

WyvernRail plc
Financial Statements
For the Year Ended
31 October 2012

BEEVER AND STRUTHERS

Chartered Accountants & Statutory Auditor
St. George's House
215 - 219 Chester Road
Manchester
M15 4JE

WyvernRail plc
Financial Statements
Year Ended 31 October 2012

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WyvernRail plc
Officers and Professional Advisers

The Board of Directors

J R Snell
N Ferguson - Lee
M S Miller
G R Kenning
M Evans
K Hall
M K Thomas

Company Secretary

N Ferguson - Lee

Registered Office

Wirksworth Station
Coldwell Street
Wirksworth
Derbyshire
DE4 4FB

Auditor

Beever and Struthers
Chartered Accountants
& Statutory Auditor
St. George's House
215 - 219 Chester Road
Manchester
M15 4JE

Bankers

National Westminster Bank Plc
Matlock Dale Road
19 Dale Road
Matlock
Derbyshire
DE4 3YA

WyvernRail plc
Chairman's Statement
Year Ended 31 October 2012

I have pleasure in presenting the Company's Annual Report for the financial year ended 31st October 2012.

Once again the accounts have been produced in a summary format to reduce printing and postage costs without withholding any necessary information. The complete accounts are available on the www.e-v-r.com website and will also be available for inspection at the AGM. For those wishing to travel on the railway on AGM day, we again have pleasure in including an additional ticket valid for the day.

After the excitement of the opening of the full line in 2011 we knew that 2012 would be a challenge for us and so it has turned out to be. Because experience had shown that we did not have the facilities in place to support a steam service for a full season and insufficient loco-hauled rolling stock and platform length to be able to recoup the costs of hiring in a loco for a short season, we decided that the only course was to run a full season of diesel trains on the Duffield line and restrict steam to our in-house EVRA loco on the Ravenstor line, where the journey length is within its capacity. This year we had no basis for charging premium fares and that, in combination with an appallingly wet summer and the competing attractions on TV of the Olympics and the Jubilee saw, in common with most other heritage railways, a fall in income compared to 2011.

The accounts in this report show that the restraints imposed by a year of consolidation have resulted in a 23% reduction in turnover that has resulted in a loss for the year of £24,722. This loss includes £41,774 attributable to depreciation. The completion of the core work programme for the reopening of the line means that certain costs that were split between the capital and revenue accounts are now borne almost solely by the revenue account, these include administrative and track inspection salaries, fuel and track maintenance. Coupled with the additional cost of keeping 9 miles of railway in operational order, this significantly increases the cost charged to the revenue account compared to previous years.

In contrast to the 2011 report, catering performance improved significantly despite the reduction in passenger services income, reflecting the investment in the Pullman Buffet committed during the winter season.

On-track contracts and services income also rose in the latter part of the period, an encouraging trend that has carried forward into the 2012-13 accounting period.

Further encouraging features are the reduction of £36,148 in long term creditors and the £3,888 increase in shareholders' funds.

£28,610 of share capital was subscribed during the year that supported £48,118 of capital projects spending. This was committed to projects outlined in last year's report and included:

- Refurbishment of the buffet car and former Gatwick Express vehicles to form the Pullman Buffet. We now have a catering facility commensurate with our current level of development that is trading on a 7 days per week, year round basis to meet the needs of our visitors and volunteer workforce;
- Re-opening of Shottle Station;
- Conversion of the 2011 booking office at Duffield into a toilet block, including disabled facilities;
- Lengthening the "umbrella platform" at Idridgehay in conjunction with EVRA;

WyvernRail plc

Chairman's Statement *(continued)*

Year Ended 31 October 2012

- Provision of a mains-fed steam engine water supply tank at Wirksworth Station with support from EVRA;
- Completion of the trackwork for the first stage of the passing loop at Shottle.

All of these developments took place in a difficult economic climate and represent significant steps towards equipping the railway to develop and secure its future.

Last year we outlined the activities we considered to be necessary to ensure that the railway could continue on a sustainable basis and the 2012 results have confirmed this analysis. The capital works completed to date have all been directed towards these objectives and support from EVRA and a major supporter is enabling us to raise short-term revenue earning opportunities towards achieving the target programme.

