

Company Number: 05178708

Peepul Enterprises Limited

Financial Statements for the year ended 31 March 2010



Peepul Enterprises Limited
A member of the LHA-ASRA Group Limited

Contents

Trustees, Directors and Advisers	3
Operating and Financial Review	4
Statement of the Board's responsibilities in respect of the Board Report and the financial statements	6
Independent Auditors' Report	7
Profit and Loss Account	9
Balance Sheet	10
Notes to the Financial Statements	11

Trustees, Directors and Advisers

Trustees

Chairman

Kanchan Jadeja (resigned 05/08/09)
Keith Edwards (appointed 05/08/09)

External Auditors

KPMG LLP

Internal Auditors

PricewaterhouseCoopers (PwC) LLP

Members

Meena Dhobi (resigned 05/08/09)
Kent Taylor (appointed 05/08/09)
Sophy Wilkins (nee Macmillan) (appointed 05/08/2009)
Matt Cooney (appointed 01/09/10)
Patnck Taylor (appointed 07/09/10)

Bankers

Yorkshire Bank plc

Company Secretary

Meena Dhobi (resigned 05/08/2009)
Sophy Wilkins (nee Macmillan (appointed 05/08/2009)

Solicitors

Harvey Ingram LLP

Registered Office

Orchardson Avenue
Leicester
Leicestershire
LE4 6DP

Peepul Enterprises Limited

Operating and Financial Review

Introduction

The directors present their report with the financial statements of the company for the year ended 31 March 2010

Principal Activity

The principal activity of the company in the year under review was that of the operation of activities held at the Peepul Centre of which the freehold land and buildings are owned by the company's parent charitable company, Belgrave Baheno Peepul Centre, including arts events, childcare, fitness and leisure, catering and the provision of facilities

Directors

Ms K Jadeja, Ms D Patel and Ms M Dhobi have held office during the whole of the period from 1 April 08 to the 5 August 2009. Kent Taylor, Keith Edwards and Sophy Wilkins were appointed as Directors on 5 August 2009 and Sophy Wilkins was appointed Company Secretary on the same date

The directors have no personal or beneficial interests in the shares of the company and receive no remuneration, fees or other emoluments from or on behalf of the company. No director has been granted any share options

Objectives and aims

The main objectives of the company are to promote the objectives of the Parent Charity and in particular, to advance education and vocational training, protect health, relieve poverty, sickness and distress, relieving unemployment, and provide recreation and leisure facilities in the interest of social welfare

Significant activities

The Peepul Centre officially opened on 27 October 2005. Activities carried out since then include arts events, childcare, fitness and leisure, catering and provision of facilities. Enterprises Limited

Financial Review

The operating profit for the year amounted to £231,518 (2009: loss of £45,178). A management charge of £700,000 (2009: £1,200,000) was received from the Parent Charity

Future Development

The Company is continuing to seek additional capital and revenue funding to continue to finance the completion of the development of the Peepul Centre so that it can fully open and expand its activities

A relationship agreement between the Parent Charity and LHA-ASRA Group Limited was signed on 1 April 2008. In the opinion of the trustees, this will secure the future of the Charity, which has become a subsidiary of LHA-ASRA Group Limited, and thus preserve its objectives and aims

The Company's balance sheet is insolvent and the trustees are of the opinion that with the support of LHA-ASRA Group Limited, the future is secure

LHA-ASRA Group Limited has pledged ongoing financial support to the Parent Charity

Internal control and Risk Management

The LHA-ASRA Group Board is responsible for the Company's system of internal control and its effectiveness and therefore demands a strong control environment. However, the system is designed to manage rather than eliminate the risk of failure to achieve the Company's business objectives and can provide therefore only reasonable and not absolute assurance against material misstatement or loss. The system of internal control is therefore subject to continuing development.

The LHA-ASRA Group Board, through the Risk & Audit Committee, has regularly reviewed the effectiveness of the Company's internal financial controls and risk management processes for the year ended 31 March 2010 and up to the date of approval of the annual report and accounts. No significant weakness in the group internal controls resulting in material losses, contingencies or uncertainties, which require disclosure in the financial statements, have been identified up to the date of signing the accounts.

The following matter is raised as potentially significant in that the Internal Audit department has made comment within their annual opinion statement:

Internal Audit review at Peepul Enterprises identified a number of weaknesses within the financial and management control environment that could potentially have an impact on the achievement of key system, function or process objectives of the Company. However at the year ended 31 March 2009 and up to the date of signing the accounts all recommendations made by Internal Audit were being implemented by management and the associated weaknesses had been resolved.

The LHA-ASRA Group inherited the weaknesses identified at the time of the Company joining the LHA-ASRA Group and management were already in the process of replicating its own controls within the Company at the time of audit review. All weaknesses identified were not material to the overall LHA-ASRA Group control environment and are disclosed voluntarily.

The full Statement of Internal Control is disclosed in the LHA-ASRA Group financial statements.

