

REGISTERED NUMBER: 05431982 (England and Wales)

**STRATEGIC REPORT, REPORT OF THE DIRECTORS AND**

**FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 30 APRIL 2015**

**FOR**

**CLARICE HOUSE (COLCHESTER) LIMITED**

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COMPANIES HOUSE

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**FOR THE YEAR ENDED 30 APRIL 2015**

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**CLARICE HOUSE (COLCHESTER) LIMITED**

**COMPANY INFORMATION**  
**FOR THE YEAR ENDED 30 APRIL 2015**

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**DIRECTORS:**

D W Bannatyne OBE, D.Sc. DBA  
J Musgrove  
S Hancock  
E M L James

**SECRETARY:**

E M L James

**REGISTERED OFFICE:**

Power House  
Haughton Road  
Darlington  
Co. Durham  
DL1 1ST

**REGISTERED NUMBER:**

05431982 (England and Wales)

**AUDITORS:**

Walter Wright  
Chartered Accountants  
Statutory Auditor  
89 High Street  
Hadleigh  
Ipswich  
Suffolk  
IP7 5EA

**CLARICE HOUSE (COLCHESTER) LIMITED**

**STRATEGIC REPORT**  
**FOR THE YEAR ENDED 30 APRIL 2015**

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The directors present their strategic report for the year ended 30 April 2015.

**REVIEW OF BUSINESS AND DEVELOPMENT DURING THE YEAR**

We aim to present a balanced and comprehensive review of the development and performance of our business during the year and its position at the year end. Our review is consistent with the size and nature of our business and is written in the context of the risks and uncertainties we face.

The operating profit is £583,194 compared with £602,528 in the previous year.

The directors are satisfied with the performance of the business and consider that the company is well placed to develop its activities in the future.

**PRINCIPAL RISKS AND UNCERTAINTIES**

As for many businesses of our size, the business environment in which we operate continues to be challenging. The health and beauty market in the UK is highly competitive and margins continue to be tight. In addition to market competition we are of course also subject to consumer spending patterns and consumers' overall level of disposable income within our economy.

With these risks and uncertainties in mind, we are aware that any plans for the future development of the business may be subject to unforeseen future events outside our control.

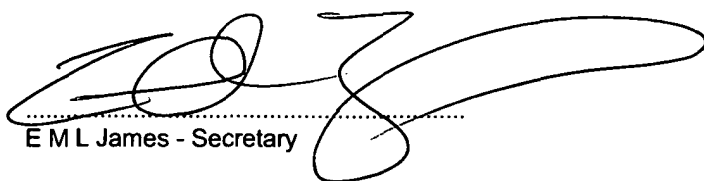
**FINANCIAL KEY PERFORMANCE INDICATORS**

	2015	2014
Gross Profit Margin	40.2%	38.2%
Operating Profit Margin	18.1%	20.5%
Admin Exp as % of Turnover	22.0%	23.9%
Interest Cover	4.49	4.77
Return On Capital Employed	11.1%	11.8%
Current Ratio	32.5%	34.0%

**OTHER KEY PERFORMANCE INDICATORS**

Staff training, motivation and retention continues to be a priority and we consider that our performance in these areas continues to improve.

**ON BEHALF OF THE BOARD:**

  
.....  
E M L James - Secretary

Date: 17/11/15 .....

**CLARICE HOUSE (COLCHESTER) LIMITED (REGISTERED NUMBER: 05431982)**

**REPORT OF THE DIRECTORS**  
**FOR THE YEAR ENDED 30 APRIL 2015**

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The directors present their report with the financial statements of the company for the year ended 30 April 2015.

**DIVIDENDS**

An interim dividend of £25 per share was paid on the Ordinary £1 shares on 25 June 2014. No dividends were paid on the Preference £1 shares.

The total distribution of dividends for the year ended 30 April 2015 will be £25,000.

**DIRECTORS**

D W Bannatyne OBE, D.Sc. DBA , J Musgrove , S Hancock and E M L James were appointed as directors after 30 April 2015 but prior to the date of this report.

C D King , S C King and Mrs T King ceased to be directors after 30 April 2015 but prior to the date of this report.

