

THE NATIONAL BYWAY LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2003



THE NATIONAL BYWAY LIMITED
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THE NATIONAL BYWAY LIMITED

COMPANY INFORMATION

DIRECTORS :

M Breckon
M Conwill
V Emery
A Rushton
P. Ligget

COMPANY SECRETARY :

M Breckon

REGISTERED OFFICE :

1 Fisher Lane
Bingham
Nottingham

COMPANY NUMBER :

3243972

ACCOUNTANT:

N J Aske
Chartered Accountant
1 Fisher Lane
Bingham
Nottingham

THE NATIONAL BYWAY LIMITED

DIRECTORS' REPORT

The directors present their annual report and the financial statements for the year ended 31 August 2003.

PRINCIPAL ACTIVITIES

The company's principal activity is to develop, plan, organise, manage, control and operate a national cycling route in the United Kingdom. This activity has included the erection of directional signage. To date 2016 miles of Byway route has been developed and an estimated 4000 signs have been put in place or are currently scheduled to be erected. No quantifiable value has been attributed to these Byways assets, nor the goodwill value of these activities, in the Accounts. All but £2047 of the £63547 "other creditors" amount pertains to loans from directors who have confirmed their willingness to continue financially supporting the Company in this way until it is self-sustaining. With the exception of £5000 owed to one director, these loans carry interest at 10% per annum compounded.

DIRECTORS

The directors who served during the period were as follows:

M Breckon
M Conwill
V Emery
A Rushton
P. Liggett

SMALL COMPANY EXEMPTIONS

The Report of the Directors has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.



M Breckon
Director

Date: 5-4-04

THE NATIONAL BYWAY LIMITED

STATEMENT OF DIRECTORS' RESPONSIBILITIES

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and the profit or loss for that period. In preparing those financial statements, the directors are required to

- ♦ select suitable accounting policies and then apply them consistently;
- ♦ make judgements and estimates that are reasonable and prudent; and
- ♦ prepare the financial statements on the going concern basis unless it is inappropriate to presume the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. They have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the company and to prevent and detect fraud and other irregularities.

THE NATIONAL BYWAY LIMITED

ACCOUNTANTS' REPORT TO THE MEMBERS

The unaudited accounts of The National Byway Limited have been prepared from the books, vouchers, records and explanations given to me and I certify them to be in accordance therewith to the best of my knowledge and belief.

N.J. Aske

N J Aske
Chartered Accountant
1 Fisher Lane
Bingham
Nottingham

Date: 5-1-04

THE NATIONAL BYWAY LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 AUGUST 2003

	<u>Note</u>	<u>2003</u> £	<u>2002</u> £
<u>TURNOVER</u>		181,711	137,502
<u>GROSS PROFIT</u>		181,711	137,502
Administrative Expenses		201,485	135,712
<u>OPERATING LOSS/(PROFIT) BEING LOSS/(PROFIT)</u> <u>ON ORDINARY ACTIVITIES BEFORE TAXATION</u>	2	(19,774)	1,790
Tax on Profit on Ordinary Activities		-	-
<u>PROFIT/(LOSS) ON ORDINARY ACTIVITIES</u> <u>AFTER TAXATION</u>		(19,774)	1,790
<u>(DEFICIT) PROFIT BROUGHT FORWARD</u>		(12,402)	(14,192)
<u>SUSTAINED LOSS</u>		£ (32,176)	£(12,402)

THE NATIONAL BYWAY LIMITED**BALANCE SHEET****AS AT 31 AUGUST 2003**

	<u>Note</u>	<u>2003</u>	<u>2002</u>
		£	£
<u>FIXED ASSETS</u>			
Tangible Assets	3	13,645	18,194
<u>CURRENT ASSETS</u>			
Debtors	4	23,957	10,231
Cash at Bank and in Hand		-	5,135
		23,957	15,366
<u>CREDITORS: Amounts falling due within one year</u>	5	69,778	45,962
<u>NET CURRENT ASSETS (LIABILITIES)</u>		(45,821)	(30,596)
<u>TOTAL ASSETS (LIABILITIES)</u>		(32,176)	(12,402)
<u>CREDITORS: Amounts falling due after more than one year</u>		-	-
<u>NET ASSETS (LIABILITIES)</u>		£ (32,176)	£ (12,402)
<u>CAPITAL AND RESERVES</u>			
Profit and Loss Account		£ (32,176)	£ (12,402)

For the financial year ended 31 August 2003 the company was entitled to exemption from audit under Section 249A(1) of the Companies Act 1985; and no notice has been deposited under Section 249B(2). The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with Section 221 of the Act and prepares accounts which give a true and fair view of the state of affairs of the company as at the year end and of its profit for the financial year in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 1985, so far as is applicable to the company.

