

**LORETTO ENTERPRISES LIMITED**

*Registered Number: 98762*

**Directors' Report and Financial Statements**

**For the year ended 31 August 1999**

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# **LORETTO ENTERPRISES LIMITED**

## **Directors' Report and Financial Statements**

**For the year ended 31 August 1999**

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### **Directors as at 31 August 1999**

The Hon Lord Johnston

G R G Graham

K J Budge MA

Colonel William J R Hughes, MA

### **Secretary**

R M Urquhart WS

16 Heriot Row

Edinburgh

EH3

### **Accountants**

Scott-Moncrieff

17 Melville Street

Edinburgh

EH3 7PH

### **Bankers**

Royal Bank of Scotland plc

142 - 144 Princes Street

Edinburgh

EH2 4EQ

### **Registered Office**

16 Heriot Row

Edinburgh

EH3 6HR

**Company No. 98762**

# **LORETTO ENTERPRISES LIMITED**

## **Directors' Report**

**For the year ended 31 August 1999**

The directors have pleasure in submitting their report and financial statements of the company for the year ended 31 August 1999.

### **Principal activities**

The company was set up to manage the letting of the premises of Loretto School Limited.

### **Review of the business**

The company provided a service to Loretto School by re-selling fuel. Activities have been expanded to include hiring of premises for outside courses. The company broke even in the year (1998 - £3,593 loss). The directors recommend no dividend be paid.

The directors are confident of future success.

### **Directors**

The directors who served during the year were:-

G M Simmers, CBE CA (resigned 21 April 1999)

The Hon Lord Johnston

G R G Graham (appointed 21 April 1999)

K J Budge, MA

Colonel William J R Hughes, MA

None of the directors held shares in the company at any point during the year (1998 - Nil).

### **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 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;
- 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 to 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.

# LORETTO ENTERPRISES LIMITED

## Directors' Report

For the year ended 31 August 1999

### Year 2000

The directors are continuing to review the risks associated with the Year 2000 problem, both with regard to the internal use of computer systems and embedded chips and in connection with relationships with third parties. They are satisfied that these steps will be completed in sufficient time to eliminate any potential problems. They do not expect the costs of ensuring Year 2000 compliance to be significant.

### Auditors

A resolution to re-appoint Scott-Moncrieff Chartered Accountants as auditors will be put to the members at the Annual General Meeting.

By order of the board



Secretary  
*R M Urquhart WS*

Edinburgh 30 12 1999

# **LORETTO ENTERPRISES LIMITED**

## **Auditors' Report to the Members**

**For the year ended 31 August 1999**

We have audited the financial statements on pages 4 to 8 which have been prepared under the historical cost convention and the accounting policies set out on page 6.

### **Respective responsibilities of directors and auditors**

As described on page 1 the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

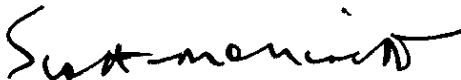
### **Basis of opinion**

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 as at 31 August 1999 and of its loss for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



**SCOTT-MONCRIEFF**  
**Chartered Accountants and Registered Auditor**  
**17 Melville Street**  
**Edinburgh**

*30 December 1999*

# LORETTO ENTERPRISES LIMITED

## Profit and Loss Account

For the year ended 31 August 1999

	Notes	1999 £	1998 £
Turnover - continuing operations	2	273,183	198,110
Cost of goods sold		(203,569)	(181,521)
Gross profit		<u>69,614</u>	<u>16,589</u>
Administration expenses	3	(12,685)	(11,202)
Covenant to Loretto School		(56,929)	(8,980)
<b>(Loss)/profit on ordinary activities before taxation - continuing operations</b>		<u>-</u>	<u>(3,593)</u>
Tax on (loss)/profit on ordinary activities		-	-
<b>(Loss)/profit for the financial year</b>		<u>-</u>	<u>(3,593)</u>

There are no other gains or losses other than those included in the profit and loss account.

There is no difference in the result for the year and its historical cost equivalent.

The notes on pages 6 to 8 form part of these financial statements

# LORETTO ENTERPRISES LIMITED

## Balance Sheet

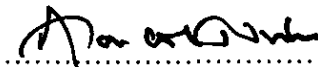
As at 31 August 1999


	Notes	1999	1998
		£	£
<b>Fixed assets</b>	4	109,781	14,387
<b>Current assets</b>			
Stock	5	1,000	1,000
Debtors:	6		
Amounts falling due after one year		27,400	165,900
Amounts falling due within one year		179,179	156,981
Bank		56,183	-
		<u>263,762</u>	<u>323,881</u>
<b>Creditors : Amounts due within one year</b>	7	(299,706)	(166,346)
<b>Total assets less current liabilities</b>		<u>73,837</u>	<u>171,922</u>
<b>Creditors: Amounts due after one year</b>	8	(76,413)	(174,498)
		<u>(2,576)</u>	<u>(2,576)</u>
<b>Capital and reserves</b>	9		
Called up share capital		1,000	1,000
Profit and loss account		(3,576)	(3,576)
		<u>(2,576)</u>	<u>(2,576)</u>

The financial statements were approved by

the directors on.....

