

**Report of the Directors and  
Financial Statements  
for the Year Ended 31 December 2015  
for  
Swanage Railway Company Limited**

**Swanage Railway Company Limited**

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for the Year Ended 31 December 2015**

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**Swanage Railway Company Limited**

**Company Information  
for the Year Ended 31 December 2015**

**DIRECTORS:** Mr G C Johns  
Mr A L Moore  
Mr K M Potts  
Mrs E M Sellen  
Mr M R Woolley  
Mr T J Parsons

**SECRETARY:** Mr P J Milford

**REGISTERED OFFICE:** The Station House  
Swanage  
Dorset  
BH19 1HB

**REGISTERED NUMBER:** 01412568 (England and Wales)

**SENIOR STATUTORY AUDITOR:** Ian M Rodd

**AUDITORS:** Ward Goodman  
Registered Auditor  
4 Cedar Park  
Cobham Road  
Ferndown Industrial Estate  
Wimborne  
Dorset  
BH21 7SF

**Swanage Railway Company Limited**

**Report of the Directors  
for the Year Ended 31 December 2015**

The directors present their report with the financial statements of the company for the year ended 31 December 2015.

**PRINCIPAL ACTIVITY**

The principal activity of the company in the year under review was that of passenger land transport.

**DIRECTORS**

The directors shown below have held office during the whole of the period from 1 January 2015 to the date of this report.

Mr G C Johns  
Mr A L Moore  
Mr K M Potts  
Mrs E M Sellen  
Mr M R Woolley  
Mr T J Parsons

Other changes in directors holding office are as follows:

Mr P N Sills - resigned 26 September 2015

**STATEMENT OF DIRECTORS' RESPONSIBILITIES**

The directors are responsible for preparing the Report of the Directors 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 these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting 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.

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.

**STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS**

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and each director has taken all the steps that he or she ought to have taken as a director in order to make himself or herself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

**AUDITORS**

The auditors, Ward Goodman, have shown their willingness to be put forward for re-appointment at the forthcoming Annual General Meeting.

**Swanage Railway Company Limited**

**Report of the Directors  
for the Year Ended 31 December 2015**

This report has been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies.

**ON BEHALF OF THE BOARD:**

*AL Moore*

.....  
Mr A L Moore - Director

Date: *21/5/2016*  
.....

**Report of the Independent Auditors to the Members of  
Swanage Railway Company Limited**

We have audited the financial statements of Swanage Railway Company Limited for the year ended 31 December 2015 on pages six to twenty one. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 '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 a Report of the Auditors 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 auditors**

As explained more fully in the Statement of Directors' Responsibilities set out on page two, 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**

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Report of the Directors to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

**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 December 2015 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom 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**

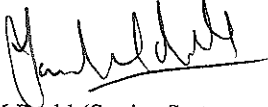
In our opinion the information given in the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements.

**Report of the Independent Auditors to the Members of  
Swanage Railway Company Limited**

**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 prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Directors.



Ian M Rodd (Senior Statutory Auditor)  
for and on behalf of Ward Goodman  
Registered Auditor  
4 Cedar Park  
Cobham Road  
Ferndown Industrial Estate  
Wimborne  
Dorset  
BH21 7SF

Date: 21 May 2016

**Swanage Railway Company Limited**

**Income Statement  
for the Year Ended 31 December 2015**

	Notes	2015 £	2014 £
<b>TURNOVER</b>		2,747,972	2,596,979
Cost of sales		<u>1,176,203</u>	<u>1,057,175</u>
<b>GROSS PROFIT</b>		1,571,769	1,539,804
Administrative expenses		<u>1,517,284</u>	<u>1,390,020</u>
<b>OPERATING PROFIT</b>	3	54,485	149,784
Interest receivable and similar income		<u>15</u>	<u>-</u>
		54,500	149,784
Interest payable and similar charges	4	<u>3,788</u>	<u>3,925</u>
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>		50,712	145,859
Tax on profit on ordinary activities	5	<u>-</u>	<u>-</u>
<b>PROFIT FOR THE FINANCIAL YEAR</b>		<u><u>50,712</u></u>	<u><u>145,859</u></u>

