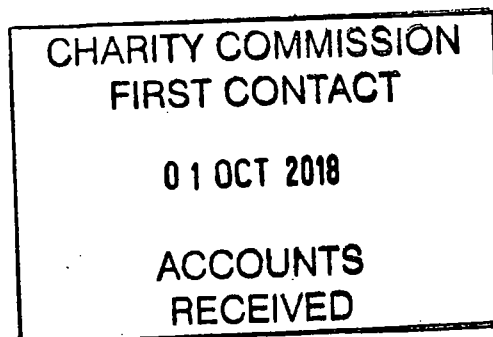


REGISTERED COMPANY NUMBER: 00809637 (England and Wales)
REGISTERED CHARITY NUMBER: 0236153

REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS FOR THE
YEAR ENDED 31 DECEMBER 2017
FOR
MEDINA VALLEY CENTRE LIMITED



Harrison Black Limited
Pyle House
136/137 Pyle Street
Newport
Isle of Wight
PO30 1JW

MEDINA VALLEY CENTRE LIMITED

**CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017**

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Detailed Statement of Financial Activities	23 to 24

MEDINA VALLEY CENTRE LIMITED

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2017

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 December 2017. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The objectives of the company are:

- The advancement of the Christian Faith through the conduct of a residential training and conference centre.
- The advancement of education including social and physical development in an environmental setting through the provision of field studies and outdoor training.
- Such other purposes as shall be charitable in law.

The strategies employed by the company to achieve these objectives are to:

- Promote Christian values through the example of the way staff live and relate to our guests. Included in this is a regular morning "thought" designed to stimulate thinking and promote discussion.
- Provide accessible educational courses in field studies, both residentially and non-residentially, with a view to enhancing the exam grades attained by school students.
- Promote an attitude of citizenship and environmental stewardship in the conduct of the courses.
- Provide exciting and challenging outdoor activities such as sailing and canoeing.
- Promote an attitude of care for the whole person and respect for self and others.

Significant activities

Major areas of activity are:

- Field study courses for school students in biology and ecology, environmental studies, geography and geology at GCSE, AS/A2 level and International Baccalaureate.
- Environmental education with outdoor activities for school students at Key Stages 2 and 3.
- Dinghy sailing courses for individuals and groups following the Royal Yachting Association programmes, and canoeing/kayaking courses.
- Environmental consultancy.

Accessibility

It is the policy of the company to make its courses accessible to school groups, youth clubs, church groups and individuals from all backgrounds and of any faith or none. All directors and many of the staff take responsibility for sharing the Christian message through word and action.

Bursary Fund

The company has a small bursary fund available to provide assisted places to students who might otherwise not be able to attend. Bursaries are made at the discretion of the Resident General Manager and the directors, and may be given to an individual or to a group.

Public benefit

The directors confirm that, in its objectives, strategies and activities, the company has complied with its duty under section 4 of the Charities Act 2006 to have due regard to the public benefit guidance published by the Charity Commission, and to the Commission's supplementary guidance on the advancement of education and the advancement of religion.

MEDINA VALLEY CENTRE LIMITED

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2017

ACHIEVEMENT AND PERFORMANCE

Staff

The company is headed by a Resident General Manager, David Sinclair. It employs qualified teaching staff to deliver its field studies courses and environmental consultancy services. Sailing and canoeing/kayaking courses are run by instructors qualified to Royal Yachting Association and British Canoe Union standards. Appropriate catering and domestic staff are employed on a full-time or seasonal basis.

Field Studies

Located on the banks of the Medina River in the Isle of Wight, Medina Valley Centre is one of the UK's leading field study centres.

Multi Activity

The Centre offers multi activity course to schools and other groups which cover keel boat sailing, mountain biking, orienteering, archery and other land based activities. An additional appeal is our ability to combine classroom education with multi activity programmes.

Water-based and Holiday Activities

In the holiday weeks, outside of school terms, the Centre offers residential and non-residential sailing and canoeing/kayaking courses and the use of the facilities as a holiday base for families and groups.

Environmental Consultancy

Through the Centre's consultancy and research work, links are maintained with local organizations and national environmental bodies. Consultancy work complements the teaching and research activities of the Centre's tutors, enabling them to remain up to date in their knowledge and providing experience and skills that are integrated into the schools' courses.

