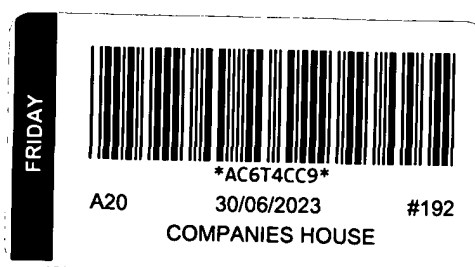


**Bikepark Holdings Limited**  
**Group Strategic Report, Report of the Directors and**  
**Audited Consolidated Financial Statements for the Year Ended 30 September**

Radnor House  
Greenwood Close  
Cardiff Gate Business Park  
Cardiff CF23 8AA



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bpu Chartered Accountants is  
a trading name of BPU Ltd  
Company Number 3725948  
Registered in Wales.

A list of directors is available from the  
registered office above.

**Bikepark Holdings Limited**

**Company Information  
for the Year Ended 30 September 2022**

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<b>DIRECTORS:</b>	M C Astley K Pacey R J Sorrell T Spencer S P Stephenson
<b>REGISTERED OFFICE:</b>	Gethin Woodland Centre Abercanaid Abercanaid Merthyr Tydfil CF48 1YZ
<b>REGISTERED NUMBER:</b>	10998024 (England and Wales)
<b>SENIOR STATUTORY AUDITOR:</b>	Andrew Miller, FCA
<b>AUDITORS:</b>	BPU Limited Chartered Accountants Statutory Auditor Radnor House Greenwood Close Cardiff Gate Business Park Cardiff CF23 8AA

**Group Strategic Report  
for the Year Ended 30 September 2022**

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The directors present their strategic report of the company and the group for the year ended 30 September 2022.

**REVIEW OF BUSINESS & FUTURE DEVELOPMENTS**

BikePark Holdings Limited is the holding company of Beic Parcio Cymru Limited. Beic Parcio Cymru trades as BikePark Wales and is one of the leading mountain bike resorts in the United Kingdom.

Beic Parcio Cymru has traded strongly during the year. Revenue increased by 78% from £3.1m to £5.5m and EBITDA increased to £1.5m. The directors attribute this growth to a combination of strong post-Covid trading during the Summer of 2022 as the UK holiday market benefited from continued international travel restrictions and reduced trading in the prior year due to the Covid pandemic.

We have seen significant cost increases across the Summer of 2022 as fuel and energy prices have increased and we have seen significant wage inflation as we continue to support our staff through the cost of living crisis.

We continue to invest in our site at Gethin Woods, in particular our trail infrastructure and our people to ensure we remain a leader in the sector and a very popular visitor attraction in Wales.

BikePark Holdings owns 100% of Beic Parcio Cymru Limited and has both investor loans and bank debt on the balance sheet. Both the investor loans and the bank debt continue to be repaid in line with terms agreed with investors and the bank from cash flow generated by Beic Parcio Cymru Limited.

**PRINCIPAL RISKS AND UNCERTAINTIES**

**Trading**

Competition in the leisure and entertainment industry together with the influence of the weather and socio-economic environment on visitor numbers represents continuing risks for the Company.

**Financial**

The Company uses various financial instruments including loans and bank borrowings. The main purpose of these financial instruments is to raise finance for the Company's operations. The existence of these financial instruments exposes the Company to a number of financial risks which are described in more detail below.

The main risks arising from the Company's financial instruments are: liquidity risk, credit risk, general economic conditions and cashflow interest rate risk:

**Liquidity risk**

The Company seeks to manage financial risk by ensuring sufficient liquidity is available to meet foreseeable needs including the management of working capital and repayment of loans.

**Credit risk**

The Group's principal financial assets are cash. The credit risk associated with cash is limited.

**Group Strategic Report  
for the Year Ended 30 September 2022**

---

**Interest rate risk**

The Company finances its operations through a mixture of retained profits, investor loans and bank borrowings. The Company's exposure to interest rate fluctuations on its borrowings is managed with the use of both fixed and floating rate facilities.

