

**North Lanarkshire Leisure Trading  
Community Interest Company**

**Directors' report and financial statements  
for the year ended 31 March 2016**

Registered Number SC365792

# North Lanarkshire Leisure Trading CIC

## Directors' report and financial statements for the year ended 31 March 2016

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# North Lanarkshire Leisure Trading CIC

## Directors' report for the year ended 31 March 2016

The directors have pleasure in submitting the report and the audited financial statements of the company for the year ended 31 March 2016.

### Reference and administrative details

#### Directors

B McCulloch	Appointed 30.03.16
J Logue	Resigned 28.01.16
I Majid	Appointed 09.10.15
W Shields	Appointed 10.03.16
A Spowart	Appointed 10.03.16
A Airlie	Appointed 28.01.16
J Taggart	
D Gamble	
F Burns	
W Shearer	
G Docherty	Appointed 08.06.16
G McKenzie	Appointed 08.06.16
R McCallum	Appointed 08.06.16
G Watson	Resigned 30.03.16
H Sweeney	Resigned 30.03.16
J Smith	Removed 10.03.16
A Clinch	Removed 10.03.16
E Dollochin	Removed 14.10.15

#### 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

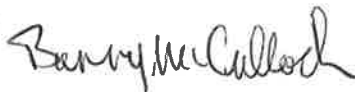
In accordance with section 487 of the Companies Act 2006, the auditor will be deemed to be reappointed and KPMG LLP will therefore continue in office.

By Order of the Board:

B. McCulloch

Director

Date: 12.10.16.



# North Lanarkshire Leisure Trading CIC

## **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 the directors have elected to prepare the financial statements in accordance with UK Accounting Standards and applicable law (UK Generally Accepted Accounting Practice), including FRS102 *The Financial Reporting Standard applicable in the UK and republic of Ireland*.

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 these 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; 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 safeguarding 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.

# 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 Community Interest Company for the year ended 31 March 2016 set out on pages 6 to 12. The financial reporting framework that has been applied in their preparation is applicable law and UK Accounting Standards (UK Generally Accepted Accounting Practice), including FRS102 *The Financial Reporting Standard applicable in the UK and republic of Ireland*.

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 on the Financial Reporting Council's website at [www.frc.org.uk/auditscopeukprivate](http://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 2016 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; or
- the directors were not entitled to take advantage of the small companies exemption from the requirement to prepare a strategic report.

*B Marks*

**Bruce Marks (Senior Statutory Auditor)  
for and on behalf of KPMG LLP, Statutory Auditor**

*Chartered Accountants*

191 West George Street  
Glasgow  
G2 2LJ

KPMG LLP is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006

*12.10.16*

## North Lanarkshire Leisure Trading CIC

### Profit and loss account for the year ended 31 March 2016

	Note	2016 £	2015 £
<b>Turnover</b>		<b>54,080</b>	<b>79,081</b>
Administrative expenses	1	(47,165)	(41,023)
Other operating income		-	-
<b>Operating Profit</b>		<b>6,915</b>	<b>38,058</b>
Gift aid	3	(6,915)	(38,058)
<b>Profit on ordinary activities before taxation</b>		<b>-</b>	<b>-</b>
Tax on profit on ordinary activities	4	-	-
<b>Result for the financial period</b>		<b>-</b>	<b>-</b>

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 10 to 12 are an integral part of the financial statements.



# North Lanarkshire Leisure Trading CIC

Registered number SC365792

## Balance sheet as at 31 March 2016

	Note	2016 £	2015 £
<b>Current assets</b>			
Stock		1,195	-
Debtors	5	16,343	26,518
Cash at bank and in hand		30,810	25,701
<b>Creditors: amounts falling due within one year</b>	6	<b>(48,248)</b>	<b>(52,119)</b>
<b>Total assets less current liabilities</b>		<b>100</b>	<b>100</b>
<b>Capital and reserves</b>			
Called up share capital	7	100	100
Profit and loss reserve	8	-	-
<b>Total shareholder's funds</b>		<b>100</b>	<b>100</b>

The financial statements on pages 6 to 12 were approved by the Board of Directors and were signed on its behalf by:

**B. McCulloch**  
Director



Date: 12.10.16

## North Lanarkshire Leisure Trading CIC

### Statement of changes in equity for the year ended 31 March 2016

	2016	2015
	£	£
Result for the financial year	-	-
Net proceeds of issue of ordinary share capital (see note 7)	100	100
<b>Closing shareholder's funds</b>	<b>100</b>	<b>100</b>

# North Lanarkshire Leisure Trading CIC

## Accounting policies

### **Basis of preparation**

The accounts are prepared under the historical cost accounting rules and in accordance with FRS 102, the Financial Reporting Standard applicable in the UK and Republic of Ireland.

As it is a wholly owned subsidiary of North Lanarkshire Leisure Limited, NLL Trading CIC has taken advantage of the exemption set out in section 1.12(b) of FRS 102 and therefore no cash flow statement has been prepared.

The consolidated accounts of North Lanarkshire Leisure Limited, within which this Company is included, can be obtained from the address given in note 9.

This is the first year that the Company has prepared its accounts under FRS 102. The accounts for the year ended 31 March 2015 were prepared under previous UK GAAP. The date of transition to FRS 102 was 1 April 2014 and no transition adjustments were required.

### **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 2016

### 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 9).

### 4 Tax on profit of ordinary activities

Factors affecting the tax charge for the current period:

The current tax charge for the period is the standard rate of corporation tax in the UK (2015: lower) (20%, 2015: 20%).

The differences are explained below:

	2016	2015
	£	£
<b>Current Tax Reconciliation</b>		
Profit in ordinary activities before tax and gift aid	6,915	38,058
Current Tax at 20% (2015: 20%)	1,383	7,612
Effects of: Gift aid	(1,383)	(7,612)
Total Current Tax Charge	-	-

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

# North Lanarkshire Leisure Trading CIC

## 5 Debtors

	2016	2015
	£	£
Trade debtors (net of bad debt provision)	5,460	11,032
Amounts due from related party	1,858	2,216
Prepayments and accrued income	8,910	4,223
Intercompany debtor	115	9,047
<b>Debtors</b>	<b>16,343</b>	<b>26,518</b>

## 6 Creditors

	2016	2015
	£	£
Trade Creditors	(125)	(5,000)
Intercompany Creditor	(45,268)	(47,108)
Other Creditors & Accruals	(2,855)	(11)
<b>Creditors</b>	<b>(48,248)</b>	<b>(52,119)</b>

## 7 Share capital

	2016	2015
	£	£
<b>Authorised, allotted and fully paid</b>		
100 ordinary shares of £1	100	100

## 8 Profit & Loss reserve

	2016	2015
	£	£
Result for the year	-	-
<b>Balance at 31 March</b>	<b>-</b>	<b>-</b>

# North Lanarkshire Leisure Trading CIC

## 9 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