

**North Lanarkshire Leisure Trading
Community Interest Company**

**Directors' report and financial statements
for the year ended 31 March 2015**

Registered Number SC365792

North Lanarkshire Leisure Trading CIC

Directors' report and financial statements for the year ended 31 March 2015

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North Lanarkshire Leisure Trading CIC

Directors' report for the year ended 31 March 2015

The directors have pleasure in submitting the report and the audited financial statements of the company for the year ended 31 March 2015.

Reference and administrative details

Directors

Cllr James Logue (Chair)	Elected Member
John Taggart	Elected Member
James Smith	Elected Member
Alan Clinch	Elected Member
Derek Gamble	
Graham Watson	
Valerie Mitchell	Resigned 11.08.14
Hugh Sweeney	
Francis Burns	
William Shearer	
Edward Dollochin	

Registered Office

Broadwood HQ
1 Ardgoil Drive
Cumbernauld
Lanarkshire
G68 9NE
Registered Number SC365792

Independent Auditor's

KPMG LLP
191 West George Street
Glasgow G2 2LJ

Solicitors

DWF LLP
Dalmore House
310 St Vincent Street
Glasgow G2 5QR

Bankers

Clydesdale Bank
43 Hamilton Road
Motherwell
ML1 3DD

North Lanarkshire Leisure Trading CIC

Principal activities

The company was created to undertake non-charitable trading activities on behalf of its parent company, North Lanarkshire Leisure Ltd, which is a registered charity. These activities include the following:

- Conferencing;
- Hospitality;
- Special events (e.g. boxing events, careers fairs and any events not linked to the charitable objectives of the Trust).

Review of business risks and uncertainties

The profit and loss account is set out on page 6 of the financial statements. The company has made neither a profit nor a loss during the period.

A risk analysis has been undertaken to ensure that the company is aware of the key risks facing it. A pro-active approach is taken towards addressing the identified risks through improvement strategies.

The main functions undertaken by the company formed part of the transfer of Broadwood Stadium (Cumbernauld) Ltd into North Lanarkshire Leisure Ltd and therefore trading began on the transfer date of 21 September 2009. However, with the opening of Ravenscraig Regional Sports Facility in September 2010, the activities will continue to be reviewed to identify opportunities to expand the services on offer and maximise revenue for the events element of the business.

Dividends

The company has made neither a profit nor a loss during the period. The directors recommend that no dividend be paid.

Directors and their interests

The directors who served during the period and who held office during the year are noted on page 1. The directors have no interest in the shares of the company or of its parent company.

Statement on disclosure of information to the auditors

So far as each director is aware, there is no relevant audit information of which the company's auditor is unaware. Each director has taken all the steps (such as making enquiries of other directors and the auditor and any other steps required by the director's duty to exercise due care, skill and diligence) that he ought to have taken in his duty as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

Auditor

In accordance with section 487 of the Companies Act 2006, the auditor will be deemed to be reappointed and KPMG LLP will therefore continue in office.

By Order of the Board:

J. Logue

Director

Date:

North Lanarkshire Leisure Trading CIC

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 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;
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business, in which case there should be supporting assumptions or qualifications as necessary.

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.

North Lanarkshire Leisure Trading CIC

Independent auditor's report to the members of North Lanarkshire Trading Community Interest Company

We have audited the financial statements of North Lanarkshire Leisure Trading C.I.C. for the year ended 31 March 2015 set out on pages 6 to 11. 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 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 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.

Respective responsibilities of directors and auditor

As explained more fully in the Directors' Responsibilities Statement set out on page 3, 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

A description of the scope of an audit of financial statements is provided at www.frc.org.uk/auditscopeukprivate

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 2014 and of its result 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.

North Lanarkshire Leisure Trading CIC

Independent auditor's report to the members of North Lanarkshire Trading Community Interest Company (continued)

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.
- The Directors were not entitled to take advantage of the small companies exemption in not reporting a strategic report.

Bruce Marks (Senior Statutory Auditor)

for and on behalf of KPMG LLP, Statutory Auditor

Chartered Accountants

191 West George Street

Glasgow

G2 2LJ

North Lanarkshire Leisure Trading CIC

Profit and loss account for the year ended 31 March 2015

	Note	2015 £	2014 £
Turnover		79,081	120,807
Administrative expenses	1	(41,023)	(108,973)
Other operating income		-	-
Operating Profit		38,058	11,834
Gift aid	3	(38,058)	(11,834)
Profit on ordinary activities before taxation		-	-
Tax on profit on ordinary activities	4	-	-
Result for the financial period		-	-

All items dealt with in arriving at the profit on ordinary activities before taxation relate to continuing operations.

There is no difference between the profit on ordinary activities before taxation and the result for the financial period and their historical cost equivalents.

The company has no other gains or losses other than the result stated above and therefore no separate statement of recognised gains and losses has been presented.

