

Registered No: 2987264

Bradfield College Enterprises Limited
Annual Report
for the year ended 31 August 2002

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Bradfield College Enterprises Limited

Annual Report for the year ended 31 August 2002

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Directors' Report for the year ended 31 August 2002

The directors present their annual report and the audited financial statements of the company for the year ended 31 August 2002.

Principal activities

The principal activities of the company are the resale of equipment, clothing, food and beverages and the management of lettings and the sixth form club at Bradfield College.

Review of business and future developments

The results for the year are set out on page 4. Both the level of business and the year end financial position were satisfactory, and the directors expect that the present level of activity will be sustained for the foreseeable future.

In the year the company proposed a payment under gift aid to Bradfield College of £116,000 (2001: £18,645).

Dividends

The directors do not recommend the payment of a dividend (2001 : £nil).

Directors

The directors who held office during the year were as follows:

P H C Brader (Chairman)
The Honourable Peter Dixon

The directors had no beneficial interest in the share capital of the company at any time during the year.

Statement of directors' responsibilities

Company law requires the directors to prepare financial statements for each financial year that give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. The directors are required to prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors confirm that suitable accounting policies have been used and applied consistently. They also confirm that reasonable and prudent judgements and estimates have been made in preparing the financial statements for the year ended 31 August 2002 and that applicable accounting standards have been followed.

The directors are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the company and 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.

Auditors

The auditors, PricewaterhouseCoopers, have indicated their willingness to continue in office, and a resolution concerning their reappointment will be proposed at the next meeting of directors.

By order of the board

A handwritten signature in black ink, appearing to read 'N J Marten', written over the printed name and title.

N J Marten
Secretary

**Independent auditors' report
to the members of Bradfield College Enterprises Limited**

We have audited the financial statements which comprise the profit and loss account, the balance sheet and the related notes.

Respective responsibilities of directors and auditors

The directors responsibilities for preparing the annual report and the financial statements in accordance with applicable United Kingdom and law accounting standards 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 United Kingdom auditing standards issued by the Auditing Practices Boards.

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 United Kingdom Companies Act 1985. We also report to you if, in our opinion, the directors' report is not consistent with the financial statements, if 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 transactions is not disclosed.

We read the other information contained in the annual report and consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements

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 at 31 August 2002 and of its loss for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

PricewaterhouseCoopers.

PricewaterhouseCoopers
Chartered Accountants and Registered Auditors
Reading

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**Profit and loss account
for the year ended 31 August 2002**

	Notes	2002 £	2001 £
Turnover	1	452,329	177,552
Cost of sales		(285,656)	(127,727)
Gross profit		166,673	49,825
Administrative expenses		(77,741)	(42,769)
Operating profit		88,932	7,056
Interest receivable and similar income		205	715
Payment to Bradfield College under gift aid		(116,000)	(18,645)
Loss on ordinary activities before taxation	2	(26,863)	(10,874)
Taxation	5	-	-
Loss for the financial year	11	(26,863)	(10,874)

The company's results are derived from continuing activities.

The company has no recognised gains or losses other than the loss above and therefore no separate statement of total recognised gains and losses has been presented.

There is no difference between the loss on ordinary activities before taxation and the loss for the financial year stated above, and their historical cost equivalents.

Balance sheet at 31 August 2002

	Notes	2002 £	2001 £
Fixed assets			
Tangible assets	6	1,981	11,361
Current assets			
Stocks	7	47,295	55,624
Debtors	8	67,877	428
Cash at bank and in hand		200,992	44,392
		316,164	100,444
Creditors: amounts falling due within one year	9	(317,766)	(84,563)
Net current (liabilities)/assets		(1,602)	15,881
Net assets		379	27,242
Capital and reserves			
Called up share capital	10	70,002	70,002
Profit and loss account (deficit)	11	(69,623)	(42,760)
Equity shareholders' funds	12	379	27,242

The financial statements on pages 4 to 9 were approved by the Board of Directors on and signed on its behalf by:

14 NOV 2002



P H C Brader
Director

Notes to the financial statements for the year ended 31 August 2002

1 Principal accounting policies

The financial statements have been prepared in accordance with applicable accounting standards in the United Kingdom. A summary of the more important accounting policies, which have been applied consistently, is set out below.

Basis of accounting

The financial statements are prepared in accordance with the historical cost convention.

Impact of new accounting standards

Financial Reporting Standard 18 "Accounting Policies" has been adopted during the year. The directors have considered the requirements of FRS 18 and have reviewed the accounting policies and estimation techniques applied, to ensure that they remain the most appropriate for the purpose of giving a true and fair view. This has not required any change in accounting policies.