**STATEMENT OF DIRECTORS' RESPONSIBILITIES**

The directors are responsible for preparing the Report of the Directors 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 Generally Accepted Accounting Practice (United Kingdom Accounting Standards 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:


- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- 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.

**STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS**

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and each director has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

**ON BEHALF OF THE BOARD:**



E M L James - Secretary

Date: 17/11/15

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF  
CLARICE HOUSE (COLCHESTER) LIMITED**

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We have audited the financial statements of Clarice House (Colchester) Limited for the year ended 30 April 2015 on pages six to nineteen. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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 a Report of the Auditors 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 auditors**

As explained more fully in the Statement of Directors' Responsibilities set out on page three, 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 Strategic Report and the Report of the Directors to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. 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 30 April 2015 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; 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 Strategic Report and the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF  
CLARICE HOUSE (COLCHESTER) LIMITED**

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**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.

W. B. W. M.

Kevin Brown ACA MAAT (Senior Statutory Auditor)  
for and on behalf of Walter Wright  
Chartered Accountants  
Statutory Auditor  
89 High Street  
Hadleigh  
Ipswich  
Suffolk  
IP7 5EA

Date: 17/11/15

**CLARICE HOUSE (COLCHESTER) LIMITED (REGISTERED NUMBER: 05431982)**

**PROFIT AND LOSS ACCOUNT**  
**FOR THE YEAR ENDED 30 APRIL 2015**

	Notes	2015 £	2014 £
<b>TURNOVER</b>		3,219,255	2,934,415
Cost of sales		<u>1,926,281</u>	<u>1,814,739</u>
<b>GROSS PROFIT</b>		1,292,974	1,119,676
Administrative expenses		<u>709,780</u>	<u>700,949</u>
		583,194	418,727
Other operating income		<u>-</u>	<u>183,801</u>
<b>OPERATING PROFIT</b>	3	583,194	602,528
Interest payable and similar charges	5	<u>129,973</u>	<u>126,204</u>
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		453,221	476,324
Tax on profit on ordinary activities	6	<u>92,024</u>	<u>73,922</u>
<b>PROFIT FOR THE FINANCIAL YEAR</b>		<u><u>361,197</u></u>	<u><u>402,402</u></u>

**CONTINUING OPERATIONS**

None of the company's activities were acquired or discontinued during the current year or previous year.

**TOTAL RECOGNISED GAINS AND LOSSES**

The company has no recognised gains or losses other than the profits for the current year or previous year.



**CLARICE HOUSE (COLCHESTER) LIMITED (REGISTERED NUMBER: 05431982)****BALANCE SHEET**  
**30 APRIL 2015**

	Notes	2015 £	2014 £
<b>FIXED ASSETS</b>			
Tangible assets	8	6,275,665	6,080,252
<b>CURRENT ASSETS</b>			
Stocks	9	79,976	61,584
Debtors	10	76,187	51,283
Cash at bank and in hand		195,398	278,481
		<u>351,561</u>	<u>391,348</u>
<b>CREDITORS</b>			
Amounts falling due within one year	11	<u>1,080,918</u>	<u>1,149,545</u>
<b>NET CURRENT LIABILITIES</b>		<u>(729,357)</u>	<u>(758,197)</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		5,546,308	5,322,055
<b>CREDITORS</b>			
Amounts falling due after more than one year	12	(4,414,689)	(4,573,227)
<b>PROVISIONS FOR LIABILITIES</b>	16	<u>(275,979)</u>	<u>(229,385)</u>
<b>NET ASSETS</b>		<u>855,640</u>	<u>519,443</u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital	17	301,000	301,000
Profit and loss account	18	554,640	218,443
<b>SHAREHOLDERS' FUNDS</b>	23	<u>855,640</u>	<u>519,443</u>

The financial statements were approved by the Board of Directors on 17/11/15 and were signed on its behalf by:

  
.....  
J Musgrove - Director

The notes form part of these financial statements

**CLARICE HOUSE (COLCHESTER) LIMITED (REGISTERED NUMBER: 05431982)****CASH FLOW STATEMENT  
FOR THE YEAR ENDED 30 APRIL 2015**

