

# **SOUTH FIELDS ENTERPRISES LIMITED**

**Company Registration No. 2786587**

**Report and Financial Statements**

**Year ended 31 July 2000**



# **SOUTH FIELDS ENTERPRISES LIMITED**

## **REPORT AND FINANCIAL STATEMENTS 2000**

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# **SOUTH FIELDS ENTERPRISES LIMITED**

## **OFFICERS AND PROFESSIONAL ADVISERS**

### **DIRECTORS**

C Birch  
C Morris (resigned 31 December 1999)

### **SECRETARY**

R Smith

### **REGISTERED OFFICE**

Freemen's Park Campus  
Aylestone Road  
Leicester  
LE2 7LW

### **BANKERS**

Barclays Bank plc  
P O Box 18  
Old Market Square  
Nottingham  
NG1 6PZ

### **SOLICITORS**

Eversheds  
1 Royal Standard Place  
Nottingham  
NG1 6PZ

### **AUDITORS**

HLB Kidsons  
Chartered Accountants  
Park House  
Station Square  
Coventry  
CV1 2NS

# **SOUTH FIELDS ENTERPRISES LIMITED**

## **DIRECTORS' REPORT**

The directors present their annual report and the audited financial statements for the year ended 31 July 2000.

### **ACTIVITIES**

The principal activities of the Company are property investment, hairdressing salons, National Printing Skills Centre and college shops.

### **REVIEW OF DEVELOPMENTS**

During the year the company made a loss of £79,013 (1999: loss of £166,514) after a Deed of Covenant charge of £194,892 (1999: £103,822).

### **DIVIDENDS AND TRANSFERS TO RESERVES**

There were no dividends paid or proposed during the year. Retained losses of £79,013 (1999: loss of £166,514) have been taken to reserves.

### **DIRECTORS AND THEIR INTERESTS**

The directors who served the company during the year were as follows:-

C Birch

C Morris (resigned 31 December 1999)

None of the directors have any interest in the shares of the company.

### **DIRECTORS' RESPONSIBILITIES**

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of the affairs of the company as at the end of the financial year and of the profit or loss of the company for that period. In preparing those financial statements, the directors are required to:-

- Select suitable accounting policies and then apply them consistently;
- Make judgements and 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 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.

Freemen's Park Campus  
Aylestone Road  
Leicester  
LE2 7LW

26 February 2001

On behalf of the Board of Directors



C BIRCH

26/2/01

Director

## **SOUTH FIELDS ENTERPRISES LIMITED**

### **AUDITORS' REPORT TO THE MEMBERS OF SOUTH FIELDS ENTERPRISES LIMITED**

We have audited the financial statements on pages 4 to 9 which have been prepared under the accounting policies set out on page 7.

#### **Respective Responsibilities of Directors and Auditors**

As described on page 2 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 judgements 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 the company's affairs as at 31 July 2000 and of its loss for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

*HLB Kidsons*

HLB Kidsons

*26 March 2001*

Chartered Accountants and  
Registered Auditors

## **SOUTH FIELDS ENTERPRISES LIMITED**

### **PROFIT AND LOSS ACCOUNT**

**For the year ended 31 July 2000**

	<i>Notes</i>	<b>Year ended 31 July 2000</b>	<b>Year ended 31 July 1999</b>
		£	£
Turnover	2	995,010	848,845
<b>Cost of sales</b>		433,131	492,766
Gross profit		<u>561,879</u>	<u>356,079</u>
Administrative expenses		<u>(640,892)</u>	<u>(522,593)</u>
<b>Operating loss</b>	3	(79,013)	(166,514)
Tax on loss on ordinary activities	4	-	-
<b>Loss on ordinary activities after taxation</b>	9	<u>(79,013)</u>	<u>(166,514)</u>

Both turnover and operating loss relate to continuing activities.

There are no recognised gains or losses for the current or prior year except as stated in the Profit and Loss Account above.

## **SOUTH FIELDS ENTERPRISES LIMITED**

### **RECONCILIATION IN MOVEMENTS IN SHAREHOLDERS' FUNDS for the year ended 31 July 2000**

	Year ended 31 July 2000 £	Year ended 31 July 1999 £
Balance at 1 August 1999	81,758	248,272
Loss for the financial year	(79,013)	(166,514)
<b>Closing shareholders' funds</b>	<u>2,745</u>	<u>81,758</u>

### **NOTE OF HISTORICAL COST PROFITS AND LOSSES For the year ended 31 July 2000**

	Year ended 31 July 2000 £	Year ended 31 July 1999 £
Loss on ordinary activities before taxation	(79,013)	(166,514)
Difference between the historical cost depreciation charge and the actual depreciation charge calculated on the revalued amount	77,576	165,661
Realisation of revaluation	-	5,254
<b>Historical cost (loss)/profit before taxation</b>	<u>(1,437)</u>	<u>4,401</u>