Firstly, EVRA is championing a May steam event to celebrate the completion of the restoration of locomotive "Henry Ellison" and has secured the visit of a GWR 66XX class tank engine for three weeks at the beginning of May to support the event. Steam locomotives require appropriate coaching stock and EVRA has acquired three Mk1 coaches for steam use. Renovation is required but the first should be available for the May event to strengthen the existing Mk1 set.

Secondly, our supporter has underwritten the visit of a Lancashire and Yorkshire 0-6-0 tender locomotive for an extended period in July and August, together with supporting infrastructure work. This includes a 120 ft timber northward extension of Duffield platform to simplify working of the longer trains that the steam service will require. The design was developed for another heritage railway by your chairman and has seen proven service for over 20 years; it offers a 75% saving over masonry construction and offers further opportunity elsewhere to make our capital achieve more. Shottle platform is also seeing a rebuild and new surfacing as used at Idridgehay, so that the whole length can be used for service trains. Meanwhile the owner of the station building is arranging for it to be repainted in LMS colours.

We are confident that the "refresh" of the railway that steam traction will bring to the Duffield line services will generate a significant boost to our turnover and we shall be able to judge whether operation in future years with hired-in steam traction is viable.

The majority of our passenger business is leisure and heritage based and we need to meet the needs of that market, being uniquely placed with regular connecting services with the main line system at Duffield and through ticketing from the main network courtesy of East Midlands Trains. The joined-up service that we offer is seeing the beginning of a small but useful addition of passengers using the line to and from Wirksworth for shopping in Derby and Nottingham, etc., particularly with the introduction of year-round Saturday services, giving us a Community Railway dimension.

During the autumn we welcomed one of our local MPs, Patrick McLoughlin, in his current role as Secretary of State for Transport and interesting discussions were held on our role as both a leisure railway and a local transport provider. In this context we are now Wirksworth's official tourist information centre and will be hosting a local tourism conference as part of our "Destination Wirksworth" campaign.

WyvernRail plc

Chairman's Statement *(continued)*

Year Ended 31 October 2012

We have identified our core capital development programme to enable the railway to operate the varied services with longer trains and adequate catering and supporting facilities that will appeal to a wide range of visitors and organised parties. We are now inviting our volunteer workforce and shareholders to contribute to fleshing-out a detailed plan for the next 7 years in a programme that we have given the working title "20/20 vision". Following the AGM there will be a presentation and open-forum discussion on this topic.

Our target for 2012-13 is to return the railway to the overall profitability that characterised the previous five trading years. The capital programme to raise our line further up the league of heritage railways needs further input to achieve its aims and keep our 150-strong volunteer workforce, who turn out whatever the weather, equipped with the material they need to achieve our objectives. Therefore, I invite you to ensure that we more than match last year's total of £28,610 of shares subscribed; the EIS tax relief scheme is still available to taxpayers for subscriptions of over £500.

Finally, to celebrate the continuing development of the railway, we are making Wednesday 24 July Shareholders' Day. We anticipate that all three steam locomotives will be in action and that two of the return Duffield services will be operated by the visiting L&Y 0-6-0 tender locomotive. Fares for Shareholders will be £5 per head, bookable on-line by credit or debit card at our website: www.e-v-r.com and all the site facilities at Wirksworth will be open. For those without web access, ticket application may be made by post to Wirksworth station, with cheque payment and a SAE, or in person. We do, however, prefer web booking to simplify seat allocation.

I look forward to meeting as many of as possible at the AGM and at the Shareholders' Day on our perfect branch line.

John Snell
Chairman

WyvernRail plc
The Directors' Report
Year Ended 31 October 2012

The directors present their report and the financial statements of the company for the year ended 31 October 2012.

Principal Activities and Business Review

The principal activity of the company during the year under review was that of operating a light railway.

The completion of the rehabilitation of the line between Idridgehay and Duffield has seen further growth in the Company's fixed assets within the security of a formal lease of the railway. Overall turnover decreased 23% compared to 2010-11 following a year of poor trading conditions and consolidation after the exceptional trading associated with the novelty of the reopening of the full length of the Railway. The net loss for the year was £24,722.

During the year a further £28,610 of share capital was raised, primarily to fund the expansion of facilities for the Railway's visitors.

Results and Dividends

The loss for the year amounted to £24,722. The directors have not recommended a dividend.

Financial Instruments

Details of the company's financial risk management objectives and policies are included in note 14 to the accounts.