**Other economic risk**

The nature of the Group's business is that it is exposed to the general economic conditions prevailing in the United Kingdom. The COVID 19 recovery, impact of the Ukraine War on goods and services, and the economic challenges of the cost of living crisis may have a negative impact on consumer discretionary spending and in turn on the Group's financial performance. To help manage and mitigate this, the Company is broadening and evolving its offer to attract new customers and ensure existing customers have reason to return to the park again and again.

**GOING CONCERN**

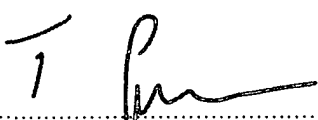
The directors have assessed the current trading conditions and group liquidity and concluded that the company has adequate resources to continue to operate for at least the next twelve months from the date of signing of the accounts. The directors therefore have prepared the financial statements on a going concern basis.

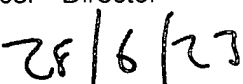
**FINANCIAL KEY PERFORMANCE INDICATORS**

The directors consider the following to be key performance indicators:-

	<b>2022</b>	<b>2021</b>
- Revenue	<b>£5.5m</b>	<b>£3.1m</b>
- EBITDA	<b>£1.5m</b>	<b>£1.1m</b>
- Staff numbers	<b>87</b>	<b>60</b>

**THIS REPORT WAS APPROVED BY THE BOARD:**

  
.....  
T Spencer - Director

  
Date: .....

**Report of the Directors  
for the Year Ended 30 September 2022**

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The directors present their report with the financial statements of the company and the group for the year ended 30 September 2022.

**DIVIDENDS**

No dividends will be distributed for the year ended 30 September 2022.

**DIRECTORS**

The directors shown below have held office during the whole of the period from 1 October 2021 to the date of this report.

M C Astley  
K Pacey  
R J Sorrell  
T Spencer  
S P Stephenson

**STATEMENT OF DIRECTORS' RESPONSIBILITIES**

The directors are responsible for preparing the Group Strategic Report, 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 the group and of the profit or loss of the group 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;
- 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 and the group's transactions and disclose with reasonable accuracy at any time the financial position of the company and the group 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 the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

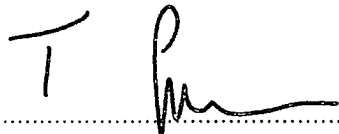
**Report of the Directors  
for the Year Ended 30 September 2022**

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**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 group'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 group's auditors are aware of that information.

**THIS REPORT WAS APPROVED BY THE BOARD:**



.....  
T Spencer - Director

Date: 28/6/23  
.....

## **Opinion**

We have audited the financial statements of Bikepark Holdings Limited (the 'parent company') and its subsidiaries (the 'group') for the year ended 30 September 2022 which comprise the Consolidated Profit & Loss Account, Consolidated Balance Sheet, Company Balance Sheet, Consolidated Statement of Changes in Equity, Company Statement of Changes in Equity, Consolidated Cash Flow Statement and Notes to the Consolidated Cash Flow Statement, Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the group's and of the parent company affairs as at 30 September 2022 and of the group's 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.

## **Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the group in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

## **Conclusions relating to going concern**

In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the group's and the parent company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

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### **Other information**

The directors are responsible for the other information. The other information comprises the information in the Group Strategic Report and the Report of the Directors, but does not include the financial statements and our Report of the Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

### **Opinions on other matters prescribed by the Companies Act 2006**

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Group 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; and
- the Group Strategic Report and the Report of the Directors have been prepared in accordance with applicable legal requirements.

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

In the light of the knowledge and understanding of the group and the parent company and its environment obtained in the course of the audit, we have not identified material misstatements in the Group Strategic Report or the Report of the Directors.

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 by the parent company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent company 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.

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### **Responsibilities of directors**

As explained more fully in the Statement of Directors' Responsibilities set out on page four, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the group's and the parent company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the group or the parent company or to cease operations, or have no realistic alternative but to do so.

### **Auditors' responsibilities for the audit of the financial statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

We gained an understanding of the legal and regulatory framework applicable to the group and the industry in which it operates, and considered the risks of acts by the group that were contrary to applicable laws and regulations, including fraud. We designed audit procedures to respond to the risk, recognising that the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment.