# **SOUTH FIELDS ENTERPRISES LIMITED**

## **BALANCE SHEET** **As at 31 July 2000**

	<i>Notes</i>	<b>2000</b> £	<b>1999</b> £
<b>Fixed Assets</b>			
Tangible assets	5	22,182	104,653
<b>Current Assets</b>			
Stocks	6	4,726	9,227
Debtors	7	331,739	302,679
Cash at bank and in hand		205,787	290,952
		542,252	602,858
<b>Creditors: Amounts falling due within one year</b>	8	(561,689)	(625,753)
<b>Net current liabilities</b>		(19,437)	(22,895)
<b>Total assets less current liabilities</b>		2,745	81,758
<b>Capital and reserves</b>			
Share capital	10	100	100
Revaluation reserve	9	-	77,576
Profit and loss account	9	2,645	4,082
<b>Total equity shareholders funds</b>		2,745	81,758

These financial statements were approved by the Board of Directors on 26 February 2001

Signed on behalf of the Board of Directors

*C Birch*

C BIRCH

26/2/01

Director



# **SOUTH FIELDS ENTERPRISES LIMITED**

## **NOTES TO THE FINANCIAL STATEMENTS**

**For the year ended 31 July 2000**

### **1. ACCOUNTING POLICIES**

The financial statements are prepared in accordance with applicable accounting standards. The particular accounting policies adopted are described below.

#### **Accounting Convention**

The financial statements are prepared under the historical cost convention as modified by the revaluation of certain fixed assets.

#### **Tangible Fixed Assets**

Donated equipment is included in the balance sheet at valuation and depreciated over its useful economic life at 20% per annum. Purchased equipment is also depreciated over its useful economic life at 20% per annum.

#### **Stocks**

Stocks and work in progress are stated at the lower of cost and net realisable value. Cost is the purchase price of materials.

### **2. TURNOVER**

Turnover represented amounts derived from the provision of goods and services which fall within the company's ordinary activities after deduction of trade discounts and value added tax.

### **3. OPERATING LOSS**

	2000 £	1999 £
Operating loss is after charging:		
Depreciation	86,289	172,785
Auditors' remuneration	1,763	1,729

Directors' remuneration is included in Leicester College's financial statements. The directors of the company are also directors, governors or employees of that college. It is not practicable to allocate their remuneration between their services to the college and their services to the company.

### **4. TAX ON LOSS ON ORDINARY ACTIVITIES**

There is no tax charge for the year.

Included within administrative expenses is a deed of covenant charge of £194,872 (1999: £103,822).

# **SOUTH FIELDS ENTERPRISES LIMITED**

## **NOTES TO THE ACCOUNTS (Continued)**

### **5. TANGIBLE FIXED ASSETS**

	<b>Plant and Equipment £</b>
<b>Cost or valuation</b>	
At 1 August 1999	819,610
Additions	3,818
At 31 July 2000	<u>823,428</u>
<b>Accumulated depreciation</b>	
At 1 August 1999	714,957
Charge for the year	86,289
At 31 July 2000	<u>801,246</u>
<b>Net book value</b>	
At 31 July 2000	<u>22,182</u>
At 31 July 1999	<u>104,653</u>

Tangible fixed assets include plant and equipment at a valuation of £775,761. These assets were donated to the company and therefore have a historical cost of nil. The net book value of these assets at the year end is £Nil (1999: £77,576).

The transitional rules set out in FRS 15 'Tangible Fixed Assets' have been applied on implementing FRS 15. Accordingly the book values at implementation have been retained.

### **6. STOCKS**

	<b>2000 £</b>	<b>1999 £</b>
Raw materials and consumables	<u>4,726</u>	<u>9,227</u>

### **7. DEBTORS**

	<b>2000 £</b>	<b>1999 £</b>
<b>Due within one year</b>		
Trade debtors	58,103	38,196
Amounts owed by parent Corporation	266,944	260,573
Other debtors	6,692	3,910
	<u>331,739</u>	<u>302,679</u>

# **SOUTH FIELDS ENTERPRISES LIMITED**

## **NOTES TO THE ACCOUNTS (Continued)**

### **8. CREDITORS: Amounts falling due within one year**

	<b>2000</b>	<b>1999</b>
	<b>£</b>	<b>£</b>
Trade creditors	26,900	21,007
Accruals	11,957	6,129
Owed to parent corporation	522,832	574,738
Other creditors	-	23,879
	<u>561,689</u>	<u>625,753</u>

### **9. STATEMENT OF MOVEMENTS ON RESERVES**

	<b>Profit and Loss Account</b>	<b>Revaluation Reserve</b>
	<b>£</b>	<b>£</b>
At 1 August 1999	4,082	77,576
Loss for the year	(79,013)	-
Transfer to Profit and Loss Account	77,576	(77,576)
	<u>2,645</u>	<u>-</u>

### **10. SHARE CAPITAL**

	<b>2000</b>	<b>1999</b>
	<b>£</b>	<b>£</b>
Authorised: 100 ordinary shares of £1 each	<u>100</u>	<u>100</u>
Issued, allotted and fully paid	<u>100</u>	<u>100</u>

### **11. ULTIMATE PARENT CORPORATION AND CONTROLLING PARTY**

South Fields Enterprises Limited is a wholly owned subsidiary of Leicester College and included in that college's consolidated financial statements. Consolidated accounts are available from Leicester College, Freeman's Park Campus, Aylestone Road, Leicester, LE2 7LW, the college and subsidiary company's principal place of business.