

Company Number: 3396672

**LIMEHOUSE ARCHES DAY NURSERY LIMITED**  
(Limited By Guarantee And Not Having A Share Capital)

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**FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED**  
**31 JULY 2004**

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**ALAN PARDOE FCA**  
**CHARTERED ACCOUNTANT**  
**and**  
**REGISTERED AUDITOR**  
**52 Owen Gardens**  
**Woodford Green**  
**Essex IG8 8DJ**

**Tel/Fax: 020 8504 4690**



**LIMEHOUSE ARCHES DAY NURSERY LIMITED**

**FOR THE YEAR ENDED 31 JULY 2004**

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# **LIMEHOUSE ARCHES DAY NURSERY LIMITED**

**31 JULY 2004**

## **REPORT OF THE MANAGEMENT COMMITTEE**

The Management Committee presents its report in respect of the year ended 31 July 2004.

### **LIMITED BY GUARANTEE**

The company does not have a share capital but is limited by guarantee. Every member of the company undertakes to contribute to the assets of the company, in the event of the same being wound up while he or she is a member or within one year after he or she ceases to be a member, for payment of the debts and liabilities of the company contracted before the cessation to be a member and of the costs, charges and expenses of winding up, and for the adjustment of the rights of the contributories among themselves, such amount as may be required not exceeding one pound.

### **OBJECTS AND ACTIVITIES**

The objects of Limehouse Arches Day Nursery Limited are to promote commerce, art, science, education, religion, charity or any profession and to promote any social, political or sporting activity and anything incidental or conducive to any of the above objects.

### **REGISTERED OFFICE:**

21 – 23 Trinidad Street  
Limehouse  
London E14 8AA

### **MANAGEMENT COMMITTEE:**

(The members are also referred to as directors)

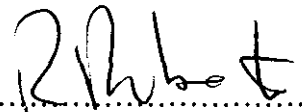
R. Roberts – chairman  
H. Kenney

### **RESULT:**

The result of the year is shown on page 5.

### **FIXED ASSETS**

The details concerning the tangible fixed assets, including the movement during the year, are set out in note 4 to the accounts.

.....  
Director

Date: .....19/05/05.....2005

## **LIMEHOUSE ARCHES DAY NURSERY LIMITED**

**31 JULY 2004**

### **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF LIMEHOUSE ARCHES DAY NURSERY LIMITED**

I have audited the financial statements of Limehouse Arches Day Nursery Limited for the year ended 31 July 2004 which comprise of the profit and loss account, the balance sheet, the cash flow statement and the related notes. These financial statements have been prepared under the historical cost convention and the accounting policies set out therein.

#### **Respective responsibilities of directors and the auditor**

The directors' responsibilities for preparing the annual report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards are set out in the Statement of Directors' Responsibilities. My responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

I report to you my opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. I also report to you if, in my opinion, the Management Committee's Report is not consistent with the financial statements, if the company has not kept proper accounting records, if I have not received all the information and explanations I require for my audit, or if information specified by law regarding directors' remuneration and transactions with the company is not disclosed.

I read the other information contained in the Annual Report and consider whether it is consistent with the audited financial statements. This other information comprises only the Management Committee's Report, the Profit and Loss Account and Financial Review. I consider the implications for my report if I become aware of any apparent misstatements or material inconsistencies with the financial statements. My responsibilities do not extend to any other information.

#### **Basis of audit opinion**

I conducted my audit in accordance with United Kingdom 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.

I planned and performed my audit so as to obtain all the information and explanations which I considered necessary in order to provide me 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 my opinion I also evaluated the overall adequacy of the presentation of information in the financial statements.

**LIMEHOUSE ARCHES DAY NURSERY LIMITED**

**31 JULY 2004**

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF  
LIMEHOUSE ARCHES DAY NURSERY LIMITED**

**Opinion**

In my opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 July 2004 and of its statement of financial activities for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



Alan Pardoe  
Registered Auditor  
52 Owen Gardens  
Woodford Green  
Essex IG8 8DJ