Publicity

The website (www.medinavalleycentre.org.uk) is the prime means by which the Centre advertises its courses, activities and facilities. There is also some direct mail and marketing to schools as well as local advertising and events for the water based activities.

Support Staff

The Centre has a residential host couple who live on site and whose purpose is specifically to work with the students outside classroom hours, thus giving the teaching staff a break to recharge. Their role is to care for the emotional, physical and spiritual needs of the young people to ensure that they get the most possible benefit from their stay at the Centre. Traditionally the costs of the host couple have been covered by donations.

FINANCIAL REVIEW

Financial position

The Company suffered badly in 2017 with an increased deficit. The directors met to consider whether it was financially sensible or possible to carry on. Along with the new manager and senior staff an action plan was put in place and the directors, after much discussion, agreed to back the plan. It involved taking loans from two of the directors and a local company to cover working capital shortfall and capital expenditure multi activity equipment. On this basis the Company was able to meet its financial commitments. See the Future Strategy heading for further details.

Premises

We continue to maintain the property as necessary but major capital projects have been shelved for the time being.

MEDINA VALLEY CENTRE LIMITED

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2017

FINANCIAL REVIEW

Reserves policy

An instant access deposit account is maintained alongside the current account. Any operating surpluses are kept in this account where they are available for use as a contingency fund for irregular and major repairs, maintenance and other unexpected costs.

Pension Fund

The company offers eligible employees a money purchase defined contribution pension scheme operated by The Pensions Trust.

FUTURE STRATEGY

As stated in last year's report and in the Financial Results section, earlier in this report, we have embarked on a plan to rescue the Centre and return, over the next five years to a surplus. In the opinion of the valuers the site is worth "in excess of £900,000". We have borrowed around £80k to cover working capital and the purchase of capital equipment. We have carried out a vigorous marketing campaign, we hope to achieve a reduction in our deficit for 2018. This is a credit to the vision and dedication of the staff and bodes well for the future. An accommodation lodge is planned for 2018 which will incur further borrowing of around £100k with the possibility of a staff lodge for which grant funding is being sought.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

Medina Valley Centre Ltd is a company limited by guarantee and governed by its Memorandum and Articles of Association dated 18th June, 1964 and revised 23rd July, 2004. The company is registered as a charity with the Charity Commission. The trustees of the company are its members and referred to as directors throughout this report.

Recruitment and appointment of new directors

New directors are invited by members to stand for election to the post. One third of the board of directors retire by rotation at the annual meeting, those retiring being directors who have been longest in office since their last appointment. Retiring directors may be re-elected.

Any current director may nominate a person for election to the board. The suitability of new directors is considered with respect to the skills they may have to offer the charity, their prior involvement with the charity, and their commitment to the Christian Faith. A broad mix of skills and experience is sought.

Organizational structure

The directors, who are all non executive and unpaid, meet four times a year to review the company's activities, resources and financial performance, and to make strategic plans. The board appoints a Resident General Manager (who is not a trustee) who has delegated authority, within terms approved by the board, for the overall supervision and control of the company's activities and its staff. There are senior staff responsible for the company's key operational areas- field studies and environmental education, water-based activities, house residential services, and finance and administration. There is a residential host couple responsible for the general welfare of and Christian outreach to guests.

Induction and training of new trustees

Directors have the opportunity to attend trustee training courses and can be provided with appropriate guidance and training literature. Directors may take part in staff training and staff meetings.

MEDINA VALLEY CENTRE LIMITED

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2017

STRUCTURE, GOVERNANCE AND MANAGEMENT

Risk management

A major business risk remains the heavy reliance on revenue from school groups. The board regularly reviews the situation, taking advice from trustees who have particular knowledge of the educational sector.

Health and safety legislation compliance is ensured through a continuous assessment by management, tutors and instructors of the risk profile of the activities undertaken by the company. Criminal records Bureau checks are carried out for all new employees. Safety and child protection policies are reviewed annually.