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.....  
The Hon Lord Johnston (Director)

  
.....  
G R G Graham (Director)

The notes on pages 6 to 8 form part of these financial statements

# LORETTO ENTERPRISES LIMITED

## Notes to the Financial Statements

For the year ended 31 August 1999

### 1. Accounting policies

#### *Basis of accounting*

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

#### *Depreciation*

Depreciation on plant and equipment purchased under hire purchase contracts is provided at 20% per annum, straight line.

#### *Cash Flow statement*

The company is exempt from preparing a cashflow statement in compliance with the Financial Reporting Standard No1.

### 2. Turnover

Turnover represents the re-sale of fuel plus management charges and letting of premises of Loretto School and is stated exclusive of VAT. Turnover arises entirely within the UK.

3. Administration expenses	1999 £	1998 £
Administration expenses include:		
Auditors' remuneration	4,140	4,000

4. Tangible fixed assets	Motor Vehicles £	Plant & Equipment £	Total £
<b>Cost</b>			
As at 1 September 1998	-	17,984	17,984
Additions	35,925	87,813	123,738
As at 31 August 1999	35,925	105,797	141,722
<b>Accumulated depreciation</b>			
As at 1 September 1998	-	3,597	3,597
Charge for the year	7,185	21,159	28,344
As at 31 August 1999	7,185	24,756	31,941
<b>Net book value</b>			
As at 31 August 1999	28,740	81,041	109,781
As at 31 August 1998	-	14,387	14,387

# LORETTO ENTERPRISES LIMITED

## Notes to the Financial Statements - continued

For the year ended 31 August 1999

<b>5. Stock</b>	<b>1999</b>	<b>1998</b>
	<b>£</b>	<b>£</b>
Stock is valued at the lower of cost and net realisable value.		
Goods for resale	1,000	1,000
	<hr/>	<hr/>
<b>6. Debtors</b>	<b>1999</b>	<b>1998</b>
	<b>£</b>	<b>£</b>
<i>Amounts falling due within one year</i>		
Sundry debtors	49,179	26,981
Due by parent company	130,000	130,000
	<hr/>	<hr/>
	179,179	156,981
	<hr/>	<hr/>
<i>Amounts falling due after more than one year</i>		
Due by parent company	27,400	165,900
	<hr/>	<hr/>
<b>7. Creditors : Amounts falling due within one year</b>	<b>1999</b>	<b>1998</b>
	<b>£</b>	<b>£</b>
Due to parent company	214,276	142,764
Other taxes	14,544	7,255
Bank overdraft	-	11,107
Finance Lease creditor	37,881	5,220
Accrued expenses	19,911	-
Accrued tax on covenant	13,094	-
	<hr/>	<hr/>
	299,706	166,346
	<hr/>	<hr/>
<b>8. Creditors: Amounts due after more than one year</b>	<b>1999</b>	<b>1998</b>
	<b>£</b>	<b>£</b>
Due to parent company	33,725	174,498
Finance Lease creditor	42,688	-
	<hr/>	<hr/>
	76,413	174,498
	<hr/>	<hr/>

The loan from the parent company has no interest charge and no fixed terms of repayment.

# LORETTO ENTERPRISES LIMITED

## Notes to the Financial Statements - continued

For the year ended 31 August 1999

<b>9. Share capital and reserves</b>	<b>1999</b>	<b>1998</b>
	<b>£</b>	<b>£</b>
<i>Authorised and issued share capital</i>		
Ordinary £1 shares	1,000	1,000
	<hr/>	<hr/>

### *Reconciliation of movements in funds*

	<b>Issued Share Capital £</b>	<b>Profit &amp; Loss Account £</b>	<b>Total 1999 £</b>	<b>Total 1998 £</b>
At 1 September 1998	1,000	(3,576)	(2,576)	1,017
(Loss)/Profit for the year	-	-	-	(3,593)
At 31 August 1999	<hr/> 1,000 <hr/>	<hr/> (3,576) <hr/>	<hr/> (2,576) <hr/>	<hr/> (2,576) <hr/>

## **10. Holding company**

The company's ultimate holding company is Loretto School Limited, a company registered in Scotland.

## **11. Tax on profit/(loss) on ordinary activities**

There is no material charge to corporation tax due to no gains being made in the year.