The accompanying notes on pages 9 to 11 are an integral part of the financial statements.

North Lanarkshire Leisure Trading CIC

Registered number SC365792

Balance sheet as at 31 March 2015

	Note	2015 £	2014 £
Current assets			
Stock		-	3,368
Debtors	5	26,518	32,909
Cash at bank and in hand		25,701	34,007
Creditors: amounts falling due within one year	6	(52,119)	(70,184)
Total assets less current liabilities		100	100
Capital and reserves			
Called up share capital	7	100	100
Profit and loss reserve	8	-	-
Total shareholder's funds	9	100	100

The financial statements on pages 9 to 11 were approved by the Board of Directors and were signed on its behalf by:

J. Logue
Director

Date:

North Lanarkshire Leisure Trading CIC

Accounting policies

Basis of accounting

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

FRS 1 (Revised) "Cash Flow Statements" exempts undertakings from the requirement to produce such a statement where they are wholly owned subsidiaries of undertakings which prepare a consolidated cash flow statement in accordance with the Standard and which includes the cash flows of the company. The company's ultimate parent undertaking prepares such a statement and the company has therefore taken advantage of the exemption.

The company has also taken advantage of the exemption available under FRS 8 "Related Party Disclosures", as the consolidated accounts of North Lanarkshire Leisure Limited in which the company is included are available at the address noted on page 11.

Turnover

Turnover represents revenue, being conferencing and special events income in relation to North Lanarkshire Leisure facilities and the sale of sundry items, net of value added tax.

Stock

Stocks held are in respect of provisions and supplies and are valued at the lower of cost and net realisable value in the ordinary course of operating.

Taxation

The Directors have resolved that the full profits of the Company will be gifted on an annual basis to its parent company North Lanarkshire Leisure Limited (number SC303391) and a registered Scottish Charity (number SC037439). This means there is no requirement to provide for any tax on the profits of the company.

Value added Tax

Where output tax is charged or input tax is recoverable, the amounts are stated net of VAT.

North Lanarkshire Leisure Trading CIC

Notes to the financial statements for the year ended 31 March 2015

1 Profit on ordinary activities before taxation

No emoluments were paid to the directors in respect of their services to the company, nor did the company receive a recharge for the directors' services from any employer entity.

No audit fees were charged to North Lanarkshire Leisure Trading CIC as all costs are borne by North Lanarkshire Leisure Ltd.

2 Employee information

North Lanarkshire Trading Community Interest Company has no direct employees as all staff are employed through North Lanarkshire Leisure Limited.

3 Gift aid

North Lanarkshire Trading Community Interest Company has donated all trading surpluses for the period to North Lanarkshire Leisure Limited, the ultimate parent undertaking (see note 10).

4 Tax on profit of ordinary activities

Factors affecting the tax charge for the current period:

The current tax charge for the period is lower (2013: lower) than the standard rate of corporation tax in the UK (20%, 2013: 20%).

The differences are explained below:

	2015	2014
	£	£
Current Tax Reconciliation		
Profit in ordinary activities before tax and gift aid	38,058	11,834
Current Tax at 20% (2013: 20%)	7,612	2,337
Effects of: Gift aid	(7,612)	(2,337)
Total Current Tax Charge	-	-

There are no other factors that may affect future and total tax charges.

North Lanarkshire Leisure Trading CIC

5 Debtors

	2015	2014
	£	£
Trade debtors (net of bad debt provision)	11,032	931
Amounts due from related party	2,216	2,187
Prepayments and accrued income	4,223	0
Intercompany debtor	9,047	29,791
Debtors	26,518	32,909

6 Creditors

	2015	2014
	£	£
Trade Creditors	(5,000)	(445)
Bank Overdraft	-	(1,531)
Intercompany Creditor	(47,108)	(61,088)
Other Creditors & Accruals	(11)	(7,120)
Creditors	(52,119)	(70,184)

7 Share capital

	2015	2014
	£	£
Authorised, allotted and fully paid		
100 ordinary shares of £1	100	100

8 Profit & Loss reserve

	2015	2014
	£	£
Result for the year	-	-
Balance at 31 March	-	-

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9 Reconciliation of movements in shareholder's funds

	2015	2014
	£	£
Result for the financial year	-	-
Net proceeds of issue of ordinary share capital (see note 7)	100	100
Closing shareholder's funds	100	100

10 Ultimate control of the company

The company is a wholly owned subsidiary of North Lanarkshire Leisure Limited, a company incorporated in the United Kingdom. The sole member of North Lanarkshire Leisure Limited is North Lanarkshire Council. Copies of the group accounts for the ultimate parent undertaking may be obtained from the following address:

The Secretary
North Lanarkshire Leisure Limited
Broadwood HQ
1 Ardgoil Drive
Cumbernauld
G68 9NE