The directors regularly review the operation of the company having regard to the commercial risks arising from:

- legislative changes
- developments in the field of education
- lifestyle changes
- possible loss of key personnel
- potential loss of premises
- economic changes that may impact on financial support

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

00809637 (England and Wales)

Registered Charity number

0236153

Registered office

Dodnor Lane
Newport
Isle of Wight
PO30 5TE

Trustees

A Farley
C Gladdis
D Holbrid
J Topping
J Wells
Mrs H Whitley

Company Secretary

J Wells

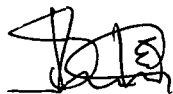
Independent examiner

Harrison Black Limited
Pyle House
136/137 Pyle Street
Newport
Isle of Wight
PO30 1JW

MEDINA VALLEY CENTRE LIMITED

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2017**

Approved by order of the board of trustees on 27 September 2018 and signed on its behalf by:

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

J Wells - Trustee

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF MEDINA VALLEY CENTRE LIMITED

Independent examiner's report to the trustees of Medina Valley Centre Limited ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 December 2017.

Responsibilities and basis of report

As the charity's trustees of the Company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5) (b) of the 2011 Act.

Independent examiner's statement - matters of concern identified

Since your charity's gross income exceeded £250,000 your examiner must be a member of a listed body. I can confirm that I am qualified to undertake the examination because I am a registered member of ACA FCCA which is one of the listed bodies

I have completed my examination and note that efforts are being made to improve the Charity's cashflow, as identified in the Trustee's report future strategy paragraph. In the short term, the ongoing financial support of the directors is crucial to ensure the Charity's ability to operate as a going concern.

I confirm that no other matters have come to my attention in connection with the examination giving me reasonable cause to believe that in any material respect:

1. accounting records were not kept in respect of the Company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination; and
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities [applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)].

I confirm that there are no other matters to which your attention should be drawn to enable a proper understanding of the accounts to be reached.

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
MEDINA VALLEY CENTRE LIMITED**



Elizabeth Dack
ACA FCCA
Harrison Black Limited
Pyle House
136/137 Pyle Street
Newport
Isle of Wight
PO30 1JW

Date: 07 September 2018

MEDINA VALLEY CENTRE LIMITED

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2017**

		Unrestricted funds £	Restricted funds £	2017 Total funds £	2016 Total funds £
	Not es				
INCOME AND ENDOWMENTS FROM					
Donations and legacies		47,625	16,463	64,088	34,023
Charitable activities					
Residential operations expenses		270,431	-	270,431	294,427
Activities for generating fund s/ Incoming resources from cha ritable activities	2	9,880	-	9,880	23,499
Investment income	3	<u>-</u>	<u>4</u>	<u>4</u>	<u>20</u>
Total		327,936	16,467	344,403	351,969
EXPENDITURE ON					
Raising funds	4	20,576	2,445	23,021	19,614
Charitable activities					
Residential operations expenses		427,444	786	428,230	363,486
Other		<u>2,000</u>	<u>-</u>	<u>2,000</u>	<u>3,000</u>
Total		450,020	3,231	453,251	386,100
NET INCOME/(EXPENDITURE)		(122,084)	13,236	(108,848)	(34,131)
Other recognised gains/(losses)					
Actuarial gains/losses on defined benefit schemes		<u>-</u>	<u>-</u>	<u>-</u>	<u>(4,999)</u>
Net movement in funds		(122,084)	13,236	(108,848)	(39,130)
RECONCILIATION OF FUNDS					
Total funds brought forward		295,926	80,680	376,606	415,736
TOTAL FUNDS CARRIED FORWARD		<u>173,842</u>	<u>93,916</u>	<u>267,758</u>	<u>376,606</u>

The notes form part of these financial statements

MEDINA VALLEY CENTRE LIMITED

BALANCE SHEET AT 31 DECEMBER 2017

		Unrestricted funds £	Restricted funds £	2017 Total funds £	2016 Total funds £
	Notes				
FIXED ASSETS					
Tangible assets	9	431,726	37,292	469,018	475,270
CURRENT ASSETS					
Stocks	10	4,422	-	4,422	5,389
Debtors	11	26,713	-	26,713	13,613
Cash at bank and in hand		(52,633)	56,625	3,992	71,887
		(21,498)	56,625	35,127	90,889
CREDITORS					
Amounts falling due within one year	12	(130,386)	(1)	(130,387)	(72,553)
NET CURRENT ASSETS/(LIABILITIES)		<u>(151,884)</u>	<u>56,624</u>	<u>(95,260)</u>	<u>18,336</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		279,842	93,916	373,758	493,606
PENSION LIABILITY	16	(106,000)	-	(106,000)	(117,000)
NET ASSETS		<u>173,842</u>	<u>93,916</u>	<u>267,758</u>	<u>376,606</u>
FUNDS	15				
Unrestricted funds				173,842	295,926
Restricted funds				<u>93,916</u>	<u>80,680</u>
TOTAL FUNDS				<u>267,758</u>	<u>376,606</u>

