

Company Registration No. 05178708 (England and Wales)

PEEPUL ENTERPRISES LIMITED
DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2014

WEDNESDAY



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PEEPUL ENTERPRISES LIMITED

COMPANY INFORMATION

Directors	Mr A Bhanot OBE Mr S Syan
Company number	05178708
Registered office	64 Broadway Boardman House Stratford E15 1NT
Auditors	KLSA LLP 28-30 St. John's Square London EC1M 4DN
Business address	Peepul Centre Orchardson Avenue Leicester LE4 7SL
Bankers	Yorkshire Bank 29 Horsefair Street Leicester Leicestershire LE1 5BL HSBC Bank Penman Way Grove Park, Enderby Leicester LE19 1SY

PEEPUL ENTERPRISES LIMITED

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PEEPUL ENTERPRISES LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2014

The directors present their report and financial statements for the year ended 31 December 2014.

Principal activities

The principal activity of the company continued to be 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 charity, Belgrave Baheno Peepul Centre, including arts events, childcare, fitness and leisure, catering and the provision of facilities.

Appointment of new directors

The directors are appointed by the company's ultimate controlling parent undertaking, Ethnic Minority Foundation (EMF).

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. The trend during 2014 has been of reducing losses. The directors estimate that the company will break even in the near future.

Financial Review

The operating profit for the year to 31 December 2014 amounted to £392,045 (18 months to 31 December 2013 -£505,216). During the year management charge of £371,000 was received from the parent charity Belgrave Baheno Peepul Centre (18 months to 31 December 2013 - £Nil).

Future Development

The company is continuing to seek additional capital and revenue funding to continue to finance the Peepul Centre so that it can continue its full range of activities. The new management is seeking to make the enterprise self-sustainable with its own social enterprising activities

Control of the company's parent undertaking, the Belgrave Baheno Peepul Centre (a registered charity), transferred to the Ethnic Minority Foundation (a registered charity) on May 2012.

The company's balance sheet is insolvent but the directors consider that the support of the ultimate parent undertaking the Ethnic Minority Foundation will ensure that the company can continue to trade as a going concern.

Directors

The following directors have held office since 1 January 2014:

Mr A Bhanot OBE

Mr Paul Mathurin

Miss Lena Choudary-Salter

(Resigned 24 December 2014)

(Appointed 25 September 2014 and resigned 27 January 2015)

Mr S Syan

Mr K Sarda

(Appointed 25 September 2014)

(Resigned 25 September 2014)

Auditors

Clear and Lane resigned as auditors of the company during the year. KLSA LLP were appointed auditors to the company and in accordance with section 485 of the Companies Act 2006, a resolution proposing that they be re-appointed will be put at a General Meeting.

PEEPUL ENTERPRISES LIMITED

DIRECTORS' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2014

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 profit or loss 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 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.

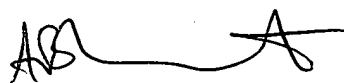
The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies 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.

Statement of disclosure to auditors

So far as the directors are aware, there is no relevant audit information of which the company's auditors are unaware. Additionally, the directors have taken all the necessary steps that they ought to have taken as directors in order to make themselves aware of all relevant audit information and to establish that the company's auditors are aware of that information.

This report has been prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006.

On behalf of the board



Mr A Bhanot OBE

Director

25 September 2015

PEEPUL ENTERPRISES LIMITED

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 December 2014 set out on pages 5 to 9. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (effective April 2008) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

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 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 pages 1 - 2, 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 and express an opinion on 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. In addition, we read all the financial and non-financial information in the Directors' Report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

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 December 2014 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Emphasis of matter - going concern

In forming our opinion on the financial statements, which is not modified in this respect, we have considered the adequacy of the disclosure made in note 1.3 to the financial statements concerning the company's ability to continue as a going concern. The company's current liabilities exceeded its current assets by £237,654 as at 31 December 2014 and is reliant on the support of its charitable holding company, Belgrave Baheno Peepul Centre (BBPC) and its ultimate holding company the Ethnic Minority Foundation (EMF). The continuation of this support is dependent on any potential limitations within charity law on the continued support of the company, which is a trading subsidiary, and the ability of the Ethnic Minority Foundation to provide further working capital. These conditions, along with the other matters explained in note 1.3 to the financial statements, indicate the existence of a material uncertainty which may cast doubt about the company's ability to continue as a going concern. The financial statements do not include the adjustments that would result if the company was unable to continue as a going concern.

