u>	
<b>Total assets less current liabilities</b>					
<b>Creditors: amounts falling due after more than one year</b>	10		236,453		315,000
			<u>239,864</u>	<u>92,991</u>	
<b>Net assets</b>					
<b>Capital and reserves</b>					
Unrestricted funds			232,864		92,991
Restricted funds	11		7,000		-
			<u>239,864</u>	<u>92,991</u>	

The financial statements were approved by the Trustees on 30 May 1996.

*Ursula Thornton*  
U Thornton

J Watts

*J. E. Watts*

The notes on pages 5 to 8 form part of these financial statements

## STYLE ACRE FRIENDS

Notes forming part of the financial statements for the year ended 31 March 1996

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### 1 Accounting policies

The financial statements have been prepared under the historical cost convention and are in accordance with applicable accounting standards and the Charities Accounting Statement of Recommended Practice (SORP). The following principal accounting policies have been applied:

#### *Incoming resources*

Incoming resources represent income receivable from fund raising, donations and gifts, interest received and charitable trading income.

#### *Depreciation and amortisation*

Depreciation and amortisation is provided to write off the cost, less estimated residual values, of all fixed assets, over their expected useful lives. It is calculated at the following rates:

Goodwill	- 10% per annum
Freehold land and buildings	- 2% per annum
Office equipment and fixtures	- 10% per annum
Motor vehicles	- 15% per annum

#### *Direct charitable expenditure*

Direct charitable expenditure includes the direct functional costs of the activity and depreciation on related assets.

### 2 Company status

The company does not have a share capital and is limited by the guarantee of its members to the extent of £1 each. The membership at 31 March 1996 was 69.

### 3 Taxation

The charitable status of the organisation has been confirmed by the Charity Commissioners. This means that the company is not liable to corporation tax on its surplus or gains to the extent that they are applied for charitable purposes.

## STYLE ACRE FRIENDS

Notes forming part of the financial statements for the year ended 31 March 1996 (*Continued*)

### 4 Net income from trading activities

Upon the acquisition of the freehold property, the charity commenced charitable trading on 1 March 1995.

A summary of the trading results for the year is shown below:

	1996 £	1995 £
Income	321,346	23,423
Expenditure		
Employee costs	189,143	10,232
Building costs	54,860	5,602
Consumables	21,596	1,885
Training (staff and residents)	3,837	317
Administration	9,441	689
Interest charges	19,933	3,409
Depreciation	11,282	847
	310,092	22,981
Net surplus	11,254	442

### 5 Net incoming resources

is stated after charging:

Auditors' remuneration	3,525	294
Depreciation and amortisation	11,282	847

### 6 Intangible assets

Purchased goodwill brought forward and carried forward	10,000	10,000
Amortisation brought forward	83	-
Charge for period	1,000	83
Amortisation carried forward	1,083	83
Net book value carried forward	8,917	9,917

# STYLE ACRE FRIENDS

Notes forming part of the financial statements for the year ended 31 March 1996 (*Continued*)

7 Tangible assets	Freehold land and buildings £	Office equipment and fixtures £	Vehicles £	Total £
<i>Cost</i>				
At 1 April 1995	375,000	15,135	-	390,135
Additions	-	17,724	12,680	30,404
Disposals	-	(2,805)	-	(2,805)
	<hr/>	<hr/>	<hr/>	<hr/>
At 31 March 1996	375,000	30,054	12,680	417,734
	<hr/>	<hr/>	<hr/>	<hr/>
<i>Depreciation</i>				
At 1 April 1995	625	153	-	778
Charge for period	7,500	1,514	1,268	10,282
Disposals	-	(332)	-	(332)
	<hr/>	<hr/>	<hr/>	<hr/>
At 31 March 1996	8,125	1,335	1,268	10,728
	<hr/>	<hr/>	<hr/>	<hr/>
<i>Net book value</i>				
At 31 March 1996	366,875	28,719	11,412	407,006
	<hr/>	<hr/>	<hr/>	<hr/>
At 31 March 1995	374,375	14,982	-	389,357
	<hr/>	<hr/>	<hr/>	<hr/>

The net book value represents fixed assets used for:

	£
Direct charitable purposes	406,343
Management and administration	663
	<hr/>
	407,006
	<hr/>

8 Debtors	1996 £	1995 £
Accrued income	2,166	1,072
	<hr/>	<hr/>

All amounts shown under debtors fall due for payment within one year.

## STYLE ACRE FRIENDS

Notes forming part of the financial statements for the year ended 31 March 1996 (*Continued*)

9 Creditors: amounts falling due within one year	1996 £	1995 £
Current instalments due on bank loans (secured, see note 10)	2,608	35,000
Other loan	12,500	-
Other taxes and social security costs	4,091	2,858
Accruals	26,078	7,036
	<u>45,277</u>	<u>44,894</u>

### 10 Creditors: amounts falling due after more than one year

Bank loans (secured)	148,953	215,000
Other loan	87,500	100,000
	<u>236,453</u>	<u>315,000</u>

The bank loans are secured on the company's freehold land and buildings, are repayable by 240 monthly instalments and bear interest at 10.75%.

The other loan is unsecured, repayable by 8 equal annual instalments commencing 1 March 1997 and is interest free subject to compliance with the terms of the loan.

### 11 Restricted funds

	Craft Centre refurbishment	
	1996 £	1995 £
Balance brought forward	-	-
Incoming resources	7,000	-
	<u>7,000</u>	<u>-</u>
Balance carried forward	7,000	-
	<u>7,000</u>	<u>-</u>

### 12 Cashflow statement

The company has taken advantage of exemptions available not to prepare a cashflow statement.

## STYLE ACRE FRIENDS

### Report of the auditors

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#### To the members of Style Acre Friends

We have audited the financial statements on pages 3 to 8 which have been prepared under the accounting policies set out on page 5.

#### *Respective responsibilities of trustees and auditors*

As described on page 1 the company's trustees are responsible for the preparation of the 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.

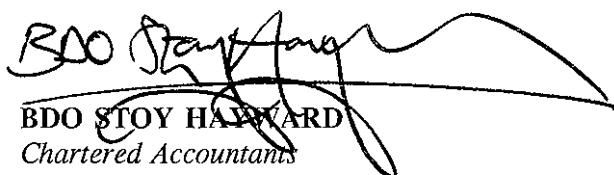
#### *Basis of opinion*

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes an 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 trustees 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 the charitable company's affairs as at 31 March 1996 and of its incoming resources and application of resources including its income and expenditure for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

  
BDO STOY HAYWARD  
Chartered Accountants  
and Registered Auditors  
Reading

Date: 30 May 1996