The notes form part of these financial statements

MEDINA VALLEY CENTRE LIMITED

BALANCE SHEET - CONTINUED
AT 31 DECEMBER 2017

The charitable company is entitled to exemption from audit under Section 479A of the Companies Act 2006 relating to subsidiary charitable companies for the year ended 31 December 2017.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2017 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to charitable small companies.

The financial statements were approved by the Board of Trustees on 27 September 2018 and were signed on its behalf by:



J Wells -Trustee

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017**

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

These accounts have been prepared on the going concern basis, on the understanding that the directors will continue to financially support the company.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Donations are recognised when the charity has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that those conditions will be fulfilled in the reporting period.

Grant income is recognised when received. In the event that a grant is subject to conditions that require a level of performance before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that those conditions will be fulfilled in the reporting period.

Legacy gifts are recognised on a case by case basis following the granting of probate when the administrator/executor for the estate has communicated in writing both the amount and settlement date. In the event that the gift is in the form of an asset, recognition is subject to the value of the gift being reliably measurable with a degree of reasonable accuracy and the title to the asset having been transferred to the charity.

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2017**

1. ACCOUNTING POLICIES - continued

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Freehold property	- 2% on cost
Plant and machinery	- at variable rates on reducing balance
Fixtures and fittings	- at variable rates on reducing balance
Motor vehicles	- 25% on reducing balance
Computer equipment	- 25% on reducing balance

Tangible fixed assets, other than land and buildings, are stated at historical cost less accumulated depreciation. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating as intended.

Freehold land is not depreciated.

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Taxation

The charity is exempt from corporation tax on its charitable activities.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the Statement of Financial Activities on a straight line basis over the period of the lease.

MEDINA VALLEY CENTRE LIMITED**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2017****2. ACTIVITIES FOR GENERATING FUNDS/
INCOMING RESOURCES FROM CHARITABLE ACTIVITIES**

	2017	2016
	£	£
Shop, bar and games sales	1,231	1,868
Event and catering income	<u>8,649</u>	<u>21,631</u>
	<u>9,880</u>	<u>23,499</u>

3. INVESTMENT INCOME

	2017	2016
	£	£
Deposit account interest	<u>4</u>	<u>20</u>

4. RAISING FUNDS**Raising donations and legacies**

	2017	2016
	£	£
Support costs	<u>500</u>	<u>-</u>

5. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	2017	2016
	£	£
Auditors' remuneration	5,089	4,396
Depreciation - owned assets	22,111	20,092
Hire of plant and machinery	729	-
Deficit on disposal of fixed asset	<u>142</u>	<u>1,552</u>

6. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2017 nor for the year ended 31 December 2016.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 December 2017 nor for the year ended 31 December 2016.

MEDINA VALLEY CENTRE LIMITED**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2017****7. STAFF COSTS**

The average monthly number of employees during the year was as follows:

	2017	2016
Courses	8	4
Management and administration	4	3
Resident house staff	2	2
Other	<u>6</u>	<u>5</u>
	<u><u>20</u></u>	<u><u>14</u></u>

No employees received emoluments in excess of £60,000.

8. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	28,218	5,805	34,023
Charitable activities			
Residential operations expenses	294,427	-	294,427
Activities for generating fund s/ Incoming resources from cha ritable activities	23,499	-	23,499
Investment income	<u>-</u>	<u>20</u>	<u>20</u>
Total	346,144	5,825	351,969
 EXPENDITURE ON			
Raising funds	19,614	-	19,614
Charitable activities			
Residential operations expenses	362,438	1,048	363,486
Other	<u>3,000</u>	<u>-</u>	<u>3,000</u>
Total	385,052	1,048	386,100
 NET INCOME/(EXPENDITURE)	(38,908)	4,777	(34,131)
 Other recognised gains/(losses)			
Actuarial gains/losses on defined benefit schemes	<u>(4,999)</u>	<u>-</u>	<u>(4,999)</u>
Net movement in funds	(43,907)	4,777	(39,130)