Cash flow

The company has taken advantage of the small company exemption granted by Financial Reporting Standard 1 (revised), and has not published a cash flow statement.

Financial Reporting Standard 8 – Related Party Disclosures

The company's results are included within the group accounts of The Warden and Council of Saint Andrew's College, Bradfield. As a wholly owned subsidiary of the College, the company has taken advantage of the exemption provided by Financial Reporting Standard 8 and has not disclosed details of transactions with other group companies.

Turnover

Turnover, which excludes value added tax, represents the invoiced value of goods and services supplied. Turnover consists entirely of sales made in the United Kingdom.

Tangible fixed assets

The cost of tangible fixed assets is their purchase cost, together with any other incidental expenses of acquisition.

Depreciation is calculated so as to write off the cost of tangible fixed assets, less estimated residual values, on a straight line basis over the expected useful economic lives of the assets concerned. The principal annual rates for this purpose are:

Computer equipment	33%
Fixtures/equipment	20%

Stocks

Stocks are stated at the lower of cost and net realisable value. Where necessary, provision is made for obsolete, slow moving and defective stocks.

2 Loss on ordinary activities before taxation

	2002 £	2001 £
The loss on ordinary activities before taxation is stated after charging:		
Depreciation	11,610	11,002
Auditors' remuneration	4,450	4,000

3 Directors' emoluments

The directors received no emoluments during the year (2001: nil).

4 Employee information

The average monthly full time equivalent number of persons employed by the company during the year was:

By activity	2002 Number	2001 Number
Selling and distribution	3	3

	2002 £	2001 £
Staff costs (for the above people)		
Salaries	37,790	22,292
Social Security costs	1,107	653
	38,897	22,945

5 Taxation

No charge for taxation arises in view of the company's arrangements to pass all of its taxable profits to Bradfield College under gift aid.

The tax assessed for the period is different from the standard rate of corporation tax in the UK (30%). The differences are explained below:

	2002 £	2001 £
Loss on ordinary activities before taxation	(30,863)	(10,874)
Corporation tax on loss on ordinary activities at 30%	(9,259)	(3,262)
Effects of:		
Accelerated capital allowances and other timing differences	9,259	3,262
Current tax charge for the year	-	-

The company has an unrecognised deferred tax asset of £13,176 (2001: £3,917) relating to excess depreciation over capital allowances. The asset will not be realised in the foreseeable future and accordingly is not recognised in these accounts.

6 Tangible fixed assets

	Fixtures/ Other equipment	Computer equipment	Total
Cost	£	£	£
At 1 September 2001	53,745	5,694	59,439
Additions	-	2,230	2,230
At 31 August 2002	53,745	7,924	61,669
Depreciation			
At 1 September 2001	42,891	5,187	48,078
Charge for the year	10,613	997	11,610
At 31 August 2002	53,504	6,184	59,688
Net book amount			
At 31 August 2002	241	1,740	1,981
At 31 August 2001	10,854	507	11,361

7 Stocks

	2002 £	2001 £
Goods for resale	47,295	55,624

8 Debtors

	2002 £	2001 £
Amount falling due within one year		
Trade debtors	61,204	428
Prepayments	6,673	-
	67,877	428

9 Creditors: amounts falling due within one year

	2002 £	2001 £
Trade creditors	85,773	22,225
Amounts owed to group undertakings	204,869	38,337
Other taxation and social security	12,598	13,767
Accruals and deferred income	14,526	10,234
	317,766	84,563

10 Called up share capital

	2002 £	2001 £
Authorised		
100,000 ordinary shares of £1 each	100,000	100,000
Allotted, called up and fully paid		
70,002 ordinary shares of £1 each	70,002	70,002

11 Profit and loss account

	2002 £
At 1 September 2001	(42,760)
Loss for the financial year	(26,863)
At 31 August 2002	(69,623)

12 Reconciliation of movements in shareholders' funds

	2002 £	2001 £
Opening shareholders' funds	27,242	38,116
Loss for the financial year	(26,863)	(10,874)
Closing shareholders' funds	379	27,242

13 Parent organisation and ultimate controlling party

The directors regard The Warden and Council of St Andrew's College, Bradfield ("Bradfield College"), a registered charity incorporated by Royal Charter, as the company's parent organisation and ultimate controlling party. According to the register kept by the company, Bradfield College has a 100% interest in the share capital of Bradfield College Enterprises Limited as at 31 August 2002. A copy of the parent organisation's financial statements can be obtained by writing to The Bursar, Bradfield College, Bradfield, Reading, Berkshire, RG7 6AU