

**ARCH (COMMERCIAL ENTERPRISE)  
LIMITED**

**FORMERLY WANSBECK LIFE LIMITED**

**Report and Financial Statements**

**31 March 2012**

THURSDAY



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COMPANIES HOUSE

**ARCH (COMMERCIAL ENTERPRISE) LIMITED  
FORMERLY WANSBECK LIFE LIMITED**

**REPORT AND FINANCIAL STATEMENTS 2012**

<b>CONTENTS</b>	<b>Page</b>
<b>Officers and professional advisers</b>	<b>1</b>
<b>Directors' report</b>	<b>2</b>
<b>Statement of directors' responsibilities</b>	<b>4</b>
<b>Independent auditor's report</b>	<b>5</b>
<b>Profit and loss account</b>	<b>7</b>
<b>Statement of Total Recognised Gains and Losses</b>	<b>7</b>
<b>Balance sheet</b>	<b>8</b>
<b>Notes to the accounts</b>	<b>9</b>

**ARCH (COMMERCIAL ENTERPRISE) LIMITED  
FORMERLY WANSBECK LIFE LIMITED**

**OFFICERS AND PROFESSIONAL ADVISERS**

**DIRECTORS**

Mr J G Davey  
Mr J S Reid  
Mr R Styring  
Mr P Jackson  
Mr T S Stewart (appointed 6 December 2011)

**SECRETARY**

Eversheds LLP  
Central Square South  
Orchard Street  
Newcastle Upon Tyne  
NE1 3XX

**REGISTERED OFFICE**

Unit 3, Esther court  
Rotary Parkway  
Wansbeck Business Park  
Ashington  
Northumberland  
NE63 8AP

**BANKERS**

Co-operative bank  
Norfolk House  
84-86 Grey Street  
Newcastle-upon-Tyne

**AUDITOR**

Deloitte LLP  
Chartered Accountants and Statutory Auditor  
Newcastle upon Tyne  
United Kingdom

# **ARCH (COMMERCIAL ENTERPRISE) LIMITED FORMERLY WANSBECK LIFE LIMITED**

## **DIRECTORS' REPORT**

The directors present their report on the affairs of the company together with the financial statements and auditor's report for the year ended 31 March 2012

### **PRINCIPAL ACTIVITIES**

The principal activities of the company are

- to further the needs of the community within the boundaries of the area currently known as Wansbeck (the 'Community'),
- to regenerate or develop the Community within the meaning of Section 126 of the Housing Grants Construction and Regeneration Act 1996,
- to protect restore and enhance the environment of the Community through the purchase lease and management of land in the Community
- to provide land, amenities or services or provide construct repair or improve buildings for the Community as a whole or for members of the Community either exclusively or together with other persons
- to encourage and give advice on the forming of community land trusts for the benefit of sections of the Community or for the benefit of neighbouring communities and providing services for and give advice on the securing of such organisations and other voluntary organisations concerned with regeneration and development
- to promote economic regeneration in the community through the provision of light industrial, retail and office accommodation to small businesses

### **RESULTS AND DIVIDENDS**

The results of the company for the year are set out in detail on page 7

### **DIRECTORS**

The directors who served during the year and subsequently were as follows

Mr J G Davey

Mr J S Reid

Mr R Styring

Mr P Jackson

Mr T S Stewart (appointed 6 December 2011)

No director has an interest in either the ordinary or voting share capital of the company

Significant changes have taken place in respect of the Board of Directors. It is expected that the Company's constitution will be further amended, in the near future, to better reflect these changes

### **SPECIAL EXEMPTIONS**

This directors' report has been prepared in accordance with the provisions applicable to companies subject to the small company regime

**ARCH (COMMERCIAL ENTERPRISE) LIMITED  
FORMERLY WANSBECK LIFE LIMITED**

**DIRECTORS' REPORT**

**AUDITOR**

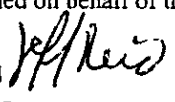
Each of the directors at the date of approval of this report separately confirms that

- so far as the director is aware, there is no relevant audit information of which the company's auditor are unaware, and
- the director has taken all the steps that he ought to have taken as a director to make himself aware of any relevant audit information and to establish that the company's auditor are aware of that information

This confirmation is given and should be interpreted in accordance with the provisions of S418 of the Companies Act 2006