The laws and regulations that we determined were most significant to the group were the Companies Act, UK Corporate Tax Laws, UK Employment Laws, and Health and Safety Regulations.

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## Report of the Independent Auditors to the Members of Bikepark Holdings Limited



We obtained an understanding of how the group is complying with those laws and regulations by making enquiries of the management and those charged with governance, and corroborated these enquiries through our review of board minutes and review of legal and professional spend for the year.

We assessed the susceptibility of the group's financial statements to material misstatement, including how fraud might occur. We addressed the risk of management override of internal controls and assessed the effectiveness of the controls that management has in place to prevent and detect fraud, including testing of manual journals and evaluating the assumptions and judgements made by management in its significant accounting estimates.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our Report of the Auditors.

### Use of our report

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.

A handwritten signature in black ink, appearing to be 'M'.

Andrew Miller, FCA (Senior Statutory Auditor)  
for and on behalf of BPU Limited  
Chartered Accountants  
Statutory Auditor

Date: 28/06/2023

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**Bikepark Holdings Limited (Registered number: 10998024)**

**Consolidated Profit & Loss Account  
for the Year Ended 30 September 2022**

	Notes	2022 £	2021 £
<b>TURNOVER</b>		<b>5,449,637</b>	3,069,342
Cost of sales		<u>(930,336)</u>	<u>(550,447)</u>
<b>GROSS PROFIT</b>		<b>4,519,301</b>	2,518,895
Administrative expenses		<u>(3,539,755)</u>	<u>(2,425,365)</u>
		<b>979,546</b>	93,530
Other operating income		<u>56,437</u>	<u>650,057</u>
<b>OPERATING PROFIT</b>	3	<b>1,035,983</b>	743,587
Depreciation charge 2019 & 20	4	<u>-</u>	<u>(359,870)</u>
		<b>1,035,983</b>	383,717
Interest receivable & similar income		<u>424</u>	<u>119</u>
		<b>1,036,407</b>	383,836
Interest payable and similar expenses	5	<u>(275,283)</u>	<u>(301,341)</u>
<b>PROFIT BEFORE TAXATION</b>		<b>761,124</b>	82,495
Tax on profit	6	<u>(219,099)</u>	<u>(134,186)</u>
<b>PROFIT/(LOSS) FOR THE FINANCIAL YEAR</b>		<b><u>542,025</u></b>	<b><u>(51,691)</u></b>

The notes form part of these financial statements

**Consolidated Balance Sheet**  
**30 September 2022**

		2022		2021	
	Notes	£	£	£	£
<b>FIXED ASSETS</b>					
Intangible assets	8		-		-
Tangible assets	9		3,630,275		3,566,366
Investments	10		-		-
			<u>3,630,275</u>		<u>3,566,366</u>
<b>CURRENT ASSETS</b>					
Stocks	11	209,288		117,113	
Debtors	12	122,378		121,672	
Cash at bank		2,054,368		1,621,006	
		<u>2,386,034</u>		<u>1,859,791</u>	
<b>CREDITORS</b>					
Amounts falling due within one year	13	1,476,415		1,552,663	
		<u>1,476,415</u>		<u>1,552,663</u>	
<b>NET CURRENT ASSETS</b>			<u>909,619</u>		<u>307,128</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<u>4,539,894</u>		<u>3,873,494</u>
<b>CREDITORS</b>					
Amounts falling due after more than one year	14		(5,302,411)		(5,193,760)
<b>PROVISIONS FOR LIABILITIES</b>	18		(358,000)		(290,000)
<b>CAPITAL GRANTS</b>	19		(225,749)		(278,025)
<b>NET LIABILITIES</b>			<u>(1,346,266)</u>		<u>(1,888,291)</u>
<b>CAPITAL AND RESERVES</b>					
Called up share capital	20	250,000		250,000	
Retained earnings	21	(1,596,266)		(2,138,291)	
<b>SHAREHOLDERS' FUNDS</b>			<u>(1,346,266)</u>		<u>(1,888,291)</u>