The notes form part of these financial statements



**Swanage Railway Company Limited**

**Other Comprehensive Income  
for the Year Ended 31 December 2015**

	Notes	2015 £	2014 £
<b>PROFIT FOR THE YEAR</b>		50,712	145,859
<b>OTHER COMPREHENSIVE INCOME</b>		-	-
<b>TOTAL COMPREHENSIVE INCOME FOR THE YEAR</b>		<u>50,712</u>	<u>145,859</u>

The notes form part of these financial statements

Swanage Railway Company Limited (Registered number: 01412568)

Balance Sheet  
31 December 2015

	Notes	2015 £	2014 £
<b>FIXED ASSETS</b>			
Tangible assets	6	5,001,501	3,423,637
<b>CURRENT ASSETS</b>			
Stocks	7	81,029	92,147
Debtors	8	197,088	172,461
Cash at bank and in hand		168,870	205,785
		<u>446,987</u>	<u>470,393</u>
<b>CREDITORS</b>			
Amounts falling due within one year	9	<u>701,775</u>	<u>854,125</u>
<b>NET CURRENT LIABILITIES</b>		<u>(254,788)</u>	<u>(383,732)</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		4,746,713	3,039,905
<b>CREDITORS</b>			
Amounts falling due after more than one year	10	<u>3,193,733</u>	<u>1,537,637</u>
<b>NET ASSETS</b>		<u>1,552,980</u>	<u>1,502,268</u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital	14	486,963	486,963
Revaluation reserve	15	371,202	371,202
Retained earnings	15	<u>694,815</u>	<u>644,103</u>
<b>SHAREHOLDERS' FUNDS</b>		<u>1,552,980</u>	<u>1,502,268</u>

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

The financial statements were approved by the Board of Directors on 21/5/2016 and were signed on its behalf by:

*A L Moore*

Mr A L Moore - Director

Swanage Railway Company Limited

Statement of Changes in Equity  
for the Year Ended 31 December 2015

	Called up share capital £	Retained earnings £	Revaluation reserve £	Total equity £
<b>Balance at 1 January 2014</b>	486,963	498,244	371,202	1,356,409
<b>Changes in equity</b>				
Total comprehensive income	-	145,859	-	145,859
<b>Balance at 31 December 2014</b>	<u>486,963</u>	<u>644,103</u>	<u>371,202</u>	<u>1,502,268</u>
<b>Changes in equity</b>				
Total comprehensive income	-	50,712	-	50,712
<b>Balance at 31 December 2015</b>	<u><u>486,963</u></u>	<u><u>694,815</u></u>	<u><u>371,202</u></u>	<u><u>1,552,980</u></u>

The notes form part of these financial statements

**Swanage Railway Company Limited**

**Cash Flow Statement  
for the Year Ended 31 December 2015**

	Notes	2015 £	2014 £
<b>Cash flows from operating activities</b>			
Cash generated from operations	1	1,814,168	995,121
Interest paid		(3,788)	(3,925)
		<hr/>	<hr/>
Net cash from operating activities		1,810,380	991,196
		<hr/>	<hr/>
<b>Cash flows from investing activities</b>			
Purchase of tangible fixed assets		(1,774,697)	(931,475)
Interest received		15	-
		<hr/>	<hr/>
Net cash from investing activities		(1,774,682)	(931,475)
		<hr/>	<hr/>
<b>Cash flows from financing activities</b>			
Parent loan repayments		(32,929)	(45,810)
		<hr/>	<hr/>
Net cash from financing activities		(32,929)	(45,810)
		<hr/>	<hr/>
<b>Increase in cash and cash equivalents</b>		2,769	13,911
<b>Cash and cash equivalents at beginning of year</b>	2	166,101	152,190
		<hr/>	<hr/>
<b>Cash and cash equivalents at end of year</b>	2	168,870	166,101
		<hr/> <hr/>	<hr/> <hr/>

The notes form part of these financial statements

**Swanage Railway Company Limited**

**Notes to the Cash Flow Statement  
for the Year Ended 31 December 2015**

**1. RECONCILIATION OF PROFIT BEFORE TAXATION TO CASH GENERATED FROM OPERATIONS**

	2015	2014
	£	£
Profit before taxation	50,712	145,859
Depreciation charges	134,322	85,948
Loss on disposal of fixed assets	41,360	12,443
Fixed assets reclassified as revenue	21,151	-
Finance costs	3,788	3,925
Finance income	(15)	-
	251,318	248,175
Decrease in stocks	11,118	9,113
Increase in trade and other debtors	(24,627)	(109,353)
Increase in trade and other creditors	1,576,359	847,186
	1,814,168	995,121