Deloitte LLP have expressed their willingness to continue in office as auditor and a resolution to reappoint them will be proposed at the forthcoming Annual General Meeting

Approved by the Board of Directors  
and signed on behalf of the Board

J S Reid   
Director

Date 13/12/12

**ARCH (COMMERCIAL ENTERPRISE) LIMITED  
FORMERLY WANSBECK LIFE LIMITED**

**DIRECTORS' RESPONSIBILITY STATEMENT**

The directors are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulations

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Financial Reporting Standard for Small Entities (FRSSE) and applicable law. Under company law the directors must not approve the financial statements unless they are satisfied that they 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. In preparing these financial statements, the directors are required to

- (a) select suitable accounting policies and then apply them consistently,
- (b) make judgements and estimates that are reasonable and prudent, and
- (c) 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 adequate accounting records that are sufficient to show and explain the company's transactions and 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 2006. 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.

The directors are responsible for the maintenance and integrity of the corporate and financial information included on the company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF ARCH (COMMERCIAL ENTERPRISE) LIMITED**

We have audited the financial statements of Arch (Commercial Enterprise) for the year ended 31 March 2012 which comprise the Profit and Loss Account, the Balance Sheet, the Statement of Recognised Gains and Losses and the related notes 1 to 18. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (Effective April 2008) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them 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 members as a body, for our audit work, for this report, or for the opinions we have formed.

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

As explained more fully in the Directors' Responsibilities Statement, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

### **Scope of the audit of the financial statements**

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the directors, and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the annual report to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

### **Opinion on financial statements**

In our opinion the financial statements

- give a true and fair view of the state of the company's affairs as at 31 March 2012 and of its loss for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities, and
- have been prepared in accordance with the requirements of the Companies Act 2006.

### **Opinion on other matter prescribed by the Companies Act 2006**

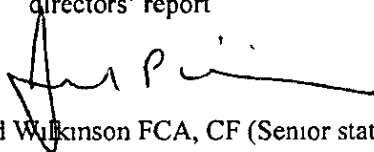
In our opinion the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF ARCH (COMMERCIAL ENTERPRISE) LIMITED**

**Matters on which we are required to report by exception**

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us, or
- the financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of directors' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit, or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies exemption in preparing the directors' report



David Wilkinson FCA, CF (Senior statutory auditor)

for and on behalf of Deloitte LLP

Chartered Accountants and Statutory Auditor

Newcastle, UK

Date 14 December 2012



**ARCH (COMMERCIAL ENTERPRISE) LIMITED**  
**FORMERLY WANSBECK LIFE LIMITED**

**PROFIT AND LOSS ACCOUNT**  
**Year ended 31 March 2012**

	Note	2012 £	2011 £
<b>TURNOVER</b>		366,361	255,931
Administrative expenses		(520,233)	(2,407,864)
Other operating income		36,598	1,916,897
<b>Operating loss</b>	2	(117,274)	(235,036)
Interest receivable		1,671	-
<b>LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		(115,603)	(235,036)
Tax on loss on ordinary activities	3	19,213	21,290
<b>LOSS FOR THE YEAR</b>	13	(96,390)	(213,746)

All activities are derived from continuing operations

**Statement of Total Recognised Gains and Losses**

	Note	2012 £	2011 £
Loss for the financial year		(96,390)	(213,746)
Capital Contribution	4	1,450,000	-
<b>Total recognised Gains / (Losses) since the last financial statements</b>		1,353,610	(213,746)