Directors

The directors who served the company during the year were as follows:

J R Snell
N Ferguson - Lee
M S Miller
G R Kenning
M Evans
K Hall
M K Thomas

Policy on the Payment of Creditors

In respect of its suppliers, it is the company's policy to abide to the terms of payment with all of its suppliers. The amount of trade creditors shown at the balance sheet date represents 117 days (2011 - 71 days) of average daily purchases for the company.

WyvernRail plc

The Directors' Report *(continued)*

Year Ended 31 October 2012

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 year.

In preparing those 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;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping 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.

In so far as the directors are aware:

- there is no relevant audit information of which the company's auditor is unaware; and
- the directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

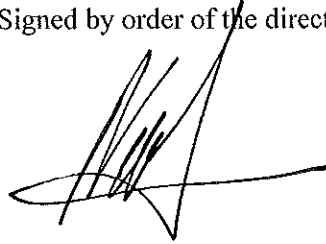
WyvernRail plc

The Directors' Report *(continued)*

Year Ended 31 October 2012

Registered office:
Wirksworth Station
Coldwell Street
Wirksworth
Derbyshire
DE4 4FB

Signed by order of the directors



N Ferguson - Lee
Company Secretary

Approved by the directors on1/3/13.....

WyvernRail plc

Independent Auditor's Report to the Shareholders of WyvernRail plc

Year Ended 31 October 2012

We have audited the financial statements of WyvernRail plc for the year ended 31 October 2012 on pages 10 to 23. 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).

This report is made solely to the company's shareholders, 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 shareholders 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 shareholders 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 6, the directors are responsible for the preparation of the Annual Report, 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 (APB'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 annual report to identify material inconsistencies with the audited financial statements. 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 October 2012 and of its loss 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.

WyvernRail plc

Independent Auditor's Report to the Shareholders of WyvernRail plc *(continued)*

Year Ended 31 October 2012

Opinion on Other Matters 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.

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.

St. George's House
215 - 219 Chester Road
Manchester
M15 4JE

1/3/13

IAIN ROUND (Senior Statutory
Auditor)
For and on behalf of
BEEVER AND STRUTHERS
Chartered Accountants
& Statutory Auditor

Beever and Struthers

WyvernRail plc
Profit and Loss Account
Year Ended 31 October 2012

	Note	2012 £	2011 £
Turnover	2	192,085	250,075
Cost of sales		<u>77,940</u>	<u>118,588</u>
Gross profit		114,145	131,487
Administrative expenses		148,676	119,502
Other operating income	3	<u>(9,792)</u>	<u>(16,208)</u>
Operating (loss)/profit	4	<u>(24,739)</u>	28,193
Interest receivable		17	18
(Loss)/profit on ordinary activities before taxation		<u>(24,722)</u>	<u>28,211</u>
Tax on (loss)/profit on ordinary activities		-	-
(Loss)/profit for the financial year		<u><u>(24,722)</u></u>	<u><u>28,211</u></u>

All of the activities of the company are classed as continuing.

The company has no recognised gains or losses other than the results for the year as set out above.

The notes on pages 14 to 23 form part of these financial statements.

WyvernRail plc

Note of Historical Cost Profits and Losses

Year Ended 31 October 2012

	2012 £	2011 £
Reported (loss)/profit on ordinary activities before taxation	(24,722)	28,211
Difference between a historical cost depreciation charge and the actual charge calculated on the revalued amount	<u>5,000</u>	<u>5,000</u>
Historical cost (loss)/profit on ordinary activities before taxation	<u>(19,722)</u>	<u>33,211</u>
Historical cost (loss)/profit for the year after taxation	<u>(19,722)</u>	<u>33,211</u>

The notes on pages 14 to 23 form part of these financial statements.

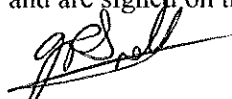
WyvernRail plc

Balance Sheet

31 October 2012

	Note	2012 £	2011 £
Fixed assets			
Intangible assets	7	45,000	50,000
Tangible assets	8	805,676	799,332
		<u>850,676</u>	<u>849,332</u>
Current assets			
Stocks	9	6,170	4,751
Debtors	10	14,743	11,207
Cash at bank and in hand		20,664	55,583
		<u>41,577</u>	<u>71,541</u>
Creditors: Amounts Falling due Within One Year	11	<u>82,940</u>	<u>79,300</u>
Net current liabilities		<u>(41,363)</u>	<u>(7,759)</u>
Total assets less current liabilities		<u>809,313</u>	<u>841,573</u>
Creditors: Amounts Falling due after More than One Year	12	<u>237,001</u>	<u>273,149</u>
		<u>572,312</u>	<u>568,424</u>
Capital and reserves			
Called-up equity share capital	17	637,820	609,210
Revaluation reserve	18	45,000	50,000
Profit and loss account	19	(110,508)	(90,786)
Shareholders' funds	20	<u>572,312</u>	<u>568,424</u>

