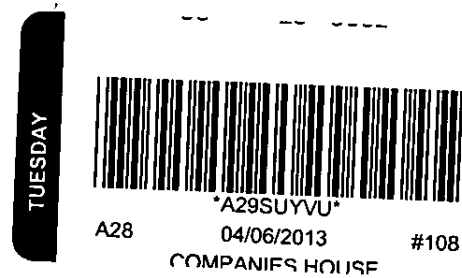


OUTWARD BOUND CORPORATE LIMITED
REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED
30 SEPTEMBER 2012

Company Number 2892257



OUTWARD BOUND CORPORATE LIMITED

FOR THE YEAR ENDED 30 SEPTEMBER 2012

DIRECTORS: Nick Barrett
John Spurling OBE
Kim Parry

SECRETARY: Kim Parry

COMPANY NUMBER: 2892257

HEAD OFFICE: Hackthorpe Hall
Hackthorpe
Penrith
Cumbria
CA10 2HX

REGISTERED OFFICE Hackthorpe Hall
Hackthorpe
Penrith
Cumbria
CA10 2HX

AUDITORS: haysmacintyre
Fairfax House
15 Fulwood Place
London
WC1V 6AY

BANKERS: Barclays Bank PLC
Level 27
1 Churchill Place
London
E14 5HP

OUTWARD BOUND CORPORATE LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 30 SEPTEMBER 2012

The directors submit their report together with the audited financial statements for the year ended 30 September 2012

PRINCIPAL ACTIVITIES

The company's principal activity is the provision of personal and professional development training courses for corporate customers and for adults over the age of 25. The company is a wholly-owned subsidiary of The Outward Bound Trust, a charity registered in England and Wales (1128090) and in Scotland (SC040341) whose object is the personal development of young people through adventurous outdoor activity.

Eskdale in the Lake District continues to be the location for professional development courses although a significant number of courses are also run in response to client requirements at third party locations. Other courses for adults over the age of 25 were also held at centres owned by The Outward Bound Trust at Aberdovey, Ullswater and Loch Eil, in respect of which The Trust charged a re-allocation of costs to the company.

The company transfers its profits to the parent charity under Deed of Covenant.

BUSINESS REVIEW

The Company continues to provide high quality professional development courses for customers from the corporate sector, and enjoys a strong reputation in this field. The year under review has been challenging, however, with more difficult trading conditions experienced due to economic factors and increasing competition across this sector. In spite of this the management team remain confident that the current strategy, developed over the last two years, continues to be appropriate for the business. This strategy focuses on further developing a narrow range of high quality programmes, investing in delivery capabilities and improving our accommodation and catering standards.

FINANCIAL RISK MANAGEMENT

The Company's activities are exposed to a narrow range of financial risks, that can include credit and liquidity risk. Credit risk, arising from amounts owed to the Company by corporate customers, is considered to be low however, since most fees are settled in full prior to the commencement of the relevant course. Liquidity risk is also considered to be low, since the Company has no long-term borrowings and remains cash positive through the annual cycle.

RESULTS

The results for the year are set out in the profit and loss account on page 5.

Turnover for the year was £2,060,177 (2011 £2,007,226), leading to net profits of £14,296 (2011 £19,744) before the payment under Deed of Covenant.

DIRECTORS

The directors who served during the year are as stated on page 1. None of the directors holding office during the year had any beneficial interest in the company's share capital at any time during the year.

OUTWARD BOUND CORPORATE LIMITED

DIRECTORS' REPORT (continued)

FOR THE YEAR ENDED 30 SEPTEMBER 2012

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The Directors are responsible for preparing the Directors' 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 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 result of the company for that year.

In preparing these financial statements, the Directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgments 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 charitable 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.

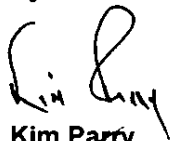
So far as each of the Directors is aware at the time the report is approved

- there is no relevant audit information of which the company's auditors are unaware, and
- the Directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

AUDITORS

A resolution proposing the reappointment of Haysmacintyre as auditors will be submitted to the AGM.

By order of the Board:



Kim Parry
Secretary

7 December 2012

**INDEPENDENT AUDITORS REPORT TO THE MEMBERS OF
OUTWARD BOUND CORPORATE LIMITED
FOR THE YEAR ENDED 30 SEPTEMBER 2012**

We have audited the financial statements of Outward Bound Corporate Limited for the year ended 30 September 2012 which comprise the Profit and Loss Account, the Balance Sheet, and the related notes. 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 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 auditors

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 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.