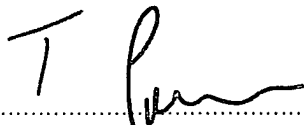
The notes form part of these financial statements

Bikepark Holdings Limited (Registered number: 10998024)

Consolidated Balance Sheet - continued  
30 September 2022

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The financial statements were approved by the Board of Directors and authorised for issue on 28/6/22 and were signed on its behalf by:



T Spencer - Director

The notes form part of these financial statements

Company Balance Sheet  
30 September 2022

		2022		2021	
	Notes	£	£	£	£
<b>FIXED ASSETS</b>					
Intangible assets	8		-		-
Tangible assets	9		-		-
Investments	10		<b>5,517,855</b>		<b>5,517,855</b>
			<b>5,517,855</b>		<b>5,517,855</b>
<b>CURRENT ASSETS</b>					
Debtors	12	<b>275,465</b>		818,534	
Cash at bank		<b>745,421</b>		139,457	
		<b>1,020,886</b>		957,991	
<b>CREDITORS</b>					
Amounts falling due within one year	13	<b>166,047</b>		201,043	
<b>NET CURRENT ASSETS</b>			<b>854,839</b>		<b>756,948</b>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<b>6,372,694</b>		<b>6,274,803</b>
<b>CREDITORS</b>					
Amounts falling due after more than one year	14		<b>5,302,411</b>		<b>5,193,760</b>
<b>NET ASSETS</b>			<b>1,070,283</b>		<b>1,081,043</b>
<b>CAPITAL AND RESERVES</b>					
Called up share capital	20		<b>250,000</b>		250,000
Retained earnings	21		<b>820,283</b>		831,043
<b>SHAREHOLDERS' FUNDS</b>			<b>1,070,283</b>		<b>1,081,043</b>
Company's (loss)/profit for the financial year			<b>(10,760)</b>		<b>6,384</b>

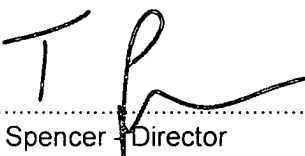
The notes form part of these financial statements

Bikepark Holdings Limited (Registered number: 10998024)

Company Balance Sheet - continued  
30 September 2022

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28/10/22  
The financial statements were approved by the Board of Directors and authorised for issue on ..... and were signed on its behalf by:

  
.....  
T Spencer - Director

The notes form part of these financial statements

**Bikepark Holdings Limited (Registered number: 10998024)**

**Consolidated Statement of Changes in Equity  
for the Year Ended 30 September 2022**

	<b>Called up share capital £</b>	<b>Retained earnings £</b>	<b>Total equity £</b>
<b>Balance at 1 October 2020</b>	250,000	(2,086,600)	(1,836,600)
<b>Changes in equity</b>			
Total comprehensive income	-	(51,691)	(51,691)
<b>Balance at 30 September 2021</b>	250,000	(2,138,291)	(1,888,291)
<b>Changes in equity</b>			
Total comprehensive income	-	542,025	542,025
<b>Balance at 30 September 2022</b>	250,000	(1,596,266)	(1,346,266)

The notes form part of these financial statements



**Company Statement of Changes in Equity  
for the Year Ended 30 September 2022**

	<b>Called up share capital £</b>	<b>Retained earnings £</b>	<b>Total equity £</b>
<b>Balance at 1 October 2020</b>	250,000	824,659	1,074,659
<b>Changes in equity</b>			
Total comprehensive income	-	6,384	6,384
<b>Balance at 30 September 2021</b>	250,000	831,043	1,081,043
<b>Changes in equity</b>			
Total comprehensive income	-	(10,760)	(10,760)
<b>Balance at 30 September 2022</b>	250,000	820,283	1,070,283