	Notes	2015 £	2014 £
<b>Net cash inflow from operating activities</b>	1	630,268	802,473
<b>Returns on investments and servicing of finance</b>	2	(123,016)	(128,746)
<b>Taxation</b>		(65,522)	(17,264)
<b>Capital expenditure</b>	2	(125,035)	(96,440)
<b>Equity dividends paid</b>		(25,000)	-
		291,695	560,023
<b>Financing</b>	2	(374,778)	(660,148)
<b>Decrease in cash in the period</b>		(83,083)	(100,125)
<b>Reconciliation of net cash flow to movement in net debt</b>	3		
Decrease in cash in the period		(83,083)	(100,125)
Cash outflow from decrease in debt and lease financing		374,778	349,523
Change in net debt resulting from cash flows		291,695	249,398
New finance leases		(148,681)	-
<b>Movement in net debt in the period</b>		143,014	249,398
<b>Net debt at 1 May</b>		(4,610,421)	(4,859,819)
<b>Net debt at 30 April</b>		(4,467,407)	(4,610,421)

The notes form part of these financial statements

**NOTES TO THE CASH FLOW STATEMENT  
FOR THE YEAR ENDED 30 APRIL 2015**

**1. RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES**

	2015 £	2014 £
Operating profit	583,194	602,528
Depreciation charges	63,850	44,255
Loss on disposal of fixed assets	14,453	-
(Increase)/decrease in stocks	(18,392)	12,734
Increase in debtors	(24,904)	(7,901)
Increase in creditors	12,067	150,857
<b>Net cash inflow from operating activities</b>	<b>630,268</b>	<b>802,473</b>

**2. ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT**

	2015 £	2014 £
<b>Returns on investments and servicing of finance</b>		
Interest paid	(118,114)	(127,774)
Interest element of hire purchase payments	(4,902)	(972)
<b>Net cash outflow for returns on investments and servicing of finance</b>	<b>(123,016)</b>	<b>(128,746)</b>
<b>Capital expenditure</b>		
Purchase of tangible fixed assets	(125,035)	(96,440)
<b>Net cash outflow for capital expenditure</b>	<b>(125,035)</b>	<b>(96,440)</b>
<b>Financing</b>		
Loan repayments in year	(355,307)	(345,648)
Capital repayments in year	(19,471)	(3,875)
Movement in group balances	-	(310,625)
<b>Net cash outflow from financing</b>	<b>(374,778)</b>	<b>(660,148)</b>

**CLARICE HOUSE (COLCHESTER) LIMITED (REGISTERED NUMBER: 05431982)**

**NOTES TO THE CASH FLOW STATEMENT**  
**FOR THE YEAR ENDED 30 APRIL 2015**

**3. ANALYSIS OF CHANGES IN NET DEBT**

	At 1.5.14 £	Cash flow £	Other non-cash changes £	At 30.4.15 £
Net cash:				
Cash at bank and in hand	278,481	(83,083)		195,398
	<u>278,481</u>	<u>(83,083)</u>		<u>195,398</u>
Debt:				
Hire purchase	(8,236)	19,471	(148,681)	(137,446)
Debts falling due within one year	(340,263)	109,334	-	(230,929)
Debts falling due after one year	<u>(4,540,403)</u>	<u>245,973</u>	<u>-</u>	<u>(4,294,430)</u>
	<u>(4,888,902)</u>	<u>374,778</u>	<u>(148,681)</u>	<u>(4,662,805)</u>
Total	<u>(4,610,421)</u>	<u>291,695</u>	<u>(148,681)</u>	<u>(4,467,407)</u>

The notes form part of these financial statements

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 APRIL 2015**

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**1. ACCOUNTING POLICIES**

**Accounting convention**

The financial statements have been prepared under the historical cost convention and are in accordance with applicable accounting standards.

**Turnover**

Turnover represents the total sales value, excluding value added tax, of goods sold, subscriptions and other services rendered during the year. The company's policy on accounting for monthly and annual subscription income, is to recognise such income evenly over the membership period. Lifetime subscription income is recognised evenly over a ten year period. Subscriptions received prior to the period to which they relate are carried forward as deferred income. Joining fees are recognised on receipt. Other goods and services including restaurant sales and health and beauty income are recognised on sale of the goods or provision of the service.

**Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Plant and machinery	- 25% on reducing balance
Fixtures and fittings	- 25% on reducing balance
Motor vehicles	- 25% on reducing balance
Computer equipment	- 25% on reducing balance

The directors consider that freehold properties are maintained in such a state of repair that their residual value is at least equal to their net book value. As a result, the corresponding depreciation would not be material and therefore is not charged in the profit and loss account. The directors perform annual impairment reviews to ensure that the recoverable amount is not lower than the carrying value.

**Stocks**

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

**Deferred tax**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

**Hire purchase and leasing commitments**

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter.

The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability.

Rentals paid under operating leases are charged to the profit and loss account on a straight line basis over the period of the lease.

**Pension costs and other post-retirement benefits**

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to the profit and loss account in the period to which they relate.

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 30 APRIL 2015**

**1. ACCOUNTING POLICIES - continued**

**Going concern**

Subsequent to the year end the company became a wholly owned subsidiary of Bannatyne Fitness Limited. All external bank borrowing was repaid, financed by way of a long term loan from Bannatyne Fitness Limited.

The nature of the company's business is such that there can be unpredictable variations in the timing of cash flows. The directors have prepared projected cash flow information covering the next twelve months. On the basis of this cash flow information and discussions with the parent company, the directors consider that the company will continue to operate within the facilities currently agreed and within those that they expect to be agreed by the parent company over the twelve month period from the date of approval of the accounts.

On this basis, the directors consider it appropriate to prepare the financial statements on a going concern basis.

**2. STAFF COSTS**

	2015 £	2014 £
Wages and salaries	1,200,606	1,099,596
Social security costs	50,876	63,554
Other pension costs	2,940	-
	<u>1,254,422</u>	<u>1,163,150</u>

The average monthly number of employees during the year was as follows:

	2015	2014
Directors	3	3
Management and administration	4	4
Gym	96	90
	<u>103</u>	<u>97</u>

**3. OPERATING PROFIT**

The operating profit is stated after charging:

	2015 £	2014 £
Hire of plant and machinery	3,285	3,223
Depreciation - owned assets	41,383	40,987
Depreciation - assets on hire purchase contracts	22,467	3,268
Loss on disposal of fixed assets	14,453	-
Auditors' remuneration	5,000	5,000
Auditors' remuneration - taxation services	250	250
Auditors' remuneration - other services	7,750	9,780
	<u>47,750</u>	<u>45,000</u>

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 30 APRIL 2015**

**4. EXCEPTIONAL ITEMS**

Included in other operating income in the 2014 year is compensation received in respect of banking facilities provided to the company.

**5. INTEREST PAYABLE AND SIMILAR CHARGES**

	2015	2014
	£	£
Bank loan interest	125,071	125,232
Hire purchase	4,902	972
	<u>129,973</u>	<u>126,204</u>

**6. TAXATION**

**Analysis of the tax charge**

The tax charge on the profit on ordinary activities for the year was as follows:

	2015	2014
	£	£
Current tax:		
UK corporation tax	45,430	65,522
Payment in respect of group relief	-	14,345
Total current tax	<u>45,430</u>	<u>79,867</u>
Deferred tax	46,594	(5,945)
Tax on profit on ordinary activities	<u>92,024</u>	<u>73,922</u>

**Factors affecting the tax charge**

The tax assessed for the year is lower than the standard rate of corporation tax in the UK. The difference is explained below:

	2015	2014
	£	£
Profit on ordinary activities before tax	<u>453,221</u>	<u>476,324</u>
Profit on ordinary activities multiplied by the standard rate of corporation tax in the UK of 20% (2014 - 21%)	90,644	100,028
Effects of:		
Expenses not deductible for tax purposes	-	357
Capital allowances in excess of depreciation	(46,594)	(25,988)
Rate changes	1,380	5,470
Current tax charge	<u>45,430</u>	<u>79,867</u>