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 September 2012 and of its result 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 Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

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.



Richard Weaver (Senior statutory auditor)
for and on behalf of haysmacintyre, Statutory Auditor

Fairfax House
15 Fulwood Place
London
WC1V 6AY

7 December 2012

OUTWARD BOUND CORPORATE LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 30 SEPTEMBER 2012

	Notes	2012 £	2011 £
TURNOVER	1	2,060,177	2,007,226
Cost of sales		(2,040,106)	(1,982,018)
GROSS PROFIT		<u>20,071</u>	<u>25,208</u>
Administrative expenses		(5,775)	(5,464)
NET OPERATING PROFIT FOR THE YEAR	2	<u>14,296</u>	<u>19,744</u>
Payment under Deed of Covenant to The Outward Bound Trust		(14,296)	(19,744)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		-	-
Tax on ordinary activities	3	-	-
RETAINED PROFIT FOR THE YEAR		<u>£ -</u>	<u>£ -</u>

The company had no recognised gains and losses during the year except for the results shown above

The financial statements are prepared under the historical cost convention and relate to continuing operations

There is no difference between the operating results for the year and their historical cost equivalent

The notes on pages 7 to 10 form part of these accounts

OUTWARD BOUND CORPORATE LIMITED**BALANCE SHEET****COMPANY REG NO· 2892257****AS AT 30 SEPTEMBER 2012**

	Notes	2012 £	2011 £
TANGIBLE FIXED ASSETS	4	24,197	24,744
CURRENT ASSETS			
Stocks	5	3,881	3,918
Debtors	6	831,576	698,718
Cash at bank and in hand		149,448	98,186
		<u>984,905</u>	<u>800,822</u>
CREDITORS: Amounts falling due within one year	7	(1,009,100)	(825,564)
NET CURRENT LIABILITIES		<u>(24,195)</u>	<u>(24,742)</u>
NET ASSETS		<u>£2</u>	<u>£2</u>
EQUITY CAPITAL AND RESERVES			
Called up share capital	8	2	2
Profit and loss account		-	-
EQUITY SHAREHOLDERS' FUNDS		<u>£2</u>	<u>£2</u>

The financial statements were approved and authorised for issue by the Board of Directors on 7 December 2012 and were signed below on its behalf by

Director


Nick Barrett

Director


Kim Parry

The notes on pages 7 to 10 form part of these accounts

OUTWARD BOUND CORPORATE LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2012

1 ACCOUNTING POLICIES

(a) Basis of accounting

The financial statements have been prepared under the historical cost convention and in accordance with the Companies Act 2006 and with the applicable accounting standards in the United Kingdom

(b) Turnover

Turnover, arising wholly within the UK, comprises fees for courses which have taken place during the year and sales made by the company's retail outlets, excluding VAT

(c) Cost of sales

Cost of sales represents the cost of providing courses, the cost of goods sold in the company's retail outlets and a management charge from the parent charity representing an allocation of support service costs

(d) Fixed assets and depreciation

Assets costing more than £500 are capitalised and written off over their useful lives. Depreciation is charged on a straight line basis at rates varying from 10% to 33%

(e) Stock

Stock is valued at the lower of cost and net realisable value

(f) Leased assets

Rentals payable under operating leases are charged to the profit and loss account in the year to which the rental relates

(g) Cash flow statement

The company is a wholly owned subsidiary of The Outward Bound Trust, which prepares a consolidated cash flow statement, and consequently a cash flow statement is not presented with these financial statements

(h) Deferred income

Deferred income represents amounts invoiced to customers in respect of courses to be run after the end of the accounting year

(i) Pensions

Pension costs included in the financial statements represent the employer's contributions payable during the year to the relevant Pension Schemes, all of which are accounted for as defined contribution schemes