Statement as to the disclosure of information to Auditors

So far as the trustees are aware, there is no relevant information as defined by the Companies Act 2006 of which the Company's auditors are unaware, and each director has taken all the steps that they ought to have taken as a director in order to make them aware of any audit information and to establish that the Company's auditors are aware of that information.

This report has been prepared in accordance with the Companies Act 2006 relating to small companies.

Auditors

Pursuant to Section 487 of the Companies Act 2006, the auditors will be deemed to be reappointed and KPMG LLP will therefore continue in office.

Statement of directors' responsibilities in respect of the Directors' Report and the financial statements

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 they have elected to prepare the financial statements in accordance with UK Accounting Standards and applicable law (UK Generally Accepted Accounting Practice)

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 surplus or deficit for that period. In preparing these financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgments and estimates that are reasonable and prudent,
- state whether applicable UK 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 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 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 directors are responsible for the maintenance and integrity of the corporate and financial information included on the company's website. Legislation in the UK governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.



By Order of the Board

Keith Edwards
Chair
Date 9 September 2010

Independent Auditors' Report to the Members of Peepul Enterprises Limited

We have audited the financial statements of Peepul Enterprises Limited for the year ended 31 March 2010 set out on pages 9 to 16. The financial reporting framework that has been applied in their preparation is applicable law and UK Accounting Standards (UK Generally Accepted Accounting Practice).

This report is made solely to the company's members, as a body, in accordance with sections 495 and 496 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 auditors' 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 set out on page 6, 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 (APB's) Ethical Standards for Auditors.

Scope of the audit of the financial statements

A description of the scope of an audit of financial statements is provided on the APB's web-site at www.frc.org.uk/apb/scope/UKNP

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 31 March 2010 and of its profit for the year then ended,
- have been properly prepared in accordance with UK Generally Accepted Accounting Practice, and
- have been prepared in accordance with the requirements of the Companies Act 2006

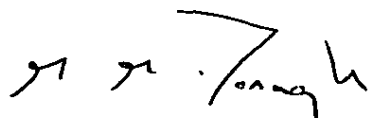
Opinion on other matter prescribed by the Companies Act 2006

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



**M A McDonagh (Senior Statutory Auditor)
for and on behalf of KPMG LLP, Statutory Auditor**

Chartered Accountants

One Snow Hill
Snow Hill Queensway
Birmingham
B4 6GH

Date 15 September 2010

Profit and Loss Account for the year ended 31 March 2010

	Notes	2010 £	2009 £
TURNOVER	3	1,214,585	1,111,572
Cost of sales		106,917	203,392
GROSS PROFIT		1,107,668	908,180
Administrative expenses		1,576,150	2,153,358
		(468,482)	(1,245,178)
Other operating income	4	700,000	1,200,000
OPERATING PROFIT/(LOSS)		231,518	(45,178)
Interest payable and similar charges		-	6,595
PROFIT/(LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION		231,518	(51,773)
Tax on profit/(loss) on ordinary activities	6	-	-
PROFIT/(LOSS) FOR THE FINANCIAL YEAR AFTER TAXATION		231,518	(51,773)

All amounts relate to continuing activities

There are no other recognised gains or losses (2009 nil) other than as shown in the profit and loss account

The notes on pages 11 to 16 form part of these financial statements

Balance Sheet as at 31 March 2010

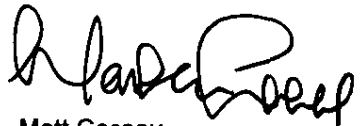
	Notes	2010 £	2009 £
FIXED ASSETS			
Tangible assets	7	8,446	10,083
CURRENT ASSETS			
Stock		7,797	-
Debtors	8	61,577	104,636
Cash		8,933	980
		78,307	105,616
CREDITORS			
Amount falling due within one year	9	497,249	757,713
NET CURRENT LIABILITIES		(418,942)	(652,097)
TOTAL ASSETS LESS CURRENT LIABILITIES		(410,496)	(642,014)
CAPITAL AND RESERVES			
Called up share capital	12	1	1
Profit and loss account	13	(410,497)	(642,015)
SHAREHOLDERS' FUND		(410,496)	(642,014)

These financial statements have been prepared in accordance with the special provisions of Part XV of the Companies Act 2006 relating to small companies and with the Financial Reporting Standard for Smaller Entities (Effective January 2007)

The Financial Statements were approved by the Board of Directors on 9 September 2010 and were signed on its behalf by



Keith Edwards
Director



Matt Cooney
Director

Peepul Enterprises Limited
Registered Number: 05178708

Notes to the Financial Statements for the year ended 31 March 2010

1 Basis of accounting

The financial statements have been prepared in accordance with applicable law and United Kingdom Accounting standards (United Kingdom Generally Accepted Accounting Practice) and in accordance with the Financial Reporting Standards for Smaller Entities (effective January 2007)

2 Accounting Convention

The Financial statements are prepared under the historical cost convention

3 Principle accounting policies

3.1 Turnover

Turnover represents net invoiced sales of goods and services, excluding value added tax

3.2 Hire purchase and leasing commitments

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

3.3 Tangible fixed assets

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

Fixtures and fittings	-	Straight line over 7 years
-----------------------	---	----------------------------