The notes numbered 1 to 18 form part of these financial statements

**ARCH (COMMERCIAL ENTERPRISE) LIMITED**  
**FORMERLY WANSBECK LIFE LIMITED**

**BALANCE SHEET**  
**31 March 2012**

	Note	2012 £	2011 As Restated <sup>1</sup> £
<b>FIXED ASSETS</b>			
Tangible fixed assets	4	3,159,478	1,751,809
Investments	5	-	100
		<u>3,159,478</u>	<u>1,751,909</u>
<b>CURRENT ASSETS</b>			
Debtors <sup>1</sup>	7	334,153	54,711
Cash at bank and in hand		241,740	347,846
		<u>575,893</u>	<u>402,557</u>
<b>CREDITORS: amounts falling due within one year</b>	8	<u>(395,991)</u>	<u>(120,078)</u>
<b>NET CURRENT ASSETS</b>		<u>179,902</u>	<u>282,479</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>3,339,380</u>	<u>2,034,388</u>
<b>PROVISIONS FOR LIABILITIES AND CHARGES</b>			
Deferred taxation	9	(5,833)	(13,257)
Government grants	10	(1,526,511)	(1,558,899)
Provisions	15	-	(8,806)
		<u>-</u>	<u>(8,806)</u>
<b>NET ASSETS</b>		<u>1,807,036</u>	<u>453,426</u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital <sup>1</sup>	12	350	350
Capital Contribution	18	1,450,000	-
Profit and loss account <sup>1</sup>	13, 18	356,686	453,076
		<u>1,807,036</u>	<u>453,426</u>
<b>SHAREHOLDERS' FUNDS</b>	18	<u>1,807,036</u>	<u>453,426</u>

<sup>1</sup>These balances are subject to a prior period restatement details of which can be found in note 12

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime

The notes numbered 1 to 18 form part of these financial statements

The financial statements of Arch (Commercial Enterprise) Limited formerly Wansbeck Life Limited, registered number 3556450, on pages 7 to 17 were approved by the board of directors and authorised for issue on 12 / 12 / 12

Signed on behalf of the Board of Directors

J S Reid

Director

**ARCH (COMMERCIAL ENTERPRISE) LIMITED  
FORMERLY WANSBECK LIFE LIMITED**

**NOTES TO THE ACCOUNTS  
Year ended 31 March 2012**

**1. ACCOUNTING POLICIES**

**Basis of accounting**

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of certain fixed assets, and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

**Turnover**

Turnover relates principally to the income generated from the letting of commercial office space and light industrial units, is wholly derived from activities occurring within the UK and is stated exclusive of Value Added Tax

**Fixed Assets**

All fixed assets are initially recorded at cost. Where the directors become aware of circumstances which indicate that an impairment may have occurred to the value of the assets (other than due to temporary market conditions) a professional valuation of the assets is sought and impairment recognised through operating expenditure where, in the view of the directors, the impact is material.

**Depreciation**

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Leasehold property	Straight line over lease period (30/50 years)
Plant and machinery etc	10% per annum reducing balance – 33% per annum straight line

**Deferred taxation**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events that result in an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at the balance sheet date. Timing differences are differences between the company's taxable profits and its results as stated in the financial statements.

Deferred tax is measured at the average tax rates that are expected to apply in the periods in which timing differences are expected to reverse, based on tax rates and laws that have been enacted or substantially enacted by the balance sheet date. Deferred tax is measured on a non-discounted basis.

**Financial instruments**

Financial instruments and equity investments are classified according to the substance of the contractual arrangement entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

Where the contractual terms of share capital do not have any terms meeting the definition of a financial liability then this is classed as an equity instrument.

**Deferred grants**

Deferred government grants in respect of capital expenditure are treated as deferred income and are credited to the profit and loss account over the estimated useful life of the assets to which they relate. Grants received in respect of revenue expenditure are credited immediately to the profit and loss account.

**Group Accounts**

Under section 400 of the Companies Act 2006 the Arch (Commercial Enterprise) Ltd is exempt from the requirement to prepare group accounts by virtue of the fact that it is itself a wholly owned subsidiary of a parent undertaking established within the EEA. This parent undertaking, Northumberland County Council, prepares consolidated financial statements which are subject to audit.

**Cash flow statement**

The company is exempt from the requirements of FRS1 to include a cash flow statement as part of its financial statements, because it meets the size criteria as a small company, as defined by Sections 382-384 and Sections 465-467 of The Companies Act 2006.