**7. DIVIDENDS**

	2015	2014
	£	£
Ordinary shares of £1 each		
Interim	<u>25,000</u>	<u>-</u>

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 30 APRIL 2015**

**8. TANGIBLE FIXED ASSETS**

	Freehold property £	Plant and machinery £	Fixtures and fittings £
<b>COST</b>			
At 1 May 2014	5,929,100	460,052	134,964
Additions	49,139	199,784	-
Disposals	-	(91,053)	(56,010)
At 30 April 2015	5,978,239	568,783	78,954
<b>DEPRECIATION</b>			
At 1 May 2014	-	350,305	103,027
Charge for year	-	49,357	7,991
Eliminated on disposal	-	(82,086)	(50,957)
At 30 April 2015	-	317,576	60,061
<b>NET BOOK VALUE</b>			
At 30 April 2015	5,978,239	251,207	18,893
At 30 April 2014	5,929,100	109,747	31,937
	Motor vehicles £	Computer equipment £	Totals £
<b>COST</b>			
At 1 May 2014	15,190	15,542	6,554,848
Additions	24,793	-	273,716
Disposals	-	(4,975)	(152,038)
At 30 April 2015	39,983	10,567	6,676,526
<b>DEPRECIATION</b>			
At 1 May 2014	8,149	13,115	474,596
Charge for year	5,893	609	63,850
Eliminated on disposal	-	(4,542)	(137,585)
At 30 April 2015	14,042	9,182	400,861
<b>NET BOOK VALUE</b>			
At 30 April 2015	25,941	1,385	6,275,665
At 30 April 2014	7,041	2,427	6,080,252

The directors have carried out an impairment review in line with FRS 11 in respect of the carrying value of the company's fixed assets. As a result of the impairment review the directors consider that the value in use in respect of these fixed assets exceeds the carrying value. Consequently no impairment provisions have been recognised.



**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 30 APRIL 2015**

**8. TANGIBLE FIXED ASSETS - continued**

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

	Plant and machinery £	Motor vehicles £	Totals £
<b>COST</b>			
At 1 May 2014	14,938	-	14,938
Additions	146,896	24,793	171,689
At 30 April 2015	161,834	24,793	186,627
<b>DEPRECIATION</b>			
At 1 May 2014	5,135	-	5,135
Charge for year	18,335	4,132	22,467
At 30 April 2015	23,470	4,132	27,602
<b>NET BOOK VALUE</b>			
At 30 April 2015	138,364	20,661	159,025
At 30 April 2014	9,803	-	9,803

**9. STOCKS**

	2015 £	2014 £
Finished goods	79,976	61,584

**10. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2015 £	2014 £
Trade debtors	60,466	26,971
Prepayments and accrued income	15,721	24,312
	76,187	51,283

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

	2015 £	2014 £
Bank loans and overdrafts (see note 13)	230,929	340,263
Hire purchase contracts (see note 14)	36,498	2,908
Trade creditors	89,495	90,039
Amounts owed to group undertakings	14,345	14,345
Corporation tax	45,430	65,522
Social security and other taxes	17,408	14,307
VAT	125,480	116,562
Accruals and deferred income	521,333	505,599
	1,080,918	1,149,545

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30 APRIL 2015****12. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	2015 £	2014 £
Bank loans (see note 13)	4,294,430	4,540,403
Hire purchase contracts (see note 14)	100,948	5,328
Accruals and deferred income	19,311	27,496
	<u>4,414,689</u>	<u>4,573,227</u>

**13. LOANS**

An analysis of the maturity of loans is given below:

	2015 £	2014 £
Amounts falling due within one year or on demand:		
Bank loans	<u>230,929</u>	<u>340,263</u>
Amounts falling due between one and two years:		
Bank loans	<u>232,928</u>	<u>222,259</u>
Amounts falling due between two and five years:		
Bank loans	<u>698,784</u>	<u>676,784</u>
Amounts falling due in more than five years:		
Repayable by instalments		
Bank loans	<u>3,362,718</u>	<u>3,641,360</u>

Bank loans represent a bank loan repayable over the period to 30 April 2031. Interest payable based on Bank of Scotland base rate plus a margin.