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and in accordance with the Financial Reporting Standard for smaller entities.

These financial statements were approved by the Board of Directors and signed on its behalf by


M Breckon
Director

Date: 5-4-04

THE NATIONAL BYWAY LIMITED

NOTES TO THE ACCOUNTS

YEAR ENDED 31 AUGUST 2003

1. ACCOUNTING POLICIES

The following accounting policies have been applied consistently when dealing with items which are considered material in relation to the company's financial statements.

BASIS OF PREPARATION

The financial statements have been prepared on the going concern basis and in accordance with applicable accounting standards and under the historical cost accounting rules.

FIXED ASSETS AND DEPRECIATION

Depreciation is provided by the company to write off the cost of tangible fixed assets over their estimated useful lives. Fixed Assets are depreciated at the rate of 25% per annum on the Reducing Balance Basis.

LEASES

Where the company enters into a lease which entails taking substantially all the risks and rewards of ownership of an asset, the lease is treated as a 'finance lease'. The asset is recorded in the balance sheet as a tangible fixed asset and is depreciated over its estimated useful life. Future instalments under such leases, net of finance charges, are included within creditors. Rentals payable are apportioned between the finance element, which is charged to the Profit and Loss Account, and the capital element which reduces the outstanding obligation for future instalments.

TURNOVER

Turnover represents the amounts (excluding value added tax) derived from sponsorships received and signage income.

2. OPERATING PROFIT

Operating Profit is stated after charging:	<u>2003</u>	<u>2002</u>
Directors' Remuneration	£ -	£ -
	=====	=====
Depreciation of Tangible fixed Assets	£ 4,549	£ 6,065
	=====	=====

3. TANGIBLE FIXED ASSETS

	Computer Equipment & Website	Vehicles, Plant & Equipment	Total
<u>Cost</u>			
At 1 September 2002	12,008	35,660	47,668
Additions	-	-	-
Disposals	-	-	-
At August 2003	12,008	35,660	47,668
<u>Depreciation</u>			
As at 1 September 2002	3,002	26,472	29,474
Charge for the Year	2,252	2,297	4,549
Disposals	-	-	-
At 31 August 2003	5,254	28,769	34,023
<u>Net Book Value</u>			
At 31 August 2003	6,754	6,891	13,645
At 31 August 2001	9,006	9,188	18,194

The net book value of fixed assets includes £2,952(2002 £3,936) in respect of assets held under finance leases. Depreciation for the period on these assets was £984 (2002 £1,214).

4. DEBTORS

	<u>2003</u> £	<u>2002</u> £
VAT	1,996	10,231
Signage Debtor	21,961	-
	<u>23,957</u>	<u>10,231</u>

5. **CREDITORS FALLING DUE WITHIN ONE YEAR**

	<u>2003</u>	<u>2002</u>
	£	£
Obligation under Finance Leases	525	2,625
Other Creditors	63,547	43,337
Bank Accounts	5,706	-
	<hr/>	<hr/>
	£69,778	£ 45,962
	<hr/>	<hr/>

Other creditors include an amount of £5,000 (2002-£5,000) owing to A Rushton £46,500 (2002-26,500) to V Emery, and £10,000 to P. Ligett (2002-NIL) all directors of the company. The loan from A. Rushton is interest free and all carry no fixed repayment terms.

7. **RELATED PARTY TRANSACTIONS**

The company has paid fees directly to the directors or to organisations in which the directors have interests as follows:

	<u>2003</u>	<u>2002</u>
	£	£
M Breckon	36,000	17,000
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