**ARCH (COMMERCIAL ENTERPRISE) LIMITED**  
**FORMERLY WANSBECK LIFE LIMITED**

**NOTES TO THE ACCOUNTS**  
**Year ended 31 March 2012**

**2. OPERATING LOSS**

Operating loss is stated after charging

	2012 £	2011 £
Amortisation of government grants	(32 388)	(1,626,590)
Impairment of fixed assets	-	1 676,676
Depreciation of owned fixed assets	42,331	85,578
Auditor's fees	3,883	3,883
	<u>          </u>	<u>          </u>

**3. TAX ON LOSS ON ORDINARY ACTIVITIES**

*Analysis of the tax charge on ordinary activities*

	2012 £	2011 £
<b>Current tax:</b>		
In respect of the year		
United Kingdom corporation tax at 21% (2011 – 21%) based on the loss for the year	(11,873)	(16,064)
Over/under provision in prior year	83	(12,040)
	<u>          </u>	<u>          </u>
<b>Total current tax</b>	(11,790)	(28,104)
<b>Deferred tax:</b>		
Origination and reversal of timing differences	(6,793)	(2,912)
Adjustment in respect of previous periods	1	8,999
Effect of changes in tax rates	(631)	727
Capital allowances	-	-
	<u>          </u>	<u>          </u>
<b>Tax on profit on ordinary activities</b>	<u>(19,213)</u>	<u>(21,290)</u>

The Government announced in the Budget Report, on 23 March 2011, that the main rate of corporation tax would be reduced from 21% to 20% effective from 1 April 2011 and this reduction was substantively enacted on 5 July 2011

**ARCH (COMMERCIAL ENTERPRISE) LIMITED**  
**FORMERLY WANSBECK LIFE LIMITED**

**NOTES TO THE ACCOUNTS**  
**Year ended 31 March 2012**

**4 TANGIBLE FIXED ASSETS**

	Land and buildings £	Other plant and machinery £	Total £
<b>Cost</b>			
At 1 April 2011	1,700,000	102,655	1,802,655
Additions	1,450,000	-	1,450,000
	<u>3,150,000</u>	<u>102,655</u>	<u>3,252,655</u>
At 31 March 2012			
<b>Depreciation</b>			
At 1 April 2011	-	50,846	50,846
Charge in year	35,319	7,012	42,331
Impairment			
	<u>35,319</u>	<u>57,858</u>	<u>93,177</u>
At 31 March 2012			
<b>Net book value</b>			
At 31 March 2012	<u>3,114,681</u>	<u>44,797</u>	<u>3,159,478</u>
At 31 March 2011	<u>1,700,000</u>	<u>51,809</u>	<u>1,751,809</u>

During the year a capital contribution into the company in the form of an asset was made by the ultimate holding company (Northumberland County Council). The contribution (and asset) was initially recognised at open market value (as evidenced by the cash consideration paid by the ultimate holding company) of £1,450,000. The asset is to be employed in the continuing business of the company.

**5. INVESTMENTS**

	Shares in group undertakings £
<b>Cost</b>	
At 1 April 2011 and 31 March 2012	100
Transferred to Wansbeck Life Limited	(100)
	<u>-</u>
As at 31 March 2012	
<b>Net book value</b>	
At 31 March 2012	-
At 31 March 2011	<u>100</u>

**ARCH (COMMERCIAL ENTERPRISE) LIMITED**  
**FORMERLY WANSBECK LIFE LIMITED**

**NOTES TO THE ACCOUNTS**  
**Year ended 31 March 2012**

**6 SHARES IN GROUP UNDERTAKINGS**

On 1 April 2011 the shareholding in Arch (Housing) Limited was transferred to Wansbeck Life limited (formerly Arch (Commercial Enterprise) limited)

**7. DEBTORS**

	2012	2011 As Restated <sup>1</sup>
	£	£
Trade debtors	4,782	11,424
Corporation Tax Group Relief Debtor	39,992	28,203
Amounts owed by group undertakings	101	-
VAT recoverable	286,857	-
Other debtors	2,421	15,084
	<u>334,153</u>	<u>54,711</u>

Included within amounts owed by group undertakings is an amount of £100 in respect of the transfer of the company's shareholding in Arch (Housing) limited to Wansbeck Life Limited

<sup>1</sup> These balances are subject to a prior period restatement details of which can be found in note 12

**8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2012	2011
	£	£
Trade creditors	-	67,065
Corporation tax	-	-
Other creditors	102,399	53,013
Amounts owed to related parties	293,592	-
	<u>395,991</u>	<u>120,078</u>