The notes form part of these financial statements

**Consolidated Cash Flow Statement  
for the Year Ended 30 September 2022**

	Notes	2022 £	2021 £
<b>Cash flows from operating activities</b>			
Cash generated from operations	1	1,215,863	1,697,345
Interest paid		(10,167)	(36,225)
Tax paid		(117,125)	(6,006)
Net cash from operating activities		1,088,571	1,655,114
<b>Cash flows from investing activities</b>			
Purchase of tangible fixed assets		(577,746)	(707,338)
Sale of tangible fixed assets		113,934	47,655
Interest received		424	119
Net cash from investing activities		(463,388)	(659,564)
<b>Cash flows from financing activities</b>			
New loans in year		-	480,000
Loan repayments in year		(191,821)	(963,158)
Net cash from financing activities		(191,821)	(483,158)
Increase in cash and cash equivalents		433,362	512,392
Cash and cash equivalents at beginning of year	2	1,621,006	1,108,614
Cash and cash equivalents at end of year	2	2,054,368	1,621,006

The notes form part of these financial statements

**Notes to the Consolidated Cash Flow Statement  
for the Year Ended 30 September 2022**

**1. RECONCILIATION OF PROFIT BEFORE TAXATION TO CASH GENERATED FROM OPERATIONS**

	2022	2021
	£	£
Profit before taxation	761,124	82,495
Depreciation charges	454,817	733,490
Profit on disposal of fixed assets	(49,188)	(16,671)
Finance costs	275,283	301,341
Finance income	(424)	(119)
	<u>1,441,612</u>	<u>1,100,536</u>
(Increase)/decrease in stocks	(92,175)	20,418
Increase in trade and other debtors	(706)	(6,211)
(Decrease)/increase in trade and other creditors	<u>(132,868)</u>	<u>582,602</u>
<b>Cash generated from operations</b>	<u><b>1,215,863</b></u>	<u><b>1,697,345</b></u>

**2. CASH AND CASH EQUIVALENTS**

The amounts disclosed on the Cash Flow Statement in respect of cash and cash equivalents are in respect of these Balance Sheet amounts:

**Year ended 30 September 2022**

	30/9/22	1/10/21
	£	£
Cash and cash equivalents	<u>2,054,368</u>	<u>1,621,006</u>

**Year ended 30 September 2021**

	30/9/21	1/10/20
	£	£
Cash and cash equivalents	<u>1,621,006</u>	<u>1,108,614</u>

The notes form part of these financial statements

Notes to the Consolidated Cash Flow Statement  
for the Year Ended 30 September 2022

3. ANALYSIS OF CHANGES IN NET DEBT

	At 1/10/21 £	Cash flow £	Other non-cash changes £	At 30/9/22 £
<b>Net cash</b>				
Cash at bank	1,621,006	433,362		2,054,368
	<u>1,621,006</u>	<u>433,362</u>		<u>2,054,368</u>
<b>Debt</b>				
Debts falling due within 1 year	(191,843)	(191,821)	227,177	(156,487)
Debts falling due after 1 year	(5,193,760)	118,526	(227,177)	(5,302,411)
	<u>(5,385,603)</u>	<u>(73,295)</u>	<u>-</u>	<u>(5,458,898)</u>
<b>Total</b>	<u>(3,764,597)</u>	<u>360,067</u>	<u>-</u>	<u>(3,404,530)</u>

The notes form part of these financial statements

**Notes to the Consolidated Financial Statements  
for the Year Ended 30 September 2022**

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**1. ACCOUNTING POLICIES**

**Basis of preparing the financial statements**

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

**Turnover**

Turnover represents the value of services provided, net of vat and in relation to, the principal activity of the company, mountain bike park activities, under contracts to the extent that there is a right to consideration and is recorded at the value of the consideration due.

Where a contract has only been partially completed at the balance sheet date turnover represents the value of the service provided to date based on a proportion of the total expected consideration at completion.

Where deposits are received from customers in advance of services provided, or where revenue and sponsorship income is received in advance, the amounts are recorded as deferred income and included as part of creditors due within one year.

**Goodwill**

Goodwill, being the amount paid in connection with the acquisition in December 2017, is being amortised over its new estimated useful life of two years (previously sixteen years).

**Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Short leasehold	- over the lease term
Assets under construction	- not provided
Plant and machinery	- 20% straight line
Fixtures and fittings	- 20% straight line
Mountain bikes & vehicles	- 33% straight line
Office equipment	- 33% straight line

**Capital grants**

Capital grants will be released to income on a five year straight line basis from the date the assets were completed.