MEDINA VALLEY CENTRE LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2017**

8. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted funds £	Restricted funds £	Total funds £
RECONCILIATION OF FUNDS			
Total funds brought forward	339,833	75,903	415,736
TOTAL FUNDS CARRIED FORWARD	<u>295,926</u>	<u>80,680</u>	<u>376,606</u>

MEDINA VALLEY CENTRE LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2017**

9. TANGIBLE FIXED ASSETS

	Freehold property £	Land £	Plant and machinery £	
COST				
At 1 January 2017	486,054	60,000	208,606	
Additions	-	-	12,802	
Disposals	-	-	(6,355)	
At 31 December 2017	<u>486,054</u>	<u>60,000</u>	<u>215,053</u>	
DEPRECIATION				
At 1 January 2017	133,560	-	155,337	
Charge for year	8,438	-	11,061	
Eliminated on disposal	-	-	(6,213)	
At 31 December 2017	<u>141,998</u>	<u>-</u>	<u>160,185</u>	
NET BOOK VALUE				
At 31 December 2017	<u>344,056</u>	<u>60,000</u>	<u>54,868</u>	
At 31 December 2016	<u>352,494</u>	<u>60,000</u>	<u>53,269</u>	
	Fixtures and fittings £	Motor vehicles £	Computer equipment £	Totals £
COST				
At 1 January 2017	10,395	25,055	2,705	792,815
Additions	-	3,000	199	16,001
Disposals	-	-	-	(6,355)
At 31 December 2017	<u>10,395</u>	<u>28,055</u>	<u>2,904</u>	<u>802,461</u>
DEPRECIATION				
At 1 January 2017	9,053	17,612	1,983	317,545
Charge for year	308	2,135	169	22,111
Eliminated on disposal	-	-	-	(6,213)
At 31 December 2017	<u>9,361</u>	<u>19,747</u>	<u>2,152</u>	<u>333,443</u>
NET BOOK VALUE				
At 31 December 2017	<u>1,034</u>	<u>8,308</u>	<u>752</u>	<u>469,018</u>
At 31 December 2016	<u>1,342</u>	<u>7,443</u>	<u>722</u>	<u>475,270</u>

MEDINA VALLEY CENTRE LIMITED**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2017****10. STOCKS**

	2017	2016
	£	£
Stocks	<u>4,422</u>	<u>5,389</u>

11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017	2016
	£	£
Trade debtors	15,371	3,334
Other debtors	3,845	642
Prepayments and accrued income	<u>7,497</u>	<u>9,637</u>
	<u>26,713</u>	<u>13,613</u>

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017	2016
	£	£
Bank loans and overdrafts (see note 13)	1	1
Other loans (see note 13)	50,000	-
Hire purchase (see note 14)	6,021	8,592
Trade creditors	11,663	11,951
Social security and other taxes	3,763	2,142
Accruals and deferred income	<u>58,939</u>	<u>49,867</u>
	<u>130,387</u>	<u>72,553</u>

13. LOANS

An analysis of the maturity of loans is given below:

	2017	2016
	£	£
Amounts falling due within one year on demand:		
Bank overdraft	1	1
Other loans	<u>50,000</u>	<u>-</u>
	<u>50,001</u>	<u>1</u>

MEDINA VALLEY CENTRE LIMITED

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2017**

14. LEASING AGREEMENTS

	Hire purchase contracts	
	2017	2016
	£	£
Net obligations repayable:		
Within one year	<u>6,021</u>	<u>8,592</u>

15. MOVEMENT IN FUNDS

	At 1.1.17	Net movement in funds	At 31.12.17
	£	£	£
Unrestricted funds			
General fund	45,926	(122,084)	(76,158)
Revaluation reserve	<u>250,000</u>	<u>-</u>	<u>250,000</u>
	295,926	(122,084)	173,842
Restricted funds			
Bursary Fund	7,735	95	7,830
Jubilee appeal	<u>72,945</u>	<u>13,141</u>	<u>86,086</u>
	80,680	13,236	93,916
TOTAL FUNDS	<u>376,606</u>	<u>(108,848)</u>	<u>267,758</u>

Net movement in funds, included in the above are as follows:

