

Registered number 2800266

Askham Bryan College Company Limited

Directors' report and financial statements
For the year ended 31 July 2006

FRIDAY



AO3YSP9P

A26

04/05/2007

610

COMPANIES HOUSE

Askham Bryan College Company Limited

Directors' report and financial statements

<i>Contents</i>	<i>Page</i>
Directors' report	1
Statements of directors' responsibilities	2
Auditors' report	3
Profit and loss account	4
Balance sheet	5
Notes	6-10

Askham Bryan College Company Limited

Directors' report

The directors present their annual report and the audited financial statements for the year ended 31 July 2006

Principal Activities

The principal activities of the Company are to conduct commercial activities and business consultancy and research, using the facilities of Askham Bryan College

Commercial activities include commercial letting activities, trade of a licenced bar and farming activities on farm land owned by the College

The farm also provides a field study centre adjacent to the College for the benefit of students undertaking courses in farming and innovation

Business Review

The results for the year are shown on page 4 During the year £71,000 was gifted to Askham Bryan College out of the profits of the previous year under Gift Aid Subject to availability of funds, it is intended that £92,000 will be gifted to Askham Bryan College under Gift Aid out of the surplus on commercial activities for this year Provision has been made in this year's accounts for this proposed payment

Proposed dividend

The Directors do not recommend the payment of a dividend

Directors and directors' interests

The directors who held office during the year were as follows

Mr P A Smith
Prof G Rees (employed by College)
Mr A G Grey
Mr D Mortimer

None of the directors who held office at the end of the financial year had any disclosable interest in the shares of the Company

According to the register of directors' interests, no rights to subscribe for shares in, or debentures of the company were granted to any of the directors or their immediate families, or exercised by them, during the financial year

Political and charitable contributions

The Company made no political contributions or charitable donations during the year

Auditors

A resolution to reappoint RSM Robson Rhodes LLP as auditors to the company will be proposed at the forthcoming Annual General Meeting

Disclosure of information to auditors

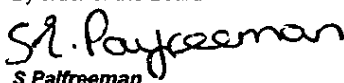
At the date of making this report each of the company's directors, as set out above, confirm the following

- * So far as each director is aware, there is no relevant information needed by the company's auditors in connection with preparing their report of which the company's auditors are unaware, and
- * Each director has taken all steps that he ought to have taken as a director in order to make himself aware of any relevant information needed by the company's auditors in connection with preparing their report and to establish that the company's auditors are aware of that information

Approval

The report of the directors has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies

By order of the Board


S Palfreeman
Company Secretary
7th December 2006

Askham Bryan College
Askham Bryan
YORK
YO23 3FR

Askham Bryan College Company Limited

Statement of 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 affairs of the company and of the profit or loss for that period. In preparing those financial statements, the directors have

- selected suitable accounting policies and applied them consistently,
- made judgements and estimates that are reasonable and prudent,
- followed applicable United Kingdom 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 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 of the prevention and detection of fraud and other irregularities.

The directors are responsible for ensuring that the directors' reports and other information included in the Annual Report is prepared in accordance with company law in the United Kingdom.

Askham Bryan College Company Limited

Independent auditors' report to the Members of Askham Bryan College Company Limited

We have audited the financial statements on pages 4 to 10. These financial statements have been prepared in accordance with the accounting policies set out therein and the requirements of the Financial Reporting Standard for Smaller Entities.

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's shareholders those matters we are required to state in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's shareholders as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

The directors' responsibilities for preparing the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out in the Statement of Directors' Responsibilities.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you whether in our opinion the information given in the directors' report is consistent with the financial statements.

In addition, we report to you if, in our opinion, the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and other transactions is not disclosed.

We read the directors' report and consider the implications for our report if we become aware of any apparent misstatements within it.

Basis of audit opinion

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) 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, in accordance with United Kingdom Generally Accepted Accounting Practice applicable to smaller entities, of the state of affairs of the company as at 31 July 2006 and of its loss for the year then ended, the financial statements have been properly prepared in accordance with the Companies Act 1985, and the information given in the directors' report is consistent with the financial statements.