**Stocks**

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

Notes to the Consolidated Financial Statements - continued  
for the Year Ended 30 September 2022

1. ACCOUNTING POLICIES - continued

**Taxation**

Taxation for the year comprises current and deferred tax. Tax is recognised in the Consolidated Profit & Loss Account, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

**Deferred tax**

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

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

**Pension costs**

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

2. EMPLOYEES AND DIRECTORS

	2022	2021
	£	£
Wages and salaries	1,735,025	1,105,242
Social security costs	157,116	87,385
Other pension costs	47,227	29,779
	<u>1,939,368</u>	<u>1,222,406</u>

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

	2022	2021
	87	60
	<u>87</u>	<u>60</u>
	2022	2021
	£	£
Directors' remuneration	255,380	162,879
Directors' pension contributions to money purchase schemes	<u>6,877</u>	<u>4,554</u>

Notes to the Consolidated Financial Statements - continued  
for the Year Ended 30 September 2022

2. **EMPLOYEES AND DIRECTORS - continued**

The number of directors to whom retirement benefits were accruing was as follows:

Money purchase schemes	<u>3</u>	<u>3</u>
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Information regarding the highest paid director for the year ended 30 September 2022 is as follows:

	<b>2022</b>
	<b>£</b>
Emoluments etc	<b>107,050</b>
Pension contributions to money purchase schemes	<b><u>3,200</u></b>

3. **OPERATING PROFIT**

The operating profit is stated after charging/(crediting):

	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
Depreciation - owned assets	<b>449,091</b>	<b>373,620</b>
Profit on disposal of fixed assets	<b>(49,188)</b>	<b>(16,671)</b>
Audit fees	<b>11,850</b>	<b>11,850</b>
Auditors' remuneration for non audit work	<b>4,585</b>	<b>6,755</b>
Operating leases	<b><u>92,418</u></b>	<b><u>60,274</u></b>

4. **SHORT LEASEHOLD DEPRECIATION**

A change of accounting policy was agreed where the revalued property is now depreciated over the remaining term of the short leasehold property. This charge relates to the period from the revaluation date, 31 May 2018 to the end of the comparative financial year 30 September 2021. The charge for the 30 September 2022 year end is detailed within the normal depreciation charges within the detailed profit and loss account.

5. **INTEREST PAYABLE AND SIMILAR EXPENSES**

	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
Bank loan interest	<b>10,167</b>	<b>34,214</b>
Loan note interest	<b>265,116</b>	<b>265,116</b>
Corporation tax interest	<b>-</b>	<b>2,011</b>
	<b><u>275,283</u></b>	<b><u>301,341</u></b>

Notes to the Consolidated Financial Statements - continued  
for the Year Ended 30 September 2022

6. TAXATION

**Analysis of the tax charge**

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

	2022 £	2021 £
Current tax:		
UK corporation tax	151,099	119,886
Deferred tax	68,000	14,300
Tax on profit	<u>219,099</u>	<u>134,186</u>

**Reconciliation of total tax charge included in profit and loss**

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

	2022 £	2021 £
Profit before tax	<u>761,124</u>	<u>82,495</u>
Profit multiplied by the standard rate of corporation tax in the UK of 19% (2021 - 19%)	144,614	15,674
Effects of:		
Expenses not deductible for tax purposes	104	159
Depreciation in excess of capital allowances	7,297	102,208
Adjustments to tax charge in respect of previous periods	(916)	1,845
Deferred tax	<u>68,000</u>	<u>14,300</u>
Total tax charge	<u>219,099</u>	<u>134,186</u>

7. INDIVIDUAL PROFIT & LOSS ACCOUNT

As permitted by Section 408 of the Companies Act 2006, the Profit & Loss Account of the parent company is not presented as part of these financial statements.