These financial statements were approved by the directors and authorised for issue on 1/3/13, and are signed on their behalf by:



J.R. Snell
Director

Company Registration Number: 02754846

The notes on pages 14 to 23 form part of these financial statements.

WyvernRail plc
Cash Flow Statement
Year Ended 31 October 2012

	Note	2012		2011	
		£	£	£	£
Net cash inflow from operating activities	21		15,807		62,182
Returns on investments and servicing of finance	21		17		18
Capital expenditure and financial investment	21		(43,205)		(13,647)
Cash (outflow)/inflow before financing			<u>(27,381)</u>		<u>48,553</u>
Financing	21		(7,538)		(31,018)
(Decrease)/increase in cash	21		<u>(34,919)</u>		<u>17,535</u>

WyvernRail plc

Notes to the Financial Statements

Year Ended 31 October 2012

1. Accounting Policies

Basis of Accounting

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of certain fixed assets and in accordance with applicable accounting standards.

Turnover

The turnover shown in the profit and loss account represents amounts invoiced during the year for services provided, exclusive of Value Added Tax.

Intangible Fixed Assets

Amortisation is calculated so as to write off the cost of an asset over the useful economic life of that asset as follows:

Light Railway Order - over 20 years

Fixed Assets

All fixed assets are initially recorded at cost.

Depreciation

Depreciation is calculated so as to write off the cost of an asset over the useful economic life of that asset as follows:

Leasehold Property - over 30 years

Plant & Machinery - 25% on cost

Rolling Stock - 10% on cost

An amount equal to the excess of the annual depreciation charge on revalued assets over the notional historical cost depreciation charge on those assets is transferred annually from the revaluation reserve to the profit and loss reserve.

Stocks

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

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.

WyvernRail plc

Notes to the Financial Statements

Year Ended 31 October 2012

1. Accounting Policies *(continued)*

Trade and Other Debtors

Trade and other debtors are recognised and carried forward at invoice amounts less provisions for any doubtful debts. Bad debts are written off when identified.

Cash and Cash Equivalents

Cash and cash equivalents are included in the balance sheet at cost. Cash and cash equivalents comprise cash at bank and in hand and short term deposits with an original maturity of three months or less.

Interest-Bearing Loans and Borrowings

All loans and borrowings are recognised initially at cost, which is the fair value of the consideration received, net of issue costs associated with the borrowing.

After initial recognition, interest-bearing loans and borrowings are measured at amortised cost using the effective interest method. Gains or losses are recognised in the profit and loss account when liabilities are derecognised or impaired, as well as through the amortisation process.

Deferred Government Grants

Deferred government grants in respect of capital expenditure are treated as deferred income and are credited to the profit and loss account over the estimated useful life of the assets to which they relate.

2. Turnover

The turnover and loss before tax are attributable to the one principal activity of the company. An analysis of turnover is given below:

	2012	2011
	£	£
United Kingdom	<u>192,085</u>	<u>250,075</u>

3. Other Operating Income

	2012	2011
	£	£
Donations	5,091	3,783
Other operating income	<u>4,701</u>	<u>12,425</u>
	<u>9,792</u>	<u>16,208</u>

WyvernRail plc

Notes to the Financial Statements

Year Ended 31 October 2012

4. Operating (Loss)/Profit

Operating (loss)/profit is stated after charging/(crediting):

	2012	2011
	£	£
Amortisation of government grants re fixed assets	(14,148)	(14,148)
Amortisation of intangible assets	5,000	5,000
Depreciation of owned fixed assets	41,774	40,066
Profit on disposal of fixed assets	(4,913)	(11,295)
Auditor's remuneration	<u>3,850</u>	<u>3,850</u>

	2012	2011
	£	£
Auditor's remuneration - audit of the financial statements	<u>3,850</u>	<u>3,850</u>

