

The School Shop (Hull) Limited
Annual report
for the year ended 31 May 2002

Registered Number 2349803

Registered



The School Shop (Hull) Limited

Directors' report for the year ended 31 May 2002

The Directors present their report and the audited financial statements of the Company for the year ended 31 May 2002.

Principal activity

The principal activity of the Company is the supply of school uniforms and sports wear to pupils of Hymers College.

Review of business

The Directors consider that the results of trading and the Company's position at 31 May 2002 are satisfactory. Turnover and gross profit for the year contain two main periods of sales to new pupils of Hymers College due to a change in the opening hours. This will effect the following years trading position.

Results and dividends

The results for the year are shown in the profit and loss account on page 4.

A gift aid payment of £18,834 (2001 £10,311) has been made to Hymers College.

The Directors do not recommend the payment of a dividend.

Directors and their interests

The following is a list of all persons who were directors of the company during the year ended 31 May 2002.

S Martin
A E Wood

The interests of the directors in office on 31 May 2002 in the shares of the company were:

	2002	2001
S Martin	1	1
A E Wood	1	1

Statement of directors' responsibilities

Company law requires the Directors to prepare financial statements for each financial year that 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. The Directors are required to prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Directors confirm that suitable accounting policies have been used. They also confirm that reasonable and prudent judgements and estimates have been made in preparing the financial statements for the year ended 31 May 2002 and that applicable accounting standards have been followed.

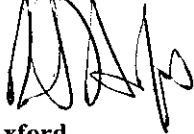
The School Shop (Hull) Limited

The Directors are responsible for keeping proper accounting records that 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.

Auditors

The auditors, PricewaterhouseCoopers, have indicated their willingness to continue in office, and a resolution concerning their reappointment will be proposed at the Annual General Meeting.

By order of the Board

A handwritten signature in black ink, appearing to be 'R Axford', written over a horizontal line.

R Axford

Secretary

13 November 2002

The School Shop (Hull) Limited

Independent auditors' report to the members of The School Shop (Hull) Limited

We have audited the financial statements which comprise the profit and loss account, the balance sheet and the related notes which have been prepared in accordance with the accounting policies set out in the statement of accounting policies.

Respective responsibilities of directors and auditors

The directors' responsibilities for preparing the annual report and the financial statements in accordance with applicable United Kingdom law and accounting standards are set out in the statement of directors' responsibilities.

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

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 is not disclosed.

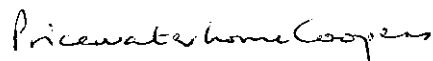
Basis of audit opinion

We conducted our audit in accordance with 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 the company's affairs at 31 May 2002 and of its loss for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



PricewaterhouseCoopers

Chartered Accountants and Registered Auditors
Hull

13 November 2002

The School Shop (Hull) Limited

Profit and loss account for the year ended 31 May 2002

	Note	2002 £	2001 £
Turnover – continuing activities		123,783	99,840
Cost of sales		(100,003)	(79,928)
Gross profit		23,780	19,912
Other operating income		41,000	41,000
Administrative expenses		(47,283)	(47,060)
Operating profit – continuing activities	1	17,497	13,852
Interest payable	2	(232)	(75)
Profit on ordinary activities before and after taxation		17,265	13,777
Appropriation – donation to parent undertaking		(18,834)	(10,311)
(Loss)/profit for the year transferred to reserves	7	(1,569)	3,466

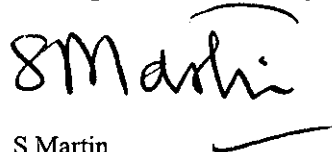
The Company has no recognised gains or losses other than the loss above and therefore no separate statement of total recognised gains and losses has been presented.

The School Shop (Hull) Limited

Balance sheet as at 31 May 2002

	Note	2002 £	2002 £	2001 £	2001 £
Fixed assets					
Tangible assets	4		1,694		3,351
Current assets					
Stocks – goods for resale		41,320		43,338	
Debtors	5	7,256		8,072	
Cash in hand		70		50	
		48,646		51,460	
Creditors – amounts falling due within one year	6	(48,187)		(51,089)	
Net current assets			459		371
Net assets			2,153		3,722
Capital and reserves					
Called up share capital	7		2		2
Profit and loss account	8		2,151		3,720
Shareholders' funds – equity interests	9		2,153		3,722

The financial statements on pages 4 to 10 were approved by the Board of Directors on 13 November 2002 and were signed on its behalf by:



S Martin

Director

The School Shop (Hull) Limited

Accounting policies

The financial statements have been prepared in accordance with applicable accounting standards in the United Kingdom.