**2. CASH AND CASH EQUIVALENTS**

The amounts disclosed on the Cash Flow Statement in respect of cash and cash equivalents are in respect of these Balance Sheet amounts:

**Year ended 31 December 2015**

	31.12.15	1.1.15
	£	£
Cash and cash equivalents	168,870	205,785
Bank overdrafts	-	(39,684)
	168,870	166,101

**Year ended 31 December 2014**

	31.12.14	1.1.14
	£	£
Cash and cash equivalents	205,785	152,190
Bank overdrafts	(39,684)	-
	166,101	152,190

The notes form part of these financial statements

## Swanage Railway Company Limited

### Notes to the Financial Statements for the Year Ended 31 December 2015

#### 1. STATUTORY INFORMATION

Swanage Railway Company Limited is a company (registered number 01412568) incorporated in England and Wales. The registered office is The Station House, Swanage, Dorset, BH19 1HB.

#### 2. ACCOUNTING POLICIES

##### **Basis of preparing the financial statements**

These financial statements have been prepared in accordance with 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.

##### **Changes in accounting policies**

Accounting policies were reviewed on transition to FRS 102.

Fixed Assets;

Locomotives and Rolling Stock are classified as Heritage Assets. Previously the assets were held at cost and depreciated over their useful economic life.

The Directors' consider that as the assets will be continually refurbished to maintain their condition, depreciation is not appropriate. Instead an annual impairment review will be undertaken.

As a result of the change in accounting policy, the depreciation charge of £38,712 has been removed from the comparative period profit and loss.

##### **Turnover**

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

Turnover represents the amount derived from the operation of the Swanage Railway and related activities, net of discounts and excluding value added tax.

##### **Tangible fixed assets**

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

Land & buildings	- 10% on cost
Plant and machinery	- 20% on reducing balance
Shop fittings & equipment	- 20% on reducing balance
Heritage Assets Locomotive and Rolling Stock	- not provided
Permanent Way & other assets	- 4% on cost

##### **Stocks**

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

##### **Deferred tax**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

##### **Hire purchase and leasing commitments**

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

##### **Pension costs and other post-retirement benefits**

The company operates a defined contribution pension scheme. Contributions payable to the company's pension scheme are charged to profit or loss in the period to which they relate.

Swanage Railway Company Limited

Notes to the Financial Statements - continued  
for the Year Ended 31 December 2015

2. ACCOUNTING POLICIES - continued

**Operating lease agreements**

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

**Financial instruments**

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

**Capital Grants**

Capital grants received by the company are shown on the balance sheet by including the grant in creditors as deferred income. The grant is released to the Profit and Loss Account in accordance with the depreciation policy of the asset to which the grant relates.

**Revenue Grants**

Revenue grants are recognised as income over the period necessary to match them with the related costs which they are intended to compensate, on a systematic basis.

3. OPERATING PROFIT

The operating profit is stated after charging:

	2015	2014
	£	£
Other operating leases	95,125	85,527
Depreciation - owned assets	134,320	97,479
Loss on disposal of fixed assets	41,360	12,443
Auditors' remuneration	6,610	5,970
Pension costs	615	-
	<u>          </u>	<u>          </u>
Directors' remuneration	-	-
	<u>          </u>	<u>          </u>

4. INTEREST PAYABLE AND SIMILAR CHARGES

	2015	2014
	£	£
Bank loan interest	8	199
Loan	3,780	3,726
	<u>          </u>	<u>          </u>
	<u>3,788</u>	<u>3,925</u>

Interest of £3,780 was paid to Swanage Railway Trust Limited, the Parent Company.

5. TAXATION

**Analysis of the tax charge**

No liability to UK corporation tax arose on ordinary activities for the year ended 31 December 2015 nor for the year ended 31 December 2014.