**ARCH (COMMERCIAL ENTERPRISE) LIMITED**  
**FORMERLY WANSBECK LIFE LIMITED**

**NOTES TO THE ACCOUNTS**  
**Year ended 31 March 2012**

**9 DEFERRED TAXATION**

The movement in the deferred taxation provision during the year was

	2012 £	2011 £
Provision brought forward	13,257	6,441
Profit and loss account movement during the year	(7,425)	6,816
Adjustment in respect of prior years	1	-
	<u>5,833</u>	<u>13,257</u>
Provision carried forward	<u>5,833</u>	<u>13,257</u>

The provision for deferred taxation consists of the tax effect of timing differences in respect of

	2012 £	2011 £
Excess of taxation allowances over depreciation on fixed assets	<u>5,833</u>	<u>13,257</u>

**10. DEFERRED INCOME**

	2012 £	2011 £
<b>Received and receivable</b>		
At 1 April 2011	3,530,041	3,530,041
Receivable during the year	-	-
	<u>3,530,041</u>	<u>3,530,041</u>
31 March 2012	<u>3,530,041</u>	<u>3,530,041</u>
<b>Amortisation</b>		
At 1 April 2011	1,971,142	344,552
Credit to profit and loss account	32,388	1,626,590
	<u>2,003,530</u>	<u>1,971,142</u>
31 March 2012	<u>2,003,530</u>	<u>1,971,142</u>
Net balance at 31 March 2012	<u>1,526,511</u>	<u>1,558,899</u>

**ARCH (COMMERCIAL ENTERPRISE) LIMITED  
FORMERLY WANSBECK LIFE LIMITED**

**NOTES TO THE ACCOUNTS  
Year ended 31 March 2012**

**11. RELATED PARTY TRANSACTIONS**

The Directors have identified the following related parties

<b>Party</b>	<b>Nature of the relationship</b>
Northumberland County Council	Ultimate Controlling Party
Homes for Northumberland	Subsidiary of Northumberland County Council
Arch (Corporate Holding) Limited	Subsidiary of Northumberland County Council
Arch (Financial Services) Limited	Subsidiary of Arch (Corporate Holding) Limited
Arch (Development Projects) Limited	Subsidiary of Arch (Corporate Holding) Limited
Arch (Housing) Limited	Subsidiary of Arch (Corporate Holding) Limited
Mobile Colors Ltd	Investment in company held by Wansbeck Life Limited
Enventiv Limited	Investment in company held by Wansbeck Life Limited
WE Communicate Ltd	Investment in company held by Wansbeck Life Limited

Northumberland County Council is the immediate and ultimate controlling party Northumberland County Council, a local authority statutorily constituted in England, prepared consolidated group accounts which can be obtained by application to Northumberland County Council, County Hall, Morpeth, Northumberland, NE61 2FF

During the year the company had the following transactions with related parties as defined by the Financial Reporting Standard for Smaller Entities (effective April 2008)

During the year the company provided for £28,120 (2011 – £28,203) receivable from Arch (Housing) Limited in respect of tax losses to be surrendered to that company and received £0 (2011 - £68,320) from Arch (Housing) Limited in respect of tax losses surrendered in the year ended 31 March 2011 At 31 March 2012 the company owed £3,952 (2011 - £nil) to Arch (Housing) Limited in respect of payroll payments made on behalf of the company

As at 31 March 2012 the Company owed £290,000 to Northumberland County Council (the ultimate holding company) in respect of VAT recoverable on the asset injected into the company in the year (see note 5)

The company holds 10% of the share capital of W E Communicate Limited, Enventiv Limited and Mobile Colors Limited, all of which are carried at nil value due to the underlying performance of the companies During the year, no dividends were received from these companies (2011 - £Nil)



**ARCH (COMMERCIAL ENTERPRISE) LIMITED**  
**FORMERLY WANSBECK LIFE LIMITED**

**NOTES TO THE ACCOUNTS**  
**Year ended 31 March 2012**

**12 CALLED UP SHARE CAPITAL**

	2012 £	2011 (restated) £
<b>Authorised</b>		
500 ordinary £1 shares	500	500
500 voting shares of £1 each	500	500
	<u>1,000</u>	<u>1,000</u>
<b>Allotted and called up</b>		
100 ordinary £1 shares	100	100
Voting shares	250	250
	<u>350</u>	<u>350</u>

The amounts of paid up share capital for the following categories differed from the called up share capital as stated above due to unpaid calls and were as follows

	2012	2011
Voting shares	50	50
	<u>50</u>	<u>50</u>

**Ordinary Shares**

The shares bear a right to income and capital as provided in the Articles of Association of the company. Holder of ordinary shares are not entitled to vote at general meetings of the company except on a resolution to wind up the company.