5. Particulars of Employees

The average number of staff employed by the company during the financial year amounted to:

	2012	2011
	No	No
Number of staff	<u>6</u>	<u>4</u>

The aggregate payroll costs of the above were:

	2012	2011
	£	£
Wages and salaries	54,057	31,062
Social security costs	434	679
	<u>54,491</u>	<u>31,741</u>

6. Directors' Remuneration

The directors' aggregate remuneration in respect of qualifying services were:

	2012	2011
	£	£
Aggregate remuneration	<u>18,750</u>	<u>18,750</u>

WyvernRail plc

Notes to the Financial Statements

Year Ended 31 October 2012

7. Intangible Fixed Assets

	Light Railway Order £
Cost	
At 1 November 2011 and 31 October 2012	<u>100,000</u>
Amortisation	
At 1 November 2011	50,000
Charge for the year	5,000
At 31 October 2012	<u>55,000</u>
Net book value	
At 31 October 2012	<u>45,000</u>
At 31 October 2011	<u>50,000</u>

The company has a light railway order which has been valued independently on 21 April 2001 at £100,000 by 1a Enterprises Limited, 51 Oakerthorpe Road, Bolehill, Wirksworth, Derbyshire, DE4 4GD.

The asset had no original cost and therefore no amortisation would have been originally charged.

8. Tangible Fixed Assets

	Leasehold Property £	Plant & Machinery £	Rolling Stock £	Total £
Cost or valuation				
At 1 November 2011	932,617	36,473	30,103	999,193
Additions	48,118	–	–	48,118
At 31 October 2012	<u>980,735</u>	<u>36,473</u>	<u>30,103</u>	<u>1,047,311</u>
Depreciation				
At 1 November 2011	144,552	34,517	20,792	199,861
Charge for the year	38,070	1,293	2,411	41,774
At 31 October 2012	<u>182,622</u>	<u>35,810</u>	<u>23,203</u>	<u>241,635</u>
Net book value				
At 31 October 2012	<u>798,113</u>	<u>663</u>	<u>6,900</u>	<u>805,676</u>
At 31 October 2011	<u>788,065</u>	<u>1,956</u>	<u>9,311</u>	<u>799,332</u>

WyvernRail plc
Notes to the Financial Statements
Year Ended 31 October 2012

9. Stocks

	2012	2011
	£	£
Stock	<u>6,170</u>	<u>4,751</u>

10. Debtors

	2012	2011
	£	£
Trade debtors	11,558	11,150
Other debtors	57	57
Prepayments and accrued income	3,128	—
	<u>14,743</u>	<u>11,207</u>

11. Creditors: Amounts Falling due Within One Year

	2012		2011	
	£	£	£	£
Other loan		22,000		22,000
Trade creditors		31,767		28,999
Other creditors including taxation and social security:				
Other taxation and social security	2,988		5,490	
Other creditors	4,357		3,043	
Deferred government grants	14,148		14,148	
		<u>21,493</u>		<u>22,681</u>
Accruals and deferred income		7,680		5,620
		<u>82,940</u>		<u>79,300</u>

12. Creditors: Amounts Falling due after More than One Year

	2012	2011
	£	£
Other creditors:		
Other creditors	202,195	216,343
Other loan	—	22,000
Members' loan	34,806	34,806
	<u>237,001</u>	<u>273,149</u>

WyvernRail plc

Notes to the Financial Statements

Year Ended 31 October 2012

12. Creditors: Amounts Falling due after More than One Year *(continued)*

The following aggregate liabilities disclosed under creditors falling due after more than one year are due for repayment after more than five years from the balance sheet date:

	2012	2011
	£	£
Other creditors including taxation and social security	<u>145,603</u>	<u>159,751</u>

13. Creditors - Other Loan

Creditors include finance capital which is due for repayment as follows:

	2012	2011
	£	£
Amounts repayable:		
In one year or less or on demand	22,000	22,000
In more than one year but not more than two years	–	22,000
	<u>22,000</u>	<u>44,000</u>

14. Financial Risk Management Objectives and Policies

The company holds or issues financial instruments in order to achieve three main objectives, being:

- (a) to finance its operations;
- (b) to manage its exposure to interest risks arising from its operations and from its sources of finance; and
- (c) for trading purposes.

In addition, various financial instruments (e.g. trade debtors, trade creditors, accruals and prepayments) arise directly from the company's operations.