Swanage Railway Company Limited

Notes to the Financial Statements - continued  
for the Year Ended 31 December 2015

6. TANGIBLE FIXED ASSETS

	Land & buildings £	Assets under construction £	Plant and machinery £
<b>COST</b>			
At 1 January 2015	499,565	1,614,413	430,714
Additions	5,881	1,689,686	67,678
Disposals	-	-	(78,443)
Reclassification	-	(21,152)	-
Transfer of completed assets	130,193	(399,488)	-
At 31 December 2015	635,639	2,883,459	419,949
<b>DEPRECIATION</b>			
At 1 January 2015	95,662	-	189,335
Charge for year	64,313	-	43,721
Eliminated on disposal	-	-	(56,567)
At 31 December 2015	159,975	-	176,489
<b>NET BOOK VALUE</b>			
At 31 December 2015	475,664	2,883,459	243,460
At 31 December 2014	403,903	1,614,413	241,379

	Shop fittings & equipment £	Heritage Assets Locomotive and Rolling £	Permanent Way & other assets £	Totals £
<b>COST</b>				
At 1 January 2015	41,575	556,035	784,859	3,927,161
Additions	1,026	-	10,426	1,774,697
Disposals	(36,165)	(4,572)	(9,921)	(129,101)
Reclassification	-	-	-	(21,152)
Transfer of completed assets	-	231,462	37,833	-
At 31 December 2015	6,436	782,925	823,197	5,551,605
<b>DEPRECIATION</b>				
At 1 January 2015	21,774	-	196,753	503,524
Charge for year	3,496	-	22,790	134,320
Eliminated on disposal	(23,876)	-	(7,297)	(87,740)
At 31 December 2015	1,394	-	212,246	550,104
<b>NET BOOK VALUE</b>				
At 31 December 2015	5,042	782,925	610,951	5,001,501
At 31 December 2014	19,801	556,035	588,106	3,423,637



**Swanage Railway Company Limited**

**Notes to the Financial Statements - continued  
for the Year Ended 31 December 2015**

**6. TANGIBLE FIXED ASSETS - continued**

**Heritage Assets**

The directors' consider that the value of Heritage Assets, which includes locomotives and rolling stock, would be £2,717,000.

However, due to the lack of an open market, the value of the Heritage Assets will not be updated and the assets will continue to be held at cost.

**7. STOCKS**

	2015	2014
	£	£
Shop stock for resale	19,160	32,297
Catering stock	6,390	4,259
Consumable stock	53,460	51,512
Special events stock	2,019	4,079
	81,029	92,147
	81,029	92,147

**8. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2015	2014
	£	£
Trade debtors	13,598	36,087
VAT	136,395	115,777
Prepayments	47,095	20,597
	197,088	172,461
	197,088	172,461

**9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2015	2014
	£	£
Bank loans and overdrafts (see note 11)	-	39,684
Trade creditors	495,160	493,459
Amounts owed to group undertakings	63,554	93,454
Social security and other taxes	18,557	18,551
Other creditors	60,335	31,910
Deferred income	28,457	133,120
Accrued expenses	35,712	43,947
	701,775	854,125
	701,775	854,125

**Swanage Railway Company Limited**

**Notes to the Financial Statements - continued  
for the Year Ended 31 December 2015**

**10. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	2015	2014
	£	£
Amounts owed to group undertakings	-	3,029
Capital grants from SRT	1,074,765	871,595
Chalk and cheese grant	40,397	40,397
DCC cabinet grant	350,000	350,000
Big lottery fund	1,270,931	227,616
BP Perenco	440,000	40,000
IMERYS	5,000	5,000
Network Rail	12,500	-
Other capital grants	140	-
	<u>3,193,733</u>	<u>1,537,637</u>

**11. LOANS**

An analysis of the maturity of loans is given below:

	2015	2014
	£	£
Amounts falling due within one year or on demand:		
Bank overdrafts	-	39,684
	<u>-</u>	<u>39,684</u>

**12. LEASING AGREEMENTS**

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2015	2014
	£	£
Within one year	44,560	3,000
Between one and five years	327,436	504,368
In more than five years	4,061,698	3,477,699
	<u>4,433,694</u>	<u>3,985,067</u>

**13. SECURED DEBTS**

The following secured debts are included within creditors:

	2015	2014
	£	£
Bank overdraft	-	39,684
	<u>-</u>	<u>39,684</u>

Barclays Bank hold a debenture in the form of a fixed and floating charge over the total assets of the company.