Date: 19 MAY 2005

**LIMEHOUSE ARCHES DAY NURSERY LIMITED****PROFIT AND LOSS ACCOUNT****FOR THE YEAR ENDED 31 JULY 2004**

	<u>Notes</u>	<u>2004</u>	<u>2003</u>
		£	£
<b>Income:</b>			
Fees receivable		177,024	192,665
Grants received		22,624	17,579
Grant in lieu		7,000	6,500
	1c	<u>206,648</u>	<u>216,744</u>
<b>Direct Expenses:</b>			
Salaries, wages and oncosts		144,868	156,681
Other direct expenses		10,259	9,988
		<u>155,127</u>	<u>166,669</u>
Gross profit		51,521	50,075
<b>Administration Expenses:</b>			
Interest payable		1,714	1,110
Depreciation	4	2,426	2,846
Other administration expenses		62,902	64,509
		<u>67,042</u>	<u>68,465</u>
(Loss) from operations	2	(15,521)	(18,390)
Interest received		128	141
(Loss) on ordinary activities before taxation		<u>(15,393)</u>	<u>(18,249)</u>
Taxation	3	-	-
Retained (loss) for the year	6	<u>(15,393)</u>	<u>(18,249)</u>
Retained loss brought forward		(16,293)	1,956
Retained (loss)/profit carried forward	6	<u>£(31,686)</u>	<u>£(16,293)</u>

The company has no recognised gains or losses other than those incorporated in the above profit and loss account.

None of the company's activities were acquired or discontinued during the above financial year.

The notes on pages 9 – 11 form part of these financial statements.

**LIMEHOUSE ARCHES DAY NURSERY LIMITED**

**BALANCE SHEET**

**AT 31 JULY 2004**

	<u>Notes</u>	<u>2004</u>	<u>2003</u>
		£	£
TANGIBLE FIXED ASSETS	4	4,109	1,937
<b>CURRENT ASSETS</b>			
Bank balances		<u>7,838</u>	<u>7,353</u>
		<u>7,838</u>	<u>7,353</u>
<b>LESS: CURRENT LIABILITIES</b>			
Creditors:			
Amounts payable within one year	5	<u>(23,633)</u>	<u>(15,583)</u>
<b>LIABILITIES – NET</b>		(11,686)	(6,293)
Amounts payable over one year:			
Director's loan		(20,000)	(10,000)
<b>TOTAL ASSETS – NET</b>		<u>£(31,686)</u>	<u>£(16,293)</u>
<b>REPRESENTED BY:</b>			
<b>ACCUMULATED RESERVE</b>			
At 31 July 2003 deficit		(16,293)	1,956
(Loss) for the year		<u>(15,393)</u>	<u>(18,249)</u>
At 31 July 2003 – (deficit)	6	<u>£(31,686)</u>	<u>£(16,293)</u>

Approved by the Board on 19/05 2005.

*R. H. St*

**LIMEHOUSE ARCHES DAY NURSERY LIMITED**

**CASHFLOW STATEMENT**

**FOR THE YEAR ENDED 31 JULY 2004**

	<b><u>2004</u></b>	<b><u>2003</u></b>
	<b>£</b>	<b>£</b>
<b>Net cash inflow/(outflow) from Operating Activities:</b>		
Operating (loss) before interest	(13,807)	(17,280)
Depreciation charge	2,426	2,846
Increase/(decrease) in creditors	<u>18,050</u>	<u>11,925</u>
	6,669	(2,509)
<b>Returns on bank accounts:</b>		
Interest received	128	141
Interest paid	(1,714)	(1,110)
<b>Taxation:</b>		
Corporation tax paid	-	-
<b>Investing activities:</b>		
Payments to acquire tangible fixed assets – note 4	<u>(4,598)</u>	<u>(1,525)</u>
Increase/(decrease) in cash and cash equivalents	<u>£ 485</u>	<u>£(5,003)</u>
<b>Changes in Cash and Cash Equivalents During the Year:</b>		
Bank balances at 1 August 2003	7,353	12,356
at 31 July 2004	<u>7,838</u>	<u>7,353</u>
Cash inflow/(outflow) during the year	<u>£ 485</u>	<u>£(5,003)</u>



**LIMEHOUSE ARCHES DAY NURSERY LIMITED**

**STATEMENT OF THE MANAGEMENT COMMITTEE'S RESPONSIBILITIES**

**FOR THE YEAR ENDED 31 JULY 2004**

Company law requires the Management Committee to prepare accounts for each financial year which give a true and fair view of the state of affairs of the company and of its profit or loss for that period. In preparing those accounts, the Management Committee is required to:

select suitable accounting policies and then apply them consistently;

make judgements and estimates that are reasonable and prudent;

state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the accounts;

prepare the accounts on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The Management Committee is responsible for maintaining proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable the said Committee to ensure that the accounts comply with the Companies Act 1985. The Management Committee 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. The Accounting Policies selected are set out on page 9.