	Incoming resources	Resources expended	Movement in funds
	£	£	£
Unrestricted funds			
General fund	327,936	(450,020)	(122,084)
Restricted funds			
Bursary Fund	95	-	95
Jubilee appeal	<u>16,372</u>	<u>(3,231)</u>	<u>13,141</u>
	16,467	(3,231)	13,236
TOTAL FUNDS	<u>344,403</u>	<u>(453,251)</u>	<u>(108,848)</u>

MÉDINA VALLEY CENTRE LIMITED

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED FOR THE YEAR ENDED 31 DECEMBER 2017

15. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.1.16 £	Net movement in funds £	At 31.12.16 £
Unrestricted Funds			
General fund	89,833	(43,907)	45,926
Revaluation reserve	<u>250,000</u>	<u>-</u>	<u>250,000</u>
	339,833	(43,907)	295,926
Restricted Funds			
Bursary Fund	7,635	100	7,735
Jubilee appeal	<u>68,268</u>	<u>4,677</u>	<u>72,945</u>
	75,903	4,777	80,680
TOTAL FUNDS	<u>415,736</u>	<u>(39,130)</u>	<u>376,606</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	346,144	(385,052)	(4,999)	(43,907)
Restricted funds				
Bursary Fund	100	-	-	100
Jubilee appeal	<u>5,725</u>	<u>(1,048)</u>	<u>-</u>	<u>4,677</u>
	5,825	(1,048)	-	4,777
TOTAL FUNDS	<u>351,969</u>	<u>(386,100)</u>	<u>(4,999)</u>	<u>(39,130)</u>

16. EMPLOYEE BENEFIT OBLIGATIONS

SCHEME: TPT Retirement Solutions - The Growth Plan

The company participates in the scheme, a multi-employer scheme which provides benefits to some 1,300 non-associated participating employers. The scheme is a defined benefit scheme in the UK. It is not possible for the company to obtain sufficient information to enable it to account for the scheme as a defined benefit scheme. Therefore it accounts for the scheme as a defined contribution scheme.

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2017**

16. EMPLOYEE BENEFIT OBLIGATIONS
- continued

The scheme is subject to the funding legislation outlined in the Pensions Act 2004 which came into force on 30 December 2005. This, together with documents issued by the Pensions Regulator and Technical Actuarial Standards issued by the Financial Reporting Council, set out the framework for funding defined benefit occupational pension schemes in the UK.

The scheme is classified as a 'last-man standing arrangement'. Therefore the company is potentially liable for other participating employers' obligations if those employers are unable to meet their share of the scheme deficit following withdrawal from the scheme. Participating employers are legally required to meet their share of the scheme deficit on an annuity purchase basis on withdrawal from the scheme.

A full actuarial valuation for the scheme was carried out at 30 September 2011. This valuation showed assets of £780m, liabilities of £928m and a deficit of £148m.

A full actuarial valuation for the scheme was carried out at 30 September 2014. This valuation showed assets of £793m, liabilities of £970m and a deficit of £177m. To eliminate this funding shortfall, the Trustee has asked the participating employers to pay additional contributions to the scheme as follows:

Deficit contributions

From 1 April 2016 to 30 September 2025: £12,945,440 per annum (payable monthly and increasing by 3% each on 1st April)

From 1 April 2016 to 30 September 2028: £54,560 per annum (payable monthly and increasing by 3% each on 1st April)

The recovery plan contributions are allocated to each participating employer in line with their estimated share of the Series 1 and Series 2 scheme liabilities.

Where the scheme is in deficit and where the company has agreed to a deficit funding arrangement the company recognizes a liability for this obligation. The amount recognised is the net present value of the deficit reduction contributions payable under the agreement that relates to the deficit. The present value is calculated using the discount rate detailed in these disclosures. The unwinding of the discount rate is recognised as a finance cost

MEDINA VALLEY CENTRE LIMITED**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2017****16. EMPLOYEE BENEFIT OBLIGATIONS
- continued****PRESENT VALUES OF PROVISION**

	31 December 2017 (£000s)	31 December 2016 (£000s)	31 December 2015 (£000s)
Present value of provision	106	117	121

RECONCILIATION OF OPENING AND CLOSING PROVISIONS

	Period Ending 31 December 2017 (£000s)	Period Ending 31 December 2016 (£000s)
Provision at start of period	117	121
Unwinding of the discount factor (interest expense)	2	3
Deficit contribution paid	(13)	(12)
Remeasurements – impact of any change in assumptions	-	5
Remeasurements – amendments to the contributions schedule	-	-
Provision at end of period	106	117