**Swanage Railway Company Limited**

**Notes to the Financial Statements - continued  
for the Year Ended 31 December 2015**

**14. CALLED UP SHARE CAPITAL**

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	2015 £	2014 £
17,978	Non-voting shares	£1	17,648	17,648
468,985	Ordinary Voting shares	£1	469,315	469,315
			486,963	486,963
			486,963	486,963

**15. RESERVES**

	Retained earnings £	Revaluation reserve £	Totals £
At 1 January 2015	644,103	371,202	1,015,305
Profit for the year	50,712		50,712
	694,815	371,202	1,066,017
	694,815	371,202	1,066,017

**16. ULTIMATE PARENT COMPANY**

Swanage Railway Trust Limited is regarded by the directors as being the company's ultimate parent company.

**17. CAPITAL COMMITMENTS**

At 31 December 2015 the company was committed to spending £369,368 on the completion of Project Wareham.

At 31 December 2015 the company was committed to spending £100,000 on overhauling locomotives.

**18. RELATED PARTY DISCLOSURES**

Swanage Railway Company Limited is a 100% owned subsidiary of Swanage Railway Trust.

The total amount outstanding on loans made to the company by Swanage Railway Trust at 31 December 2015 was £63,554 (2014: £96,482.)

Interest is charged on the above loans at 1.5% above the Bank of England base rate. Interest charged in the year to 31 December 2015 was £3,780 (2014: £3,726).

In the year ended 31 December 2015 there were no available profits to gift to Swanage Railway Trust, in the year ended 31 December 2014 there were no available profits to gift.

In the year ended 31 December 2015, £nil of goods were purchased from Sillson Communications Limited (2014: £1,888) and £115 of goods were purchased from Coastal Publishing Limited (2014: £549). These are companies in which Peter Sills, a former director of the company, has a controlling interest.

**19. ULTIMATE CONTROLLING PARTY**

The company is controlled by Swanage Railway Trust by virtue of its 96% shareholding. The remaining 4% of issued share capital is non-voting.

**Swanage Railway Company Limited**

**Notes to the Financial Statements - continued  
for the Year Ended 31 December 2015**

20. **FIRST YEAR ADOPTION**

**Transitional relief**

On transition to FRS 102, the company has taken advantage of the following transitional relief:

- to measure fair value at date of transition to FRS 102 and use as deemed cost on an item of property, plant and equipment.

Swanage Railway Company Limited

Reconciliation of Equity  
1 January 2014  
(Date of Transition to FRS 102)

	Notes	UK GAAP £	Effect of transition to FRS 102 £	FRS 102 £
<b>FIXED ASSETS</b>				
Tangible assets		2,219,351	371,202	2,590,553
<b>CURRENT ASSETS</b>				
Stocks		101,620	-	101,620
Debtors		62,748	-	62,748
Cash at bank and in hand		152,190	-	152,190
		316,558	-	316,558
<b>CREDITORS</b>				
Amounts falling due within one year		(418,433)	-	(418,433)
<b>NET CURRENT LIABILITIES</b>				
		(101,875)	-	(101,875)
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>				
		2,117,476	371,202	2,488,678
<b>CREDITORS</b>				
Amounts falling due after more than one year		(1,132,269)	-	(1,132,269)
<b>NET ASSETS</b>				
		985,207	371,202	1,356,409
<b>CAPITAL AND RESERVES</b>				
Called up share capital		486,963	-	486,963
Revaluation reserve	15	-	371,202	371,202
Retained earnings		498,244	-	498,244
<b>SHAREHOLDERS' FUNDS</b>				
		985,207	371,202	1,356,409

The notes form part of these financial statements

Swanage Railway Company Limited

Reconciliation of Equity - continued  
31 December 2014

	Notes	UK GAAP £	Effect of transition to FRS 102 £	FRS 102 £
<b>FIXED ASSETS</b>				
Tangible assets		3,013,724	409,913	3,423,637
<b>CURRENT ASSETS</b>				
Stocks		92,147	-	92,147
Debtors		172,461	-	172,461
Cash at bank and in hand		205,785	-	205,785
		470,393	-	470,393
<b>CREDITORS</b>				
Amounts falling due within one year		(854,125)	-	(854,125)
<b>NET CURRENT LIABILITIES</b>				
		(383,732)	-	(383,732)
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>				
		2,629,992	409,913	3,039,905
<b>CREDITORS</b>				
Amounts falling due after more than one year		(1,537,637)	-	(1,537,637)
<b>NET ASSETS</b>				
		1,092,355	409,913	1,502,268
<b>CAPITAL AND RESERVES</b>				
Called up share capital		486,963	-	486,963
Revaluation reserve	15	-	371,202	371,202
Retained earnings		605,392	38,711	644,103
<b>SHAREHOLDERS' FUNDS</b>				
		1,092,355	409,913	1,502,268