All tangible fixed assets are capitalised and included at cost

3.4 Leasing commitments

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

3.5 Cash Flow Statement

The company has not produced a cash flow statement since it has taken advantage of the exemption available to wholly owned subsidiaries, given by Financial Reporting Standard 1 (revised) Cash Flow Statements

Notes to the Financial Statements for the year ended 31 March 2010

4 Other Operating Income

	2010 £	2009 £
Management Charge	700,000	1,200,000

5 Operating Profit/(loss)

The operating loss (2009 – operating loss) is stated after charging

	2010 £	2009 £
Auditors' remuneration	8,500	13,000
Auditors' remuneration for non-audit work	4,259	2,940
Directors' emoluments and other benefits etc	-	-

6 Taxation

Analysis of the tax charge

No liability to UK corporation tax arose on ordinary activities for the year ended 31 March 2010 nor for the year ended 31 March 2009

Factors that may affect future tax charges

There are losses of £351,141 (2009 £323,865) available to be carried forward against future taxable trading profits

Notes to the Financial Statements for the year ended 31 March 2010

7 Tangible Fixed Assets

	Fixtures & Fittings £
COST	
At 1 April 2009	11,720
Additions	-
At 31 st March 2010	<u>11,720</u>
DEPRECIATION	
At 1 April 2009	1,637
Charge for year	<u>1,637</u>
At 31 March 2010	<u>3,274</u>
NET BOOK VALUE	
At 31 March 2010	<u>8,446</u>
At 31 March 2009	<u>10,083</u>

8 Debtors : Amounts falling due within one year

	2010 £	2009 £
Trade debtors	51,023	87,715
Accrued Income	4,803	-
Prepayments	5,751	-
Amounts owed by group undertakings	-	-
Other debtors	<u>-</u>	<u>16,921</u>
	<u>61,577</u>	<u>104,636</u>

Notes to the Financial Statements for the year ended 31 March 2010

9 Creditors: Amounts falling due within one year

	2010 £	2009 £
Bank loans and overdrafts	-	62,589
Trade Creditors	35,717	77,325
Amounts owed to parent	60,927	152,605
Amounts owed to related parties (note 16)	35,000	35,000
Taxation and social security	-	214,159
Other creditors	365,605	216,035
	<u>497,249</u>	<u>757,713</u>

10 Operating Lease Commitments

The following operating lease payments are committed to be paid within one year

	2010 £	2009 £
Expiring		
Within one year	83,039	-
Between one and two years	-	112,742
	<u>83,039</u>	<u>112,742</u>

11 Secured Debts

The following secured debts are included within creditors

	2010 £	2009 £
Bank overdrafts	<u>-</u>	<u>62,589</u>

Notes to the Financial Statements for the year ended 31 March 2010

12 Called up Share Capital

Authorised, allotted, issued and fully paid

Number	Class	Nominal Value	2010 £	2009 £
1	Ordinary	£1	<u>1</u>	<u>1</u>

13 Reserves

	Profit and loss account £
At 1 April 2009	(642,015)
Profit for the year	<u>231,518</u>
At 31 March 2010	<u>(410,497)</u>

14 Staff Costs

	2010 £	2009 £
Wages and salaries	756,515	759,684
Social security costs	51,541	60,570
	<u>808,056</u>	<u>820,254</u>

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

	2010 £	2009 £
Permanent staff	30	32
Casual staff	<u>7</u>	<u>6</u>
	<u>37</u>	<u>38</u>

No employees received remuneration in excess of £60,000 in this year or the previous year

Notes to the Financial Statements for the year ended 31 March 2010

15 Ultimate Parent Company

There is a relationship agreement dated 1 April 2008 which, in the Directors' opinion, makes the company's ultimate parent company LHA-ASRA Group Limited, who from this date effectively control the company's parent charity, Belgrave Baheno Peepul Centre

16 Related Party Disclosures

There was a balance owed by the company at the year end to the parent charity, Belgrave Baheno Peepul Centre of £121,702 (2009 amount owed to the company £152,605) The company has received a management charge from its parent charity of £700,000 (2009 £1,200,000)

Amounts owed to related parties include loans owed to Ms R Patel, former director of £31,000 (2009 £31,000) and to Ms I Naik, mother of Ms R Patel, former director of £4,000 (2009 £4,000) Interest is payable on these loans at a variable rate equivalent to the amount of interest foregone by taking the money off deposit to loan to the company

17 Going Concern

The financial statements have been prepared on the going concern basis, the validity of which depends on the financial support of the parent charity's ultimate parent company, LHA-ASRA Group Limited LHA-ASRA Group Limited signed a relationship agreement with the company's parent charity on 1 April 2008 and became its parent company from this date Should the company be unable to continue to trade, adjustments would have to be made to reduce the value of the assets to their recoverable amounts and to provide for any further liabilities which might arise

At 31 March 2010, the balance sheet of the company is insolvent and directors are of the opinion that as a result of the parent charity being acquired, this company's future is secure