RSM Robson Rhodes LLP
Chartered Accountants and Registered Auditors
Leeds, England

Date 21 December 2006

Askham Bryan College Company Limited

Profit and loss account

For the year ended 31 July 2006

	Note	2006 £	Continuing operations 2005 £
Turnover	2	1029 581	846 293
Cost of sales		(838 678)	(682 838)
Gross Profit		190 903	163 455
Administrative expenses		(180 685)	(172 065)
Trading loss		10 218	(8 610)
Other operating income		75 000	75 000
Operating profit		85 218	66 390
Other interest receivable and similar income	6	3 391	1 690
Gift aid to Askham Bryan College		(92 000)	(71 000)
Loss on ordinary activities before taxation		(3 391)	(2 920)
Tax on loss on ordinary activities	7	(197)	1 015
Retained loss for the financial year		(3 588)	(1 905)

There is no difference between the historical cost loss for the year, and the loss on ordinary activities for the year as stated above

The company has no gains or losses other than those recognised through the profit and loss account for the accounting year

Askham Bryan College Company Limited

Balance sheet

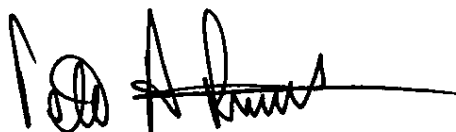
at 31 July 2006

		2006		2005	
	Note	£	£	£	£
Fixed assets					
Investments	8		44 560		23 486
Tangible assets	9		134 512		147 571
Current assets					
Stocks	10	335 839		267 591	
Debtors	11	320 567		306 333	
Cash at bank and in hand		83 352		13 885	
		739 758		587 809	
Creditors: amounts falling due within one year	12	(664 098)		(500 743)	
Net current assets			75 660		87 066
Total assets less current liabilities			254 732		258 123
Creditors: amounts falling due after more than one year	13		(25 033)		(25 033)
Provisions for liabilities and charges	14		(6 033)		(5 836)
Net Assets			223 666		227 254
Capital and Reserves					
Called up share capital	15		15 001		15 001
Profit and loss account	16		208 665		212 253
Shareholders funds			223 666		227 254
Analysis of shareholders funds					
Equity interests			208 666		212 254
Non-equity interests			15 000		15 000
			223 666		227 254

The financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies

These financial statements were approved by the board of directors on 7th December 2006 and were signed on its behalf by

PA Smith
Director



Askham Bryan College Company Limited

Notes

(forming part of the financial statements)

1 Accounting policies

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the company's financial statements

Basis of preparation

The accounts are prepared in accordance with the Financial Reporting Standard for Smaller Entities (2005) under the historical cost convention

Under Financial Reporting Standard 1 (revised 1996) the company is exempt from the requirement to prepare a cash flow statement on the grounds that the parent undertaking includes the company in its own published consolidated financial statements

Fixed assets and depreciation

Depreciation is provided by the Company to write off the cost less the estimated residual value of tangible fixed assets by equal instalments over their estimated useful economic lives as follows

Plant and Machinery	8 - 10 years
Computer equipment	3 years

Leases

All leases are accounted for as "operating leases" and the rental charges are charged to the profit and loss account on a straight line basis over the life of the lease

Stocks

Livestock, crops, fertilisers and sundry stock are valued as at the end of the financial year by Messrs Tomlinsons based on total input costs plus maturity value

Taxation

The charge for taxation is based on the loss for the year and takes into account taxation deferred because of timing differences between the treatment of certain items for taxation and accounting purposes. Provision is made for deferred tax only to the extent that it is probable that an actual liability will crystallise

Turnover

Turnover represents the amounts (excluding value added tax) derived from the provision of goods and services to customers during the year

Gift Aid

Provision is made in the accounts for gift aid which is intended to be paid to the parent organisation, Askham Bryan College, out of the surplus of the current year

Askham Bryan College Company Limited

Notes (continued)

2 Analysis of turnover and loss on ordinary activities before taxation

The whole of the turnover and loss before taxation arose in the UK and resulted from the company's main activities

3 Loss on ordinary activities before taxation

<i>Loss on ordinary activities before taxation is stated</i>	2006	2005
<i>after charging</i>	£	£
Auditors' remuneration	1 992	1 996
Depreciation and other amounts written off tangible fixed assets		
Depreciation	30 355	30 402
Loss on disposal	(400)	-
	<hr/>	<hr/>

4 Remuneration of Directors

None of the directors received any remuneration in respect of their position in the company

5 Staff numbers and costs

The Company does not have any employees. All staff are employed by the parent organisation, Askham Bryan College

The average number of persons employed by the College (including directors) on Company activities during the year, analysed by category, was as follows

	2006	2005
Farm Workers	4	4
Research, etc	7	8
Administration	2	2
	<hr/>	<hr/>
	13	14

The aggregate payroll costs of these persons were as follows

	£	£
Wages and salaries	311 079	310 085
Social security costs	23 011	23 904
Other pensions costs (see note 18)	35 574	36 879
	<hr/>	<hr/>
	369 664	370 868