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.

PEEPUL ENTERPRISES LIMITED

INDEPENDENT AUDITORS' REPORT (CONTINUED)

TO THE MEMBERS OF PEEPUL ENTERPRISES LIMITED

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; or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption in preparing the directors' report and from preparing a strategic report.

Shilpa Chheda (Senior Statutory Auditor)
for and on behalf of KLSA LLP

Chartered Accountants
Statutory Auditor
28-30 St. John's Square
London
EC1M 4DN

Dated: 25 September 2015

PEEPUL ENTERPRISES LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2014

		12 Month ended 31 December 2014 £	18 Month ended 31 December 2013 £
	Notes		
Turnover		1,103,459	1,711,924
Cost of sales		(106,709)	(203,746)
Gross profit		996,750	1,508,178
Administrative expenses		(975,705)	(2,013,394)
Other operating income		371,000	-
Profit/(loss) on ordinary activities before taxation	2	392,045	(505,216)
Tax on profit/(loss) on ordinary activities	3	-	-
Profit/(loss) for the year	8	392,045	(505,216)

PEEPUL ENTERPRISES LIMITED

BALANCE SHEET

AS AT 31 DECEMBER 2014

	Notes	2014 £	£	2013 £	£
Current assets					
Stocks		2,161		2,161	
Debtors	4	56,210		75,762	
Cash at bank and in hand		21,485		22,999	
		<u>79,856</u>		<u>100,922</u>	
Creditors: amounts falling due within one year	5	<u>(317,510)</u>		<u>(730,621)</u>	
Total assets less current liabilities			<u>(237,654)</u>		<u>(629,699)</u>
Capital and reserves					
Called up share capital	7		1		1
Profit and loss account	8		<u>(237,655)</u>		<u>(629,700)</u>
Shareholders' funds			<u>(237,654)</u>		<u>(629,699)</u>

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime and the Financial Reporting Standard for Smaller Entities (effective April 2008).

Approved by the Board for issue on 25 September 2015



Mr A Bhanot OBE
Director

Company Registration No. 05178708

PEEPUL ENTERPRISES LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2014

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

1.2 Turnover

Turnover represents amounts receivable for goods and services net of VAT and trade discounts.

- Restaurant and bar income is recognised when payment is tendered at the time of sale.
- Childcare and fitness income is recognised when the services are rendered.
- Facilities income is recognised when the venue and facilities are occupied and invoice is raised.
- Management fees is recognised when the service are rendered.

1.3 Going Concern

The financial statements are prepared on a going concern basis which assumes that the company will continue in operational existence for the foreseeable future.

The company has the financial support of the ultimate parent company, Ethnic Minority Foundation (EMF). EMF have agreed to provide this support for at least 12 months from the date of signature of the financial statements. The financial statements do not include any adjustments that would result if the ultimate parent company's support was withdrawn or if EMF was unable to continue to provide support. The directors firmly believe that it is appropriate for the financial statements to be prepared on the going concern basis.

2	Operating profit/(loss)	2014 £	2013 £
	Operating profit/(loss) is stated after charging:		
	Auditors' remuneration	4,750	5,687
		<u> </u>	<u> </u>

3 Taxation

The company has estimated losses of £183,120 (2013 - £575,165) available for carry forward against future trading profits.

4	Debtors	2014 £	2013 £
	Trade debtors	51,927	39,270
	Other debtors	4,283	36,492
		<u> </u>	<u> </u>
		56,210	75,762
		<u> </u>	<u> </u>

PEEPUL ENTERPRISES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2014

5	Creditors: amounts falling due within one year	2014 £	2013 £
	Trade creditors	180,866	205,097
	Amounts owed to group undertakings and undertakings in which the company has a participating interest	-	335,413
	Taxation and social security	90,136	170,167
	Other creditors	46,508	19,944
		<u>317,510</u>	<u>730,621</u>

6 Pension costs

Defined contribution

	2014 £	2013 £
Contributions payable by the company for the year	<u>233</u>	<u>-</u>