Transactions in financial instruments result in the company assuming or transferring to another party one or more of the financial risks described below.

Interest rate risk

The company has managed its interest rate risk by borrowing at a fixed rate.

Credit risk

The company monitors credit risk closely and considers that its current policies of credit checks meet its objectives of managing exposure to credit risk.

Liquidity risk

The company monitors its cash flow closely on a day-to-day basis.

WyvernRail plc

Notes to the Financial Statements

Year Ended 31 October 2012

15. Transactions With the Directors

The following directors were reimbursed for expenses paid for on behalf of the company:

M S Miller	£1,646
N Ferguson-Lee	£392

During the year the company purchased goods from M Evans trading as Railcar Enterprises totalling £15,531. At the balance sheet date the company owed Railcar Enterprises £8,327 which is included within trade creditors.

During the year the company purchased goods from M Thomas trading as Dales Engineering totalling £8,492. At the balance sheet date the company owed Dales Engineering £610 which is included within trade creditor.

16. Related Party Transactions

The charity, EVRA, works with the company in its objectives of enhancing the visitors' enjoyment of the Ecclesbourne Valley Railway. It has obtained grants which have been used for this objective since 2001 of £166,400.

17. Share Capital

Authorised share capital:

	2012	2011
	£	£
3,000,000 Ordinary shares of £1 each shares of £1 each	<u>3,000,000</u>	<u>3,000,000</u>

Allotted and called up:

	2012		2011	
	No	£	No	£
637,820 Ordinary shares of £1 each shares (2011 - 609,210) fully paid of £1 each	<u>637,820</u>	<u>637,820</u>	<u>609,210</u>	<u>609,210</u>

During the year 28,610 (2011 - 15,130) ordinary £1 shares were issued at par.

WyvernRail plc

Notes to the Financial Statements

Year Ended 31 October 2012

18. Revaluation Reserve

	2012	2011
	£	£
Balance brought forward	50,000	55,000
Transfer to the Profit and Loss Account on realisation	(5,000)	(5,000)
Balance carried forward	<u>45,000</u>	<u>50,000</u>

19. Profit and Loss Account

	2012	2011
	£	£
Balance brought forward	(90,786)	(123,997)
(Loss)/profit for the financial year	(24,722)	28,211
Transfer from revaluation reserve	5,000	5,000
Balance carried forward	<u>(110,508)</u>	<u>(90,786)</u>

20. Reconciliation of Movements in Shareholders' Funds

	2012	2011
	£	£
(Loss)/Profit for the financial year	(24,722)	28,211
New ordinary share capital subscribed	28,610	15,130
Transfer from revaluation reserve	5,000	5,000
Transfer to profit and loss account	(5,000)	(5,000)
Net addition to shareholders' funds	3,888	43,341
Opening shareholders' funds	568,424	525,083
Closing shareholders' funds	<u>572,312</u>	<u>568,424</u>

WyvernRail plc

Notes to the Financial Statements

Year Ended 31 October 2012

21. Notes to the Cash Flow Statement

Reconciliation of Operating (Loss)/Profit to Net Cash Inflow From Operating Activities

	2012	2011
	£	£
Operating (loss)/profit	(24,739)	28,193
Amortisation	5,000	5,000
Depreciation	41,774	40,066
Profit on disposal of fixed assets	(4,913)	(11,295)
Increase in stocks	(1,419)	(315)
(Increase)/decrease in debtors	(3,536)	3,045
Increase/(decrease) in creditors	3,640	(2,512)
Net cash inflow from operating activities	<u>15,807</u>	<u>62,182</u>

Returns on Investments and Servicing of Finance

	2012	2011
	£	£
Interest received	<u>17</u>	<u>18</u>
Net cash inflow from returns on investments and servicing of finance	<u>17</u>	<u>18</u>

Capital Expenditure

	2012	2011
	£	£
Payments to acquire tangible fixed assets	(48,118)	(24,942)
Receipts from sale of fixed assets	<u>4,913</u>	<u>11,295</u>
Net cash outflow from capital expenditure	<u>(43,205)</u>	<u>(13,647)</u>

Financing

	2012	2011
	£	£
Issue of equity share capital	28,610	15,130
Net outflow from other long-term creditors	(36,148)	(46,148)
Net cash outflow from financing	<u>(7,538)</u>	<u>(31,018)</u>