INCOME AND EXPENDITURE IMPACT

	Period Ending 31 December 2017 (£000s)	Period Ending 31 December 2016 (£000s)
Interest Expense	2	3
Remeasurements – impact of any change in assumptions	-	5
Resmeasurements – amendments to the contribution schedule	-	-

ASSUMPTIONS

	31 December 2017 % per annum	31 December 2016 % per annum	31 December 2015 % per annum
Rate of discount	1.39	1.44	2.50

The discount rates shown above are the equivalent single discount rates which, when used to discount the future recovery plan contributions due, would give the same results as using a full AA corporate bond yield curve to discount the same recovery plan contributions.

**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 DECEMBER 2017**

17. RELATED PARTY DISCLOSURES

During the year AJ Wells and Sons Ltd, a company of which John Wells (Chairman) is the Chairman donated a total of £24,000 (2016- £12,000).

A Farley (Director) is a Partner of Wilsons Solicitors who provide legal services to the Centre.

D Holbrid (Director) made monthly donations totalling £840 through the year (2017- £660).

E Holbrid (Spouse of D Holbrid) donated £374 (2016- 170).

J Wells (Chairman) donated £350 (2016- £Nil) and also made a loan to Medina Valley Centre Limited of £50,000 (2016- £Nil) which was outstanding for repayment at the financial year end.

A Wells, brother of John Wells, provides Marketing and Fundraising Services to the Centre. In the year he provided services to the value of £13,967 (2016- £13,276).

P Wells (Operations Manager) a brother of J Wells, received remuneration of £8,667 as an employee of the company. In addition, employer pension payments to the value of £87 were contributed to the employee's pension scheme.

H Whitley (Director) donated £165 (2016- £60).

N Whitley (Husband of H Whitley) donated £100 (2016- £145).

MEDINA VALLEY CENTRE LIMITED**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2017**

	2017 £	2016 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Donations	56,088	33,023
Legacies	5,000	-
Grants	<u>3,000</u>	<u>1,000</u>
	64,088	34,023
Activities for generating fund s/ Incoming resources from charitable activities		
Shop,bar and games sales	1,231	1,868
Event and catering income	<u>8,649</u>	<u>21,631</u>
	9,880	23,499
Investment income		
Deposit account interest	4	20
Charitable activities		
Course fees and other income	<u>270,431</u>	<u>294,427</u>
Total incoming resources	344,403	351,969
EXPENDITURE		
Other trading activities		
Shop,bar and games purchases	988	865
Hire of plant and machinery	729	-
Event and catering costs	867	5,528
Advertising and publicity	<u>19,937</u>	<u>13,221</u>
	22,521	19,614
Charitable activities		
Wages	169,136	169,441
Course direct expenses	55,900	41,338
Food and housekeeping	11,032	9,482
Transport,motor and travel	15,269	11,318
Telephone	3,351	2,532
Postage and stationery	2,021	1,923
Freehold property	8,438	8,438
Carried forward	265,147	244,472

This page does not form part of the statutory financial statements

MEDINA VALLEY CENTRE LIMITED**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2017**

	2017 £	2016 £
Charitable activities		
Brought forward	265,147	244,472
Plant and machinery	11,061	7,390
Fixtures and fittings	308	385
Motor vehicles	2,135	2,481
Computer equipment	169	348
	<u>278,820</u>	<u>255,076</u>
Other		
Interest on pension scheme liabilities	2,000	3,000
Support costs		
Other		
Wages	79,170	53,993
Rates and water	12,977	10,257
Insurance	8,949	11,251
Light and heat	14,639	12,753
Bad debt	(231)	-
Repairs to buildings	26,567	10,730
Loss on sale of tangible fixed assets	142	1,552
Bank charges	995	1,164
Hire purchase	1,113	1,215
Consultancy	-	1,099
	<u>144,321</u>	<u>104,014</u>
Governance costs		
Auditors' remuneration	5,089	4,396
Legal fees	500	-
	<u>5,589</u>	<u>4,396</u>
Total resources expended	453,251	386,100
	<u> </u>	<u> </u>
Net expenditure	<u>(108,848)</u>	<u>(34,131)</u>