Askham Bryan College Company Limited

Notes (continued)

6 Other interest receivable and similar income	2006	2005
	£	£
Bank interest receivable	3 391	1 690
	3 391	1 690

7 Taxation	2006	2005
	£	£
Current Tax	-	-
Deferred Tax		
Origination and reversal of timing differences	197	(1 015)
Tax on profit on ordinary activities	197	(1 015)

8 Investments	2006	2005
	£	£
Trade investment		
At 1 August 2005	23 486	23 486
Additions	21 074	-
At 31 July 2006	44 560	23 486

The trade investment represents capital contributions and undistributed declared share of earnings in a dairy co-operative organisation

9 Tangible fixed assets

	Equipment	Total
	£	£
Cost		
At 1 August 2005	354 035	354 035
Additions	19 796	19 796
Disposals	(4 000)	(4 000)
At 31 July 2006	369 831	369 831
Depreciation		
At 1 August 2005	206 464	206 464
Charge for period	30 355	30 355
Disposals	(1 500)	(1 500)
At 31 July 2006	235 319	235 319
Net book value		
At 31 July 2006	134 512	134 512
At 31 July 2005	147 571	147 571

Askham Bryan College Company Limited

Notes (continued)

10 Stocks

	2006	2005
	£	£
Growing crops & residual values	66 332	41 194
Livestock	190 200	184 360
Produce, manure, consumable stores, fertilisers and feeding stuffs	76 118	38 780
Bar Stocks	3 189	3 257
	<u>335 839</u>	<u>267 591</u>

11 Debtors

	£	£
Trade debtors	13 607	14 633
Due from parent company	220 000	220 000
Prepayments and accrued income	86 960	71 700
	<u>320 567</u>	<u>306 333</u>

12 Creditors, amounts falling due within one year

	£	£
Trade creditors	60 534	28 777
Amounts owed to group undertakings	521 582	386 620
Accruals and deferred income	78 982	82 346
Current portion of long term loan	3 000	3 000
	<u>664 098</u>	<u>500 743</u>

13 Creditors, amounts falling due after more than one year

	£	£
Long term loan from Brewery	25 033	25 033
	<u>25 033</u>	<u>25 033</u>

The other loan is an interest free loan from a trade supplier extinguishable over ten years from July 2004 against the volume of business transacted with that supplier. The loan was applied on improvements to the student union bar facilities which commenced in July 2004.

14 Provisions for liabilities and charges

Provision for deferred Tax	£	£
Accelerated capital allowances	11 627	11 430
Other short term timing differences	(5 594)	(5 594)
Provision for deferred Tax	<u>6 033</u>	<u>5 836</u>
Provision at start of period	5 836	6 851
Deferred Tax charge in Profit and Loss account for period (note 7)	197	(1 015)
Provision at end of period	<u>6 033</u>	<u>5 836</u>

Askham Bryan College Company Limited

Notes (continued)

2006

2005

15 Called up share capital

	£	£
Authorised		
Equity Ordinary shares of £1 each	100	100
Redeemable preference shares of £1 each	15 000	15 000
	<u>15 100</u>	<u>15 100</u>
Allotted, called up and fully paid		
Equity Ordinary shares of £1 each	1	1
Redeemable preference shares of £1 each	15 000	15 000
	<u>15 001</u>	<u>15 001</u>

The ordinary shares and redeemable shares rank pari-passu in all respects for the payment of any dividends

The holders of the redeemable shares have the right, pursuant to Section 160 of the Companies Act 1985 to redeem at par the whole or any part of the redeemable shares on 1 April and 1 October in each or any year from 1 October 1993 upon giving to the Company not less than three months notice in writing of such intention to do so. In any event all redeemable shares which may from time to time be in issue and which have not previously been redeemed in the manner aforesaid shall be redeemed at a date no later than twenty-five years from their issue thereof

16 Profit and loss account

	£	£
Opening balance at 1 August	212 253	214 158
Recognised gains and losses relating to the year after dividends	(3 588)	(1 905)
Closing balance at 31 July	<u>208 665</u>	<u>212 253</u>

17 Commitments

	£	£
Capital commitments were as follows		
Contracted	-	-
Authorised but not contracted	-	-

18 Pension scheme

All staff are employed by Askham Bryan College, the Company's parent organisation

All staff members are entitled to join the pension scheme of the College, details of which are shown in that organisation's accounts

19 Related party disclosures

The company has taken advantage of the exemption in Financial Reporting Standard No 8 "Related Party Transactions" not to disclose any transactions between the company and other group companies as these have been eliminated on consolidation in the Financial Statements of Askham Bryan College Corporation