7 Share capital

Allotted, called up and fully paid 1 Ordinary share of £1 each

2014 £	2013 £
<u>1</u>	<u>1</u>

8 Statement of movements on profit and loss account

	Profit and loss account £
Balance at 1 January 2014	(629,700)
Profit for the period	<u>392,045</u>
Balance at 31 December 2014	<u>(237,655)</u>

PEEPUL ENTERPRISES LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2014

9 Financial commitments

At 31 December 2014 the company was committed to making the following payments under non-cancellable operating leases in the year to 31 December 2015:

	2014 £	2013 £
Operating leases which expire:		
Between two and five years	12,585	12,585

10 Control

The intermediate parent company, Belgrave Baheno Peepul Centre is a charity, a company limited by guarantee, and registered in England and Wales.

The ultimate parent company, Ethnic Minority Foundation, is a charity, a company limited by guarantee and registered in England and Wales.

Ethnic Minority Foundation prepares group financial statements and copies can be obtained from the registered office at 64 Broadway, Boardman House, Stratford, E15 1NT

11 Related party relationships and transactions

At 31 December 2014 the company owed the parent company, Belgrave Baheno Peepul Centre, £Nil (2013 - £300,483). The company has received a management fee of £371,000 (2013: £Nil) from its parent charity, Belgrave Baheno Peepul Centre,

Also at 31 December 2013 an amount is due to the ultimate parent company, Ethnic Minority Foundation of £Nil (2013 - £34,930). During the year management charges were paid to Ethnic Minority Foundation amounting to £Nil (2013 - £185,520).

During the year Mr K Sarda, one of the Directors who resigned on 25 September 2014, loaned £60,000 to the company at a commercial rate of interest. As at 31 December 2014 there was a balance owing to Mr K Sarda of £16,401. This was fully paid together with the interest on 27 February 2015.

During the year set up cost of £3,761 was incurred by the charity for Pension Enrolment Scheme. This was carried out by Online Accountancy which is a company owned by Mr Anil Bhanot, at 50% of the market cost.

PEEPUL ENTERPRISES LIMITED
MANAGEMENT INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2014

PEEPUL ENTERPRISES LIMITED

DETAILED TRADING AND PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2014

	12 Month ended 31 December 2014		18 Month ended 31 December 2013	
	£	£	£	£
Turnover				
Sales		1,103,459		1,711,924
Cost of sales				
Direct costs	106,709		203,746	
		(106,709)		(203,746)
Gross profit	90.33%	996,750	88.10%	1,508,178
Administrative expenses		(975,705)		(2,013,394)
		21,045		(505,216)
Other operating income				
Management fees		371,000		-
Operating profit/(loss)		392,045		(505,216)

PEEPUL ENTERPRISES LIMITED

SCHEDULE OF ADMINISTRATIVE EXPENSES FOR THE YEAR ENDED 31 DECEMBER 2014

	12 Month ended 31 December 2014 £	18 Month ended 31 December 2013 £
Administrative expenses		
Wages and salaries	626,688	1,192,134
Staff pension costs	233	-
Staff training	1,017	3,109
Rates	18,082	13,863
Management charges	-	185,520
Insurance	26,459	32,204
Hygiene services	15,355	27,287
Light and heat	76,705	133,065
Cleaning	25,987	68,808
Repairs and maintenance	40,089	110,143
Security	40,588	63,844
Printing, postage and stationery	3,632	9,535
Advertising	4,031	13,443
Telephone	12,491	36,409
Computer running costs	5,852	7,177
Hire of equipment	3,462	2,088
Equipment leasing	4,225	22,489
Motor vehicle leasing	4,125	20,000
Motor running expenses	-	1,605
Travelling expenses	14,793	31,618
Events hosting cost	7,600	-
Small equipment purchases	6,510	12,790
Legal and prof fees	15,720	14,158
Consultancy fees	22,932	22,927
Accountancy	-	(4,000)
Audit fees	4,750	5,687
Bank charges	6,961	22,278
Credit card charges	1,409	-
Release of provisions	-	(66,161)
Bad and doubtful debts	-	15,000
Direct debit collection fees	9,748	8,051
Licences	503	2,916
Irrecoverable VAT receivable/payable	(30,298)	(13,410)
Sundry expenses	4,678	5,222
Support cost	-	12,023
Subscriptions	1,378	1,572
	<u>975,705</u>	<u>2,013,394</u>