WyvernRail plc
Notes to the Financial Statements
Year Ended 31 October 2012

21. Notes to the Cash Flow Statement *(continued)*

Reconciliation of Net Cash Flow to Movement in Net Debt

	2012		2011	
	£	£	£	£
(Decrease)/increase in cash in the period	(34,919)		17,535	
Net cash outflow from other long-term creditors	<u>36,148</u>		<u>46,148</u>	
		1,229		63,683
Change in net debt		1,229		63,683
Net debt at 1 November 2011		<u>(231,714)</u>		<u>(295,397)</u>
Net debt at 31 October 2012		<u>(230,485)</u>		<u>(231,714)</u>

Analysis of Changes in Net Debt

	At 1 Nov 2011 £	Cash flows £	At 31 Oct 2012 £
Net cash:			
Cash in hand and at bank	<u>55,583</u>	<u>(34,919)</u>	<u>20,664</u>
Debt:			
Debt due within 1 year	(14,148)	—	(14,148)
Debt due after 1 year	<u>(273,149)</u>	<u>36,148</u>	<u>(237,001)</u>
	<u>(287,297)</u>	<u>36,148</u>	<u>(251,149)</u>
Net debt	<u>(231,714)</u>	<u>1,229</u>	<u>(230,485)</u>

22. Controlling Party

The company is not considered to be under the control of any one individual.

WyvernRail plc
Management Information
Year Ended 31 October 2012

The following pages do not form part of the statutory financial statements which are the subject of the independent auditor's report on pages 8 to 9.

WyvernRail plc
Detailed Profit and Loss Account
Year Ended 31 October 2012

	2012		2011	
	£	£	£	£
Turnover				
On track contracts and services		19,378		16,694
Rents and utilities		9,842		11,504
Catering		44,262		43,318
Passenger services		118,353		178,309
Other income		250		250
		<u>192,085</u>		<u>250,075</u>
 Cost of sales				
Opening stock and work-in-progress	4,751		4,436	
Shop purchases	6,299		8,663	
On track contracts and services	5,394		2,345	
Catering	16,236		22,793	
Passenger trains' operating costs	51,430		85,102	
	<u>84,110</u>		<u>123,339</u>	
 Closing stock and work-in-progress	<u>(6,170)</u>		<u>(4,751)</u>	
		<u>77,940</u>		<u>118,588</u>
Gross profit		<u>114,145</u>		<u>131,487</u>
 Overheads				
Administrative expenses		148,676		119,502
		<u>(34,531)</u>		11,985
 Other operating income		9,792		16,208
Operating (loss)/profit		<u>(24,739)</u>		<u>28,193</u>
 Deposit account interest receivable		17		18
(Loss)/profit on ordinary activities		<u><u>(24,722)</u></u>		<u><u>28,211</u></u>

WyvernRail plc

Notes to the Detailed Profit and Loss Account

Year Ended 31 October 2012

	2012		2011	
	£	£	£	£
Administrative expenses				
Personnel Costs				
Directors remuneration	9,375		9,375	
Wages and salaries	44,682		21,687	
Employers national insurance contributions	434		679	
		54,491		31,741
Establishment Expenses				
Rent	450		1,115	
Rates and water	703		802	
Light and heat	6,450		6,471	
Insurance	1,437		4,641	
Repairs and renewals	12,883		17,832	
Site expenses	10,420		10,736	
		32,343		41,597
General Expenses				
Fuel and oil	16,953		10,685	
Telephone	1,134		1,211	
Printing, stationery and postage	3,545		2,440	
Cost of servicing shareholders	1,388		1,933	
Sundry expenses	229		569	
Bookkeeping services	4,265		3,095	
Auditors remuneration	3,850		3,850	
Amortisation	5,000		5,000	
Depreciation of track renewals	38,070		33,258	
Depreciation of plant and machinery	1,293		4,308	
Depreciation of rolling stock	2,411		2,500	
Amortisation of government grants	(14,148)		(14,148)	
Loss/(Profit) on disposal of fixed assets	(4,913)		(11,295)	
		59,077		43,406
Financial Costs				
Bank charges		2,765		2,758
		<u>148,676</u>		<u>119,502</u>
Other operating income				
Sundry receipts		4,701		6,425
Other income		–		6,000
Donations		5,091		3,783
		<u>9,792</u>		<u>16,208</u>
Interest receivable				
Deposit account interest receivable		17		18