Notes to the Consolidated Financial Statements - continued  
for the Year Ended 30 September 2022

## 8. INTANGIBLE FIXED ASSETS

## Group

Goodwill  
£

## COST

At 1 October 2021  
and 30 September 20222,873,937

## AMORTISATION

At 1 October 2021  
and 30 September 20222,873,937

## NET BOOK VALUE

At 30 September 2022

-

At 30 September 2021

-

## 9. TANGIBLE FIXED ASSETS

## Group

	Short leasehold £	Assets under construction £	Plant and machinery £
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## COST

At 1 October 2021  
Additions  
Disposals

3,709,817	4,803	651,188
64,153	41,098	234,269
-	-	(84,691)

At 30 September 2022

<u>3,773,970</u>	<u>45,901</u>	<u>800,766</u>
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## DEPRECIATION

At 1 October 2021  
Charge for year  
Eliminated on disposal

576,134	-	375,454
245,192	-	118,444
-	-	(66,438)

At 30 September 2022

<u>821,326</u>	<u>-</u>	<u>427,460</u>
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## NET BOOK VALUE

At 30 September 2022

<u>2,952,644</u>	<u>45,901</u>	<u>373,306</u>
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At 30 September 2021

<u>3,133,683</u>	<u>4,803</u>	<u>275,734</u>
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Notes to the Consolidated Financial Statements - continued  
for the Year Ended 30 September 2022

9. TANGIBLE FIXED ASSETS - continued

Group

	Fixtures and fittings £	Mountain bikes & vehicles £	Office equipment £	Totals £
<b>COST</b>				
At 1 October 2021	122,061	168,579	23,490	4,679,938
Additions	41,915	193,325	2,986	577,746
Disposals	-	(83,496)	-	(168,187)
At 30 September 2022	163,976	278,408	26,476	5,089,497
<b>DEPRECIATION</b>				
At 1 October 2021	82,377	63,710	15,897	1,113,572
Charge for year	22,185	59,735	3,535	449,091
Eliminated on disposal	-	(37,003)	-	(103,441)
At 30 September 2022	104,562	86,442	19,432	1,459,222
<b>NET BOOK VALUE</b>				
At 30 September 2022	59,414	191,966	7,044	3,630,275
At 30 September 2021	39,684	104,869	7,593	3,566,366

10. FIXED ASSET INVESTMENTS

Company

	Shares in group undertakings £
<b>COST</b>	
At 1 October 2021 and 30 September 2022	5,517,855
<b>NET BOOK VALUE</b>	
At 30 September 2022	5,517,855
At 30 September 2021	5,517,855

**Notes to the Consolidated Financial Statements - continued  
for the Year Ended 30 September 2022**

**10. FIXED ASSET INVESTMENTS - continued**

The group or the company's investments at the Balance Sheet date in the share capital of companies include the following:

**Subsidiary**

**Beic Parcio Cymru Ltd**

Registered office: Gethin Woodland Centre, Abercanaid, Merthyr Tydfil, Rhondda Cynon Taff, CF48 1YZ

Nature of business: Mountain bike park activities.

	%	2022	2021
Class of shares:	holding	£	£
£1 Ordinary	100.00		
Aggregate capital and reserves		3,101,306	2,548,521
Profit for the year		802,785	191,925

**11. STOCKS**

	Group	2021
	2022	£
Stocks	£	£
	209,288	117,113

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

	Group	Company
	2022	2021
	£	£
Trade debtors	10,564	46,139
Amounts owed by group undertakings	-	-
Other debtors	1,033	1,335
VAT	-	-
Other debtors & prepayments	110,781	74,198
	122,378	121,672
	275,465	818,534

Notes to the Consolidated Financial Statements - continued  
for the Year Ended 30 September 2022

13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	2022	2021	2022	2021
	£	£	£	£
Bank loans and overdrafts (see note 15)	156,487	191,843	156,487	191,843
Trade creditors	210,752	254,301	360	-
Corporation tax	152,015	118,041	-	-
Social security and other taxes	56,420	45,966	-	-
VAT	110,729	-	-	-
Other creditors	1	-	-	-
Other creditors & accruals	790,011	942,512	9,200	9,200
	<u>1,476,415</u>	<u>1,552,663</u>	<u>166,047</u>	<u>201,043</u>

14. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	Group		Company	
	2022	2021	2022	2021
	£	£	£	£
Bank loans (see note 15)	247,813	404,278	247,813	404,278
Other loans (see note 15)	5,054,598	4,789,482	5,054,598	4,789,482
	<u>5,302,411</u>	<u>5,193,760</u>	<u>5,302,411</u>	<u>5,193,760</u>

Notes to the Consolidated Financial Statements - continued  
for the Year Ended 30 September 2022

## 15. LOANS

An analysis of the maturity of loans is given below:

	Group		Company	
	2022	2021	2022	2021
	£	£	£	£
Amounts falling due within one year or on demand:				
Bank loans	<u>156,487</u>	<u>191,843</u>	<u>156,487</u>	<u>191,843</u>
Amounts falling due between one and two years:				
Bank loans - 1-2 years	163,409	156,465	163,409	156,465
Other loans - 1-2 years	<u>5,054,598</u>	<u>-</u>	<u>5,054,598</u>	<u>-</u>
	<u>5,218,007</u>	<u>156,465</u>	<u>5,218,007</u>	<u>156,465</u>
Amounts falling due between two and five years:				
Bank loans - 2-5 years	84,404	247,813	84,404	247,813
Other loans - 2-5 years	<u>-</u>	<u>4,789,482</u>	<u>-</u>	<u>4,789,482</u>
	<u>84,404</u>	<u>5,037,295</u>	<u>84,404</u>	<u>5,037,295</u>

The bank loans are repayable by instalments with an applicable interest rate of 4.37%. The aggregate monthly payment is £14,251 and the remaining term on the loan is 2 years and 6 months from the balance sheet date.

The other loans are not repayable by instalments and interest is accruing at a rate of 7%. The loan note holders have agreed that repayment will be no earlier than December 2023, so the loan is classed as repayable between 1-2 years, however the expectation is that this will be deferred further and the funds left within the business.

## 16. LEASING AGREEMENTS

Minimum lease payments fall due as follows:

Group	Non-cancellable operating leases	
	2022	2021
	£	£
In more than five years	<u>300,000</u>	<u>325,000</u>

Notes to the Consolidated Financial Statements - continued  
for the Year Ended 30 September 2022

17. SECURED DEBTS

The following secured debts are included within creditors:

	Group		Company	
	2022	2021	2022	2021
	£	£	£	£
Bank loans	404,300	596,121	404,300	596,121
Loan notes	5,054,598	4,789,482	5,054,598	4,789,482
	<u>5,458,898</u>	<u>5,385,603</u>	<u>5,458,898</u>	<u>5,385,603</u>

The bank loans and loan notes contain fixed and equitable charges over the company's assets.

18. PROVISIONS FOR LIABILITIES

	Group	
	2022	2021
	£	£
Deferred tax	<u>358,000</u>	<u>290,000</u>
<b>Group</b>		
		Deferred tax
		£
Balance at 1 October 2021		290,000
Charge to Profit & Loss Account during year		<u>68,000</u>
Balance at 30 September 2022		<u>358,000</u>

The deferred tax liability in relation to the group was made up of the following :-

	2022	2021
	£	£
Accelerated capital allowances	158,014	90,014
Non-distributable reserve	<u>199,986</u>	<u>199,986</u>
	<u>358,000</u>	<u>290,000</u>

Notes to the Consolidated Financial Statements - continued  
for the Year Ended 30 September 2022

19. CAPITAL GRANTS

	Group	
	2022	2021
	£	£
Capital grants	<u>225,749</u>	<u>278,025</u>

The grant balance is being released over 60 months from October 2021.

20. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:			
Number:	Class:	Nominal value:	
25,000,000	Ordinary	0.01	
		2022	2021
		£	£
		<u>250,000</u>	<u>250,000</u>

Share Options

There are share options in relation to 657,895 £0.01 E shares.

The option price for each share is £0.01.

21. RESERVES

Group		Retained earnings £
At 1 October 2021		(2,138,291)
Profit for the year		<u>542,025</u>
At 30 September 2022		<u>(1,596,266)</u>
Company		Retained earnings £
At 1 October 2021		831,043
Deficit for the year		<u>(10,760)</u>
At 30 September 2022		<u>820,283</u>