

SOUTH FIELDS ENTERPRISES LIMITED

Company Registration No. 2786587

Report and Financial Statements

Year ended 31 July 2001



SOUTH FIELDS ENTERPRISES LIMITED
REPORT AND FINANCIAL STATEMENTS 2001

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SOUTH FIELDS ENTERPRISES LIMITED

OFFICERS AND PROFESSIONAL ADVISERS

DIRECTOR

C Birch

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

DIRECTOR'S REPORT

The director presents the annual report and the audited financial statements for the year ended 31 July 2001.

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 Profit of £3,450 (2000: loss of £79,013) after a Deed of Covenant charge of £236,751 (2000: £194,872).

DIVIDENDS AND TRANSFERS TO RESERVES

There were no dividends paid or proposed during the year. Retained profits of £3,450 (2000: loss of £79,013) have been taken to reserves.

DIRECTOR AND INTERESTS

The director who served the company during the year was:-

C Birch

The director does not have any interest in the shares of the company.

DIRECTOR'S RESPONSIBILITIES

Company law requires the director 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 director is 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 director is 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. He is 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

On behalf of the Board



C BIRCH

Director

28 February 2002

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 the Director and Auditors

As described on page 2 the company's director is 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 2001 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



HLB Kidsons

**Chartered Accountants and
Registered Auditors**

28 February 2002

SOUTH FIELDS ENTERPRISES LIMITED

PROFIT AND LOSS ACCOUNT

For the year ended 31 July 2001

	<i>Notes</i>	Year ended 31 July 2001	Year ended 31 July 2000
		£	£
Turnover	2	1,165,808	995,010
Cost of sales		(430,356)	(433,131)
Gross profit		<u>735,452</u>	<u>561,879</u>
Administrative expenses		<u>(732,002)</u>	<u>(640,892)</u>
Operating profit/(loss)	3	3,450	(79,013)
Tax on profit/(loss) on ordinary activities	4	-	-
Profit/(loss) on ordinary activities after taxation	9	<u>3,450</u>	<u>(79,013)</u>

Both turnover and operating results 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 2001

	Year ended 31 July 2001 £	Year ended 31 July 2000 £
Balance at 1 August 2000	2745	81,758
Profit/(loss) for the financial year	3,450	(79,013)
Closing shareholders' funds	<u>6,195</u>	<u>2,745</u>

NOTE OF HISTORICAL COST PROFITS AND LOSSES For the year ended 31 July 2001

	Year ended 31 July 2001 £	Year ended 31 July 2000 £
Profit/(loss) on ordinary activities before taxation	3,450	(79,013)
Difference between the historical cost depreciation charge and the actual depreciation charge calculated on the revalued amount	0	77,576
Historical cost profit/(loss) before taxation	<u>3,450</u>	<u>(1,437)</u>

SOUTH FIELDS ENTERPRISES LIMITED

BALANCE SHEET **As at 31 July 2001**

	<i>Notes</i>	2001 £	2000 £
Fixed Assets			
Tangible assets	5	187,353	22,182
Current Assets			
Stocks	6	18,863	4,726
Debtors	7	493,525	331,739
Cash at bank and in hand		8,378	205,787
		520,766	542,252
Creditors: Amounts falling due within one year	8	(701,924)	(561,689)
Net current liabilities		(181,158)	(19,437)
Total assets less current liabilities		6,195	2,745
Capital and reserves			
Share capital	10	100	100
Profit and loss account	9	6,095	2,645
Total equity shareholders funds		6,195	2,745

These financial statements were approved by the Director on 28 February 2002

Signed by the Director



C BIRCH

Director

SOUTH FIELDS ENTERPRISES LIMITED

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 July 2001

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 PROFIT/(LOSS)

	2001 £	2000 £
Operating profit/(loss) is after charging:		
Depreciation	21,881	86,289
Auditors' remuneration	2,000	1,763

Director's remuneration is included in Leicester College's financial statements. The director of the company is also an employee of the college. It is not practicable to allocate her remuneration between her services to the college and her services to the company.

4. TAX ON PROFIT/(LOSS) ON ORDINARY ACTIVITIES

There is no tax charge for the year.

Included within administrative expenses is a deed of covenant charge of £236,751 (2000: £194,872).

SOUTH FIELDS ENTERPRISES LIMITED

NOTES TO THE ACCOUNTS (Continued)

5. TANGIBLE FIXED ASSETS

	Plant and Equipment £
Cost or valuation	
At 1 August 2000	823,428
Additions	187,052
At 31 July 2001	<u>1,010,480</u>
Accumulated depreciation	
At 1 August 2000	801,246
Charge for the year	21,881
At 31 July 2001	<u>823,127</u>
Net book value	
At 31 July 2000	<u>22,182</u>
At 31 July 2001	<u>187,353</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 (2000: Nil).

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

	2001 £	2000 £
Raw materials and consumables	18,863	4,726

7. DEBTORS

	2001 £	2000 £
Due within one year		
Trade debtors	124,591	58,103
Amounts owed by parent undertaking	364,625	266,944
Other debtors	4,309	6,692
	<u>493,525</u>	<u>331,739</u>

SOUTH FIELDS ENTERPRISES LIMITED

NOTES TO THE ACCOUNTS (Continued)

8. CREDITORS: Amounts falling due within one year

	2001	2000
	£	£
Trade creditors	55,091	26,900
Accruals	4,246	11,957
Owed to parent undertaking	641,587	522,832
Other creditors	1,000	-
	<u>701,924</u>	<u>561,689</u>

9. STATEMENT OF MOVEMENTS ON RESERVES

	Profit and Loss Account £
At 1 August 2000	2645
Profit for the year	3,450
At 31 July 2001	<u>6,095</u>

10. SHARE CAPITAL

	2001	2000
	£	£
Authorised: 100 ordinary shares of £1 each	<u>100</u>	<u>100</u>
Allotted, called up 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.

The company has taken advantage of the exemption not to disclose any transactions with its parent undertaking conferred by Financial Reporting Standards No. 8 on the grounds that the company's results are included within the consolidated accounts of the parent undertaking.