Wrekin Trading Limited

Financial statements 31 July 2004
together with directors' and auditors' reports

Registered number: 4046851



Directors' report

For the year ended 31 July 2004

Financial Statements

The directors present their report and financial statements for the year ended 31 July 2004.

Directors' Responsibilities

Company law requires the directors to prepare financial statements for each financial period which 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 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;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- 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 proper accounting records which 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 1985. 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.

Principal Activity

The company was incorporated on 3 August 2000, and is engaged in making available the assets of Wrekin College, Wellington, Company Limited for the provision of education and leisure facilities.

Review of the Business

The result for the period is set out in the profit and loss account on page 4 and the directors are satisfied with the results for the period. The directors do not recommend the payment of a dividend.

A deed of covenant has been entered into between the company and Wrekin College, Wellington, Company Limited whereby the company donates substantially the whole of its taxable income to the College.

Directors and their Share Interests

The following were directors during the period:

John Ellison FCA

Colin James McCulloch

Nevil Andrew Eltringham Coulson MA, MBA

There were no contracts subsisting during or at the end of the period in which any director was materially interested which were significant in relation to the Company's business.

The directors' interest in shares of the company throughout the year:

	Ordinary shares
John Ellison FCA	1
Nevil Andrew Eltringham Coulson MA, MBA	1

Future Developments

No significant changes in the development of the business are expected.

Company Secretary

Yvonne Kathleen Thomas MBA, FCA

Auditors

A resolution proposing the reappointment of Saffery Champness will be put to the Annual General Meeting.

This report was approved by the Board on 16 November 2004.

Yvonne K Thomas

Company Secretary

Independent auditors' report

WREKIN TRADING LIMITED

We have audited the financial statements on 4 to 8. These financial statements have been prepared under the historical cost convention and the accounting policies set out therein.

Respective responsibilities of directors and auditors

As described in the statement of directors' responsibilities, the company's directors are responsible for the preparation of the Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

This report is made solely to the company's members, as a body, in accordance with section 235 of the Companies Act 1985. 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.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the directors' report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the company is not disclosed.

We read the directors' report and consider the implications for our report if we become aware of any apparent misstatements within it or material inconsistencies with the financial statements.

Basis of audit opinion

We conducted our audit in accordance with United Kingdom Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of affairs of the company as at 31 July 2004 and of its result for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

Saffery Champness

Saffery Champness
Chartered Accountants and Registered Auditors
Lion House
Red Lion Street
London WC1R 4GB

16 November 2004

Profit and loss account

For the year ended 31 July 2004

	Notes	2004 £	2003 £
Turnover	2	248,326	236,634
Cost of sales		(185,356)	(175,110)
Gross profit		62,970	61,524
Administrative expenses		1,867	1,358
Other operating income		-	-
Operating profit		61,103	60,166
Amount payable under deed of covenant		(61,103)	(60,166)
Profit on ordinary activities before taxation	3	-	-
Taxation	4	-	-
Retained profit for the year	8	-	-

No operations were discontinued in the period under review.

There are no recognised gains or losses in the period other than the result for the year.

The accompanying notes are an integral part of this profit and loss account.

Balance sheet
31 July 2004

	Notes	2004 £	2003 £
Current assets			
Stocks		30,028	25,036
Debtors	5	13,445	2,662
Cash at bank and in hand		10,886	37,920
		54,359	65,618
Creditors: amounts falling due within one year	6	(54,357)	(65,616)
Net current assets		2	2
Net assets		2	2
Capital and reserves			
Called up share capital	7	2	2
Profit and loss account	8	-	-
Equity shareholders' funds		2	2

The financial statements on pages 4 to 8 were approved by the board of directors on 16 November 2004 and signed on its behalf by:

John Ellison
Director

The accompanying notes are an integral part of this balance sheet.

1 Accounting policies

a) Accounting convention

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

b) Income and expenditure

Income and expenditure are accounted for on an accruals basis and related entirely to continuing operations.

c) Deferred tax

Deferred tax is provided in respect of the tax effect of all timing differences, at the rates of tax expected to apply when the timing differences reverse.

2 Turnover

Turnover represents the income arising net of VAT, from the provision of education and leisure activities at Wrekin College, Wellington, Company Limited.

3 Profit before tax is stated after charging:

	2004 £	2003 £
Auditors' remuneration – for audit services	750	705

None of the directors received any emoluments in respect of their services to the company. The company has no other employees.

4 Taxation

Any corporation tax arising on the result for the period is after the company donates substantially all of its taxable income to Wrekin College, Wellington, Company Limited under a deed of covenant.

5 Debtors

	2004 £	2003 £
Prepayments and accrued income	3,711	2,662
Other debtors	9,734	-
	13,445	2,662

6 Creditors: amounts falling due within one year

	2004 £	2003 £
Amounts owed to parent undertaking: Wrekin College, Wellington, Company Limited	41,572	60,166
Other creditors	4,410	-
Accruals	8,375	5,450
	54,357	65,616

7 Share capital

	Authorised		Allotted, called up and fully paid	
	2004 £	2003 £	2004 £	2003 £
1,000 £1 ordinary shares	1000	1000	2	2

8 Profit and loss account

	£
Result for the year	-
Balance at 31 July 2004	-

The result for the period is the only movement in shareholders' funds.

9 *Capital commitments*

No capital expenditure was authorised and contracted for at 31 July 2004

10 Ultimate parent undertaking

The ultimate parent undertaking is Wrekin College, Wellington, Company Limited a company which is limited by guarantee and registered in England. Copies of the financial statements of Wrekin College, Wellington, Company Limited can be obtained from the Company Secretary, 42 South Bar Street, Banbury, OX16 9XL.