OUTWARD BOUND CORPORATE LIMITED**NOTES TO THE FINANCIAL STATEMENTS (continued)****FOR THE YEAR ENDED 30 SEPTEMBER 2012**

2	NET OPERATING PROFIT	2012 £	2011 £
	Net operating profit is stated after charging		
	Staff costs	-	-
	Cost re-allocation from parent charity	1,650,000	1,529,000
	Depreciation	15,146	18,897
	Audit fee	5,775	5,465
	Operating lease rentals – hire of equipment	21,317	24,228
		<u> </u>	<u> </u>
	Staff costs comprise		
	Wages and salaries	-	-
	National insurance costs	-	-
	Pension costs	-	-
	Other staff costs	-	-
		<u>£ -</u>	<u>£ -</u>
		<u> </u>	<u> </u>
	Average number of employees, including part-timers, during the year		
	Clerical/management	-	-
	Instructors	-	-
	Manual	-	-
		<u> </u>	<u> </u>
		<u>-</u>	<u>-</u>
		<u> </u>	<u> </u>

In addition to the staff costs detailed above, associate instructors were employed by the company from time to time during the year. The total amount expended on associate staff in the year was £nil (2011 £nil)

The Directors received no emoluments or expenses (2011 £Nil)

3 TAX ON ORDINARY ACTIVITIES

The company does not have any taxable profits (2011 £Nil) and therefore does not have any liability to corporation tax at 30 September 2012

OUTWARD BOUND CORPORATE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued)

FOR THE YEAR ENDED 30 SEPTEMBER 2012

4	TANGIBLE FIXED ASSETS		Equipment £
	Cost		
	Balance brought forward at 1 October 2011		225,230
	Additions during the year		14,757
	Disposals during the year		(29,261)
			<u>210,726</u>
	Balance carried forward at 30 September 2012		
	Depreciation		
	Balance brought forward at 1 October 2011		200,486
	Charge for the year		15,146
	Charge on disposals		(29,103)
			<u>186,529</u>
	Balance carried forward at 30 September 2012		
	Net Book Value		
	At 30 September 2012		<u>£24,197</u>
	At 30 September 2011		<u>£24,744</u>
5	STOCKS	2012 £	2011 £
	Food and bar purchases	<u>£3,881</u>	<u>£3,918</u>
6	DEBTORS	2012 £	2011 £
	Trade debtors	814,669	676,584
	Prepayments	16,907	10,730
	Amount due from fellow subsidiary	-	11,404
		<u>£831,576</u>	<u>£698,718</u>
7	CREDITORS. Amounts falling due within one year	2012 £	2011 £
	Trade creditors	68,203	54,567
	Accruals	2,048	4,296
	Deferred income	194,804	220,013
	Amount due to parent charity	744,045	546,688
	Other creditors	-	-
		<u>£1,009,100</u>	<u>£825,564</u>

OUTWARD BOUND CORPORATE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (continued)

FOR THE YEAR ENDED 30 SEPTEMBER 2012

8 CALLED UP SHARE CAPITAL

	2012	2011
	£	£
Authorised		
1,000 Ordinary shares of £1 each	£1,000	£1,000
	<u> </u>	<u> </u>
Allotted, called up and fully paid		
2 Ordinary shares of £1 each	£2	£2
	<u> </u>	<u> </u>

MOVEMENTS IN SHAREHOLDER'S FUNDS

Balance brought forward	2	2
Surplus retained for the year	-	-
	<u> </u>	<u> </u>
Balance carried forward	£2	£2
	<u> </u>	<u> </u>

9 OPERATING LEASE RENTALS

	Equipment	
	2012	2011
	£	£
At 30 September 2012 the company had annual commitments under operating leases expiring as follows		
Expiring:		
Up to one year	10,512	4,320
Between one and two years	-	10,512
Between two and five years	3,618	-
	<u> </u>	<u> </u>
	£14,130	£14,832
	<u> </u>	<u> </u>

10 CONTINGENT LIABILITIES

There were no contingent liabilities at 30 September 2012 except with regard to the Pensions Trust (see note 13), (2011 Nil)

11 RELATED PARTIES

The company has taken advantage of the exemption provided by Financial Reporting Standard No 8 on Related Party Transactions from disclosing transactions with entities, 90 per cent or more of whose voting rights are controlled within the group, and where consolidated financial statements are publicly available

12 PARENT UNDERTAKING

The Outward Bound Trust, a registered charity, is the ultimate parent. Copies of the charity's accounts may be obtained from the Company Secretary, The Outward Bound Trust, Hackthorpe Hall, Hackthorpe, Penrith, Cumbria CA10 2HX

13 PENSIONS

As all employees are now employed by The Outward Bound Trust any liability for pensions is now with The Trust