Basis of accounting

The financial statements are prepared under the historical cost convention.

Changes in accounting policies

The company has adopted FRS 18, 'Accounting policies' and FRS 19, 'Deferred tax' in these financial statements for the first time. The adoption of FRS 18 did not require any change in accounting policy. The adoption of FRS 19 represents a change in accounting policy, although the impact is immaterial and therefore the comparative figures have not been restated.

Depreciation

Depreciation is calculated at rates appropriate to write off the cost of tangible fixed assets on a straight line basis over their estimated useful lives. The principal rates used are as follows:

Computer equipment	33 $\frac{1}{3}$ %
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Stocks

Stocks are stated at the lower of cost and net realisable value. Cost is determined on the 'first in first out' basis.

Deferred taxation

Provision is made for deferred taxation on the liability method for timing differences which are expected to reverse in the future. Deferred tax assets that arise as a result of timing differences are recognised when their future recoverability is assessed as being more likely than not. Deferred tax assets and liabilities are not subject to discounting.

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Notes to the financial statements for the year ended 31 May 2002

1 Operating profit

	2002	2001
	£	£
Operating profit is stated after charging		
Depreciation	1,657	1,674
Directors' remuneration	Nil	Nil
Auditors' remuneration	750	720
and after crediting		
Rent receivable	41,000	41,000

The Company had no employees during the year (2001 none).

2 Interest payable

	2002	2001
	£	£
Interest payable on bank overdraft	232	75

3 Tax on profit on ordinary activities

Analysis of tax charge in the year	2002	2001
	£	£
UK corporation tax		
Current year	-	-
Total current tax	-	-
Deferred tax		
Origination and reversal of timing differences	-	-
Total deferred tax	-	-
Total tax charge	-	-

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Factors affecting tax charge for the year	2002 £	2001 £
Profit on ordinary activities before taxation	17,265	13,777
Profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 20% (2001 20%)	3,453	2,755
Effects of:		
Donation to parent undertaking	(3,767)	(2,062)
Unrecognised deferred taxation	314	(693)
Current tax charge for the year	-	-

4 Tangible fixed assets

	Furniture and equipment £
Cost	
31 May 2000	8,949
Disposal	(916)
31 May 2001	8,033
Depreciation	
31 May 2000	5,598
Charge for the year	1,657
Disposal	(916)
31 May 2002	6,339
Net book amount	
31 May 2002	1,694
31 May 2001	3,351

The School Shop (Hull) Limited

5 Debtors

	2002	2001
	£	£
Other debtors	7,256	8,072

6 Creditors – Amounts falling due within one year

	2002	2001
	£	£
Bank overdraft	10,152	12,122
Trade creditors	11,050	23,379
Amount due to parent undertaking – Gift aid	18,834	10,311
Accruals and deferred income	8,151	5,277
	48,187	51,089

The Board of Governors of Hymers College has confirmed to the Company's bankers that it will ensure careful monitoring of the activities of the Company.

7 Called up share capital

	2002	2001
	£	£
Authorised		
100 ordinary shares of £1 each	100	100
Allotted, called up and fully paid		
2 ordinary shares of £1 each	2	2

8 Profit and loss account

	2002	2001
	£	£
31 May 2001	3,720	254
(Loss)/profit for year	(1,569)	3,466
31 May 2002	2,151	3,720

The School Shop (Hull) Limited

9 Shareholders' funds

	2002	2001
	£	£
Retained (loss)/profit/ for year	(1,569)	3,466
Opening shareholders' funds	3,722	256
Closing shareholders' funds	2,153	3,722

10 Parent undertaking and related parties

The ultimate controlling party is Hymers College. The Directors consider that there are no other disclosures required under Financial Reporting Standard No. 8 - Related Party Disclosures.