20 Ultimate parent body

The company is a subsidiary undertaking of Askham Bryan College, which is registered as a charitable trust in England

Askham Bryan College Company Limited

Detailed trading and profit and loss account

For the year ended 31 July 2006

Askham Bryan College Company Limited

for the year ended 31 July 2005

DETAILED PROFIT AND LOSS ACCOUNT

Turnover

	Year ended 31 July 2006 £	Year ended 31 July 2005 £
Farming activities	443 985	290 736
Enterprise Activities	585 596	555 557
	<u>1029 581</u>	<u>846 293</u>

Cost of Sales

Farming activities	(473 195)	(338 945)
Enterprise Activities	(365 483)	(343 893)
	<u>(838 678)</u>	<u>(682 838)</u>

Gross Profit

Farming activities	(29 210)	(48 209)
Enterprise Activities	220 113	211 664
	<u>190 903</u>	<u>163 455</u>

Administration expenses

Motor expenses	9 903	7 756
Electricity	9 837	7 565
Water	2 899	1 743
Rents and rates	37 048	37 798
Protective Clothing	-	-
Subscriptions	3 595	2 371
Telephones and postage	1 428	879
Stationery and printing	1 512	1 318
Advertising	4 161	4 068
Equipment hire	4 387	6 658
Repairs renewals and maintenance	17 994	7 751
Wages and salaries	31 798	37 190
Grounds maintenance	-	-
Insurance	-	-
General expenses	4 157	1 370
Consultancy costs	2 633	340
Audit Fees	1 992	1 998
Other professional Fees	519	803
Bad debts	-	707
Management charges	16 866	21 350
Depreciation	30 356	30 402
Loss on disposal of fixed assets	(400)	-
	<u>(180 685)</u>	<u>(172 065)</u>

Interest receivable and similar income

Bank interest receivable	3 391	1 690
Curriculum recharge	75 000	75 000
	<u>78 391</u>	<u>76 690</u>

Gift Aid to Askham Bryan College	(92 000)	(71 000)
----------------------------------	----------	----------

Trading (loss) / profit	<u>(3 391)</u>	<u>(2 920)</u>
--------------------------------	-----------------------	-----------------------

Askham Bryan College Company Limited

for the year ended 31 July 2005

DETAILED TRADING ACCOUNTS (cont)

	Year ended 31 July 2006		Year ended 31 July 2005	
	£	£	£	£
Farming Activities Trading Account				
Turnover				
Dairy	15 900		8 660	
Milk	208 321		163 851	
Potatoes	52 362		42 110	
Sugar beet	26 279		25 703	
Cereals	2 031		13 781	
Beef	75 904		6 340	
Other livestock	29 290		21 168	
Subsidies / set aside	33 908		9 123	
		443 985		290 736
Cost of sales				
Opening stock	264 334		207 373	
Seeds and plants	30 441		23 589	
Fertilisers	11 200		14 669	
Pesticides and other chemicals	19 461		16 462	
Livestock	87 046		35 228	
Feedstuffs	109 603		92 502	
Hire of milking parlour	-		-	
Vets fees and expenses	27 790		22 347	
Haulage	5 203		3 408	
Contractors Charges	80 400		43 063	
Other expenses	57 071		33 025	
Milk quota leasing	-		-	
Wages	113 296		111 613	
Closing stock	(332 650)		(264 334)	
		(473 195)		(338 945)
Gross profit		(29 210)		(48 209)

Askham Bryan College Company Limited

for the year ended 31 July 2005

DETAILED TRADING ACCOUNTS (cont)

	Year ended 31 July 2006		Year ended 31 July 2005	
	£	£	£	£
Enterprise activities Trading Account				
Turnover				
Equipment hire	-		-	
Meals and catering income	52,682		66,563	
Room hire and accommodation	143,389		102,877	
Bar Sales	44,693		58,212	
Research grants	312,510		285,569	
Other income	32,322		42,336	
		585,596		555,557
Cost of Sales				
Opening stock	3,257		1,666	
Catering costs	53,021		54,716	
Cleaning and laundry	11,014		1,618	
Purchases for resale	42,106		45,712	
Transport costs	-		-	
Excise licences and bar stock fees	895		1,268	
Travel & subsistence	17,952		20,105	
Temporary labour	2,357		-	
Contractors charges	10,000		-	
Wages and salaries	228,070		222,065	
Closing stock	(3,189)		(3,257)	
		(365,483)		(343,893)
Gross profit		220,113		211,664