**14. OBLIGATIONS UNDER HIRE PURCHASE CONTRACTS**

	2015 £	2014 £
Net obligations repayable:		
Within one year	36,498	2,908
Between one and five years	<u>100,948</u>	<u>5,328</u>
	<u>137,446</u>	<u>8,236</u>

**CLARICE HOUSE (COLCHESTER) LIMITED (REGISTERED NUMBER: 05431982)**

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 30 APRIL 2015**

**15. SECURED DEBTS**

The following secured debts are included within creditors:

	2015 £	2014 £
Bank loans	4,525,359	4,880,666
Hire purchase contracts	137,446	8,236
	<u>4,662,805</u>	<u>4,888,902</u>

The company's bank borrowings as at the balance sheet date had been agreed together with its parent and fellow subsidiary on a Group basis. The Group's bank borrowings were secured by an all monies debenture including a fixed and floating charge over the Group's assets and undertakings including uncalled capital, and a first legal charge over the Group's freehold properties. The bank had also been provided with a personal guarantee by C D King and Mrs T King supported by a first legal charge over a freehold property owned by Mrs T King. The amount of the guarantee was limited to the value of the supporting security up to a maximum of £2,450,000.

Subsequent to the year end, on 2 September 2015, the company became a wholly owned subsidiary of Bannatyne Fitness Limited. All bank borrowing was repaid, financed by way of a long term loan from Bannatyne Fitness Limited.

**16. PROVISIONS FOR LIABILITIES**

	2015 £	2014 £
Deferred tax		
Accelerated capital allowances	<u>275,979</u>	<u>229,385</u>
		Deferred tax
		£
Balance at 1 May 2014		229,385
Provided during year		46,594
Balance at 30 April 2015		<u>275,979</u>

**17. CALLED UP SHARE CAPITAL**

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2015 £	2014 £
1,000	Ordinary	£1	1,000	1,000
300,000	Preference	£1	300,000	300,000
			<u>301,000</u>	<u>301,000</u>

The redeemable preference shares do not carry an entitlement to dividend and may be redeemed at face value at the option of the company, and have no fixed redemption date. Holders of the redeemable preference shares have no voting rights, and have the right on a winding up to receive, in priority to any other classes of share, the sum of £1 per share.

**CLARICE HOUSE (COLCHESTER) LIMITED (REGISTERED NUMBER: 05431982)**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
FOR THE YEAR ENDED 30 APRIL 2015**

**18. RESERVES**

	Profit and loss account £
At 1 May 2014	218,443
Profit for the year	361,197
Dividends	(25,000)
At 30 April 2015	<u>554,640</u>

**19. ULTIMATE PARENT COMPANY**

Bannatyne Fitness Limited is regarded by the directors as being the company's ultimate parent company.

Bannatyne Fitness Limited prepares group accounts which are publicly available from Companies House.

**20. CONTINGENT LIABILITIES**

As at the balance sheet date, the company had provided corporate guarantees in respect of other group companies' bank borrowings secured by a debenture on the company's assets and a first legal charge on its freehold property. At 30 April 2015 the amount guaranteed by the company was £477,701 (2014 - £513,845). Subsequent to the year end, on 2 September 2015, the company became a wholly owned subsidiary of Bannatyne Fitness Limited. All bank borrowing was repaid, financed by way of a long term loan from Bannatyne Fitness Limited.

**21. RELATED PARTY DISCLOSURES**

**Clarice House (Bury St Edmunds) Limited**  
A group company

During the year the company paid management charges to Clarice House (Bury St Edmunds) Limited amounting to £33,306 (2014: £32,338)

**Clarice Leisure plc**  
The parent company

	2015 £	2014 £
Amount due to related party at the balance sheet date	<u>14,345</u>	<u>14,345</u>

**Clarice House Partnership**  
A business controlled by C D King and Mrs T King

During the year Clarice House Partnership recharged insurance costs amounting to £46,377 (2014: £39,055) to the company.

**CLARICE HOUSE (COLCHESTER) LIMITED (REGISTERED NUMBER: 05431982)**

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 30 APRIL 2015**

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**22. ULTIMATE CONTROLLING PARTY**

The ultimate controlling party is D W Bannatyne OBE, D.Sc. DBA.

Clarice House (Colchester) Limited is under the control of D W Bannatyne OBE, D.Sc. DBA who is the majority shareholder of Bannatyne Fitness Limited, the ultimate parent company.

**23. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS**

	2015	2014
	£	£
Profit for the financial year	361,197	402,402
Dividends	(25,000)	-
<b>Net addition to shareholders' funds</b>	<b>336,197</b>	<b>402,402</b>
Opening shareholders' funds	519,443	117,041
<b>Closing shareholders' funds</b>	<b>855,640</b>	<b>519,443</b>