The notes form part of these financial statements

Swanage Railway Company Limited

Reconciliation of Profit  
for the Year Ended 31 December 2014

	UK GAAP £	Effect of transition to FRS 102 £	FRS 102 £
<b>TURNOVER</b>	2,596,979	-	2,596,979
Cost of sales	(1,057,175)	-	(1,057,175)
<b>GROSS PROFIT</b>	1,539,804	-	1,539,804
Administrative expenses	(1,428,731)	38,711	(1,390,020)
<b>OPERATING PROFIT</b>	111,073	38,711	149,784
Interest payable and similar charges	(3,925)	-	(3,925)
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION</b>	107,148	38,711	145,859
Tax on profit on ordinary activities	-	-	-
<b>PROFIT FOR THE FINANCIAL YEAR</b>	107,148	38,711	145,859

**Notes to the reconciliation of profit or loss**

The only change to profit and loss was as a result of the accounting policy change described in note 2 on page 12.

**Swanage Railway Company Limited**

**Trading and Profit and Loss Account  
for the Year Ended 31 December 2015**

	2015		2014	
	£	£	£	£
<b>Turnover</b>				
Passenger takings	1,979,881		1,944,660	
Shop income	146,528		150,036	
Catering income	278,756		267,315	
Driver experience takings	18,125		24,538	
Revenue grants	230,900		109,117	
Sundry income	93,782		101,313	
		2,747,972		2,596,979
<b>Cost of sales</b>				
Locomotive running costs	239,394		276,331	
Special event costs	104,283		153,215	
Shop purchases	96,725		88,048	
Catering purchases	144,210		140,865	
Infrastructure charge	7,692		7,692	
Locomotive hire	227,375		208,113	
Locomotive, carriage and wagon repairs	112,874		99,149	
Third party ticket sales	8,830		3,638	
Project Wareham direct costs	234,820		80,124	
		1,176,203		1,057,175
<b>GROSS PROFIT</b>		1,571,769		1,539,804
<b>Other income</b>				
Deposit account interest		15		-
		1,571,784		1,539,804
<b>Expenditure</b>				
Rent	95,125		85,527	
Business rates and domestic water	47,441		61,415	
Insurance	64,100		55,530	
Light and heat	43,425		44,580	
Repairs and maintenance	104,823		89,681	
Cleaning and laundry	41,541		36,016	
Marketing and publicity	51,654		59,300	
Wages	784,799		739,172	
Employers national insurance	59,271		53,832	
Pensions	615		-	
Financial services recharge to The Swanage Railway Trust	(10,080)		(10,080)	
Telephone	17,782		16,153	
Post and stationery	28,011		29,589	
Travelling	14,561		14,625	
Motor expenses	6,210		2,575	
General expenses	10,372		5,797	
Training	7,452		2,387	
Legal fees	(6,599)		-	
Auditors' remuneration	6,610		5,970	
Bad debts	500		(185)	
		1,367,613		1,291,884
Carried forward		204,171		247,920

This page does not form part of the statutory financial statements



Swanage Railway Company Limited

Trading and Profit and Loss Account  
for the Year Ended 31 December 2015

	2015		2014	
	£	£	£	£
Brought forward		204,171		247,920
<b>Finance costs</b>				
Bank charges	7,528		6,845	
Credit card	26,795		24,810	
Bank loan interest	8		199	
Loan	3,780		3,726	
		<u>38,111</u>	<u>35,580</u>	
		166,060		212,340
<b>Depreciation</b>				
Amortisation of capital grants	(60,334)		(31,910)	
Depn of railway buildings	64,313		25,916	
Plant and machinery	43,722		38,667	
Depn of shop fixtures and equipment	3,497		4,373	
Depn of permanent way	22,790		28,525	
Overprovision of depreciation in previous years	-		(11,533)	
		<u>73,988</u>	<u>54,038</u>	
		92,072		158,302
<b>Loss on disposal of fixed assets</b>				
Tangible fixed assets		41,360		12,443
		<u>50,712</u>	<u>145,859</u>	
<b>NET PROFIT</b>		<u><u>50,712</u></u>	<u><u>145,859</u></u>	

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