# **LIMEHOUSE ARCHES DAY NURSERY LIMITED**

## **NOTES TO THE FINANCIAL STATEMENTS**

### **FOR THE YEAR ENDED 31 JULY 2004**

#### **1. ACCOUNTING POLICIES**

**(a) Basis of Accounting**

The Accounts are prepared under the historical cost basis of accounting, and in accordance with the Companies Act 1985 and applicable Accounting Standards.

**(b) Tangible Fixed Assets**

Depreciation is provided on the cost of all tangible fixed assets net of capital grants received at the undermentioned annual rates, to write them off over the period of their anticipated useful lives:

Security gates	20%
Plant	25%
Furniture & equipment	25% - 33 <sup>1</sup> / <sub>3</sub> %

**(c) Income**

Income, other than grants, is the amount receivable and revenue grants are the amounts received in the period subject to carrying forward an appropriate proportion of any grant if it relates to a period terminating after the date of these accounts.

**(d) Deferred Taxation**

Deferred taxation accounting is only operated where there is reasonable probabilities that the liability will not arise in the foreseeable future.

**(e) Going Concern**

The Management Committee considers that adequate financial facilities are available to the Company to continue trading. On the basis that trading will continue, the Management Committee has applied the going concern concept in preparing the Accounts.

#### **2. LOSS FROM OPERATIONS**

The above loss for the year is stated after charging:

	<u>2004</u>	<u>2003</u>
	£	£
Director's consultancy fees	<u>7,500</u>	<u>9,600</u>

#### **3. TAXATION**

The corporation tax charge for the year was £NIL (2003 – £NIL) with tax losses of approximately £31,500 to offset payable profits of future periods.

**LIMEHOUSE ARCHES DAY NURSERY LIMITED****NOTES TO THE FINANCIAL STATEMENTS – continued****FOR THE YEAR ENDED 31 JULY 2004****4. TANGIBLE FIXED ASSETS**

	<u>Plant &amp; gates</u>	<u>Furniture &amp; equipment</u>	<u>Total</u>
	£	£	£
<b>Cost:</b>			
At 31 July 2003	13,176	5,750	18,926
Additions	1,880	2,718	4,598
	<u>15,056</u>	<u>8,468</u>	<u>23,524</u>
<b>Less:</b>			
Grant received	<u>(6,855)</u>	<u>( - )</u>	<u>(6,855)</u>
At 31 July 2004	<u>8,201</u>	<u>8,468</u>	<u>16,669</u>
	<u>Plant &amp; gates</u>	<u>Furniture &amp; equipment</u>	<u>Total</u>
	£	£	£
<b>Depreciation:</b>			
At 31 July 2003	5,527	4,607	10,134
Depreciation charge for the year	<u>1,264</u>	<u>1,162</u>	<u>2,426</u>
At 31 July 2004	<u>6,791</u>	<u>5,769</u>	<u>12,560</u>
<b>Net Book Value:</b>			
At 31 July 2004	<u>1,410</u>	<u>2,699</u>	<u>4,109</u>
At 31 July 2003	<u>794</u>	<u>1,143</u>	<u>1,937</u>

**5. CREDITORS**

	<u>2004</u>	<u>2003</u>
	£	£
Amounts payable within one year:		
Trade creditors	1,230	1,230
Sundry creditors and accruals	9,428	9,910
Other taxation and social security costs	1,101	2,569
Director's loan account	6,874	1,874
Loan	5,000	-
	<u>£23,633</u>	<u>£15,583</u>

**LIMEHOUSE ARCHES DAY NURSERY LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS – continued**

**FOR THE YEAR ENDED 31 JULY 2004**

**6. PROFIT AND LOSS ACCOUNT**

	<b><u>2004</u></b>	<b><u>2003</u></b>
	<b>£</b>	<b>£</b>
At 31 July 2003 – (deficit)	(16,293)	1,956
(Loss) for the year	<u>(15,393)</u>	<u>(18,249)</u>
At 31 July 2004 – (deficit)	<u>£(31,686)</u>	<u>£(16,293)</u>

**7. CAPITAL COMMITMENTS AND CONTINGENT LIABILITIES**

The company had no outstanding capital commitments neither had it any contingent liabilities at 31 July 2004.

**8. CONTROL**

The company being limited by guarantee and therefore having no share capital is under the control of the Directors who are also the sole members of the Management Committee.