**Voting Shares**

The shares do not bear a right to income and capital save in the case of capital, to the nominal amount paid up on the shares. Holders of voting shares are entitled to vote at general meetings of the company.

**Prior Period Adjustment**

	2011 As previously Stated £	Prior Period Restatement £	2011 As restated £
<b>Balance Sheet</b>			
Debtors (Other Debtors)	54,661	50	54,711
Profit and Loss Account	453,077	(1)	453,076
Called Up Share Capital	299	51	350
<b>Allotted, called up and fully paid</b>			
100 ordinary £1 shares	99	1	100
Voting shares	200	50	250

During the year the group headed by Northumberland County Council was subject to a reconstruction. As part of this it was noted that

**ARCH (COMMERCIAL ENTERPRISE) LIMITED**  
**FORMERLY WANSBECK LIFE LIMITED**

**NOTES TO THE ACCOUNTS**

**Year ended 31 March 2012**

- an additional ordinary share remained Allotted, called up and fully paid. This share was originally owned by Alnwick District Council and passed to Northumberland County Council when Alnwick District Council was disbanded as part of Local Government Reorganisation and its assets and liabilities transferred to Northumberland County Council. This share was incorrectly removed from the reported share capital in the report and accounts to the 31 March 2009, and
- 50 voting shares had been returned to the Company but had not been formally transferred or struck off and so remain allotted, called up and fully paid. These shares were incorrectly removed from the reported share capital in the report and accounts to 31 March 2010

**13. PROFIT AND LOSS ACCOUNT**

	<b>2012</b>	<b>2011</b>
	<b>£</b>	<b>£</b>
At 1 April 2011	453,076	666,822
Loss for the financial year	(96,390)	(213,746)
At 31 March 2012	<u>356,686</u>	<u>453,076</u>

**14. DIVIDENDS PAID AND PROPOSED**

The Directors have neither paid nor proposed a dividend for the financial year ended 31 March 2012 (2011 - £nil)

**ARCH (COMMERCIAL ENTERPRISE) LIMITED**  
**FORMERLY WANSBECK LIFE LIMITED**

**NOTES TO THE ACCOUNTS**  
**Year ended 31 March 2012**

**15. PROVISIONS**

	2012 £	2011 £
As at 1 April 2011	(8,806)	-
Utilised in year	8,806	
Arising in the year	-	(8,806)
	<u>-</u>	<u>(8,806)</u>
As at 31 March 2012	<u>-</u>	<u>(8,806)</u>

The balance of provisions related to an agreement that the company entered into to invest £26,710 in Enventiv Ltd and Mobile Colors Ltd in exchange for 10% ordinary share capital in each company

The performance of these two companies fell short of the Directors' expectations and, as a consequence, having fulfilled their obligations the Directors propose to hand back their shareholding for nil consideration. The companies are no longer tenants of Arch (Commercial Enterprise) limited.

**16. DIRECTORS EMOLUMENTS**

The directors receive no remuneration from the company

**17. POST BALANCE SHEET EVENTS**

No such events to disclose

**18. RECONCILIATION OF SHAREHOLDERS' FUNDS**

	Share Capital £	Retained Profit £	Capital Contribution £	2012 £	2011 £
Opening Shareholders' Funds (as previously stated)	299	453,077	-	453,376	667,122
Prior Period Restatement (note 12)	51	(1)	-	50	50
	<u>350</u>	<u>453,076</u>	<u>-</u>	<u>453,426</u>	<u>667,172</u>
Opening Shareholders' Funds (As restated)	350	453,076	-	453,426	667,172
Capital Contribution	-	-	1,450,000	1,450,000	-
Loss for the year	-	(96,390)	-	(123,781)	(213,746)
	<u>350</u>	<u>356,686</u>	<u>1,450,000</u>	<u>1,779,645</u>	<u>453,426</u>
Closing Shareholders' Funds	<u>350</u>	<u>356,686</u>	<u>1,450,000</u>	<u>1,779,645</u>	<u>453,426</u>