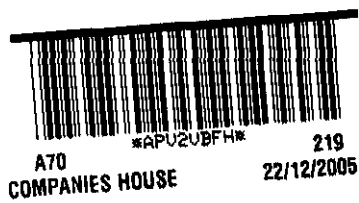


Registration number 3848010

**Red Rose Chain**

**Directors' report and financial statements**

**for the year ended 30 September 2005**



## **Red Rose Chain**

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## **Red Rose Chain**

### **Company information**

Directors	J. Carrick J.L Grimes D.P Newborn
Secretary	D.P. Newborn
Company number	3848010
Registered office	1 Fore Hamlet Ipswich Suffolk IP3 8AA
Accountants	Bowker Orford 15/19 Cavendish Place London W1G 0DD

**Red Rose Chain**

**Directors' report  
for the year ended 30 September 2005**

The directors present their report and the financial statements for the year ended 30 September 2005.

**Principal activity**

The principal objectives of the company are to promote, maintain, improve and advance public education, particularly by the production of educational plays and films, and the encouragement of the arts, including drama, mime, dance, singing and music, literature and poetry.

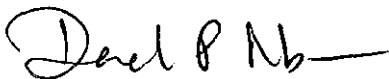
**Directors and their interests**

The directors who served during the year and their interests in the company are as stated below:

	<b>Class of share</b>	<b>30/09/05</b>	<b>01/10/04</b>
J. Carrick	Ordinary shares	-	-
J.L Grimes	Ordinary shares	-	-
D.P Newborn	Ordinary shares	-	-

This report is prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

This report was approved by the Board on 15.12.05 and signed on its behalf by

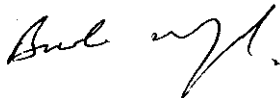


**D.P. Newborn**  
**Secretary**

**Red Rose Chain**

**Accountants' report on the unaudited financial statements to the directors of  
Red Rose Chain**

As described on the balance sheet you are responsible for the preparation of the financial statements for the year ended 30 September 2005 set out on pages 3 to 8 and you consider that the company is exempt from an audit. In accordance with your instructions we have compiled these unaudited financial statements, in order to assist you to fulfil your statutory responsibilities, from the accounting records and information supplied to us.



**Bowker Orford  
Chartered Accountants  
15/19 Cavendish Place  
London  
W1G 0DD**

**Date:** 19/12/05

# Red Rose Chain

## Profit and loss account for the year ended 30 September 2005

		Continuing operations	
		2005	2004
	Notes	£	£
Turnover	2	231,763	255,350
Cost of sales		(226,899)	(179,343)
Gross profit		4,864	76,007
Administrative expenses		(63,185)	(53,182)
Operating (loss)/profit	3	(58,321)	22,825
Other interest receivable and similar income		588	605
(Loss)/profit on ordinary activities before taxation		(57,733)	23,430
Tax on (loss)/profit on ordinary activities		-	-
(Loss)/profit on ordinary activities after taxation		(57,733)	23,430
Retained profit brought forward		79,392	55,962
Retained profit carried forward		21,659	79,392

There are no recognised gains or losses other than the profit or loss for the above two financial years.

The notes on pages 6 to 8 form an integral part of these financial statements.

**Red Rose Chain**

**Balance sheet  
as at 30 September 2005**

		2005		2004	
	Notes	£	£	£	£
<b>Fixed assets</b>					
Tangible assets	4		22,973		8,930
<b>Current assets</b>					
Stocks		6,659		7,661	
Debtors	5	8,450		21,734	
Cash at bank and in hand		2,895		54,215	
		<u>18,004</u>		<u>83,610</u>	
<b>Creditors: amounts falling due within one year</b>	6	<u>(19,318)</u>		<u>(13,148)</u>	
<b>Net current (liabilities)/assets</b>			(1,314)		70,462
<b>Net assets</b>			<u>21,659</u>		<u>79,392</u>
<b>Capital and reserves</b>					
Profit and loss account			21,659		79,392
<b>Shareholders' funds</b>	7		<u>21,659</u>		<u>79,392</u>

The directors' statements required by Section 249B(4) are shown on the following page which forms part of this Balance Sheet.

The notes on pages 6 to 8 form an integral part of these financial statements.

**Red Rose Chain**

**Balance sheet (continued)**

**Directors' statements required by Section 249B(4)  
for the year ended 30 September 2005**

In approving these financial statements as directors of the company we hereby confirm:

(a) that for the year stated above the company was entitled to the exemption conferred by Section 249A(1) of the Companies Act 1985 ;

(b) that no notice has been deposited at the registered office of the company pursuant to Section 249B(2) requesting that an audit be conducted for the year ended 30 September 2005 and

(c) that we acknowledge our responsibilities for:

(1) ensuring that the company keeps accounting records which comply with Section 221, and

(2) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the year then ended in accordance with the requirements of Section 226 and which otherwise comply with the provisions of the Companies Act relating to financial statements, so far as applicable to the company.

These financial statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies .

The financial statements were approved by the Board on 15/12/05 and signed on its behalf by

*Joanna Carrick*

**J. Carrick  
Director**

**The notes on pages 6 to 8 form an integral part of these financial statements.**



## **Red Rose Chain**

### **Notes to the financial statements for the year ended 30 September 2005**

#### **1. Accounting policies**

##### **1.1. Accounting convention**

The financial statements are prepared under the historical cost convention .

The company has taken advantage of the exemption in FRS1 from the requirement to produce a cashflow statement because it is a small company.

##### **1.2. Turnover**

Turnover represents the total invoice value, excluding value added tax, of sales made during the year.

##### **1.3. Tangible fixed assets and depreciation**

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Fixtures, fittings and equipment	- 25% Reducing Balance
Motor vehicles	- 25% Reducing Balance

##### **1.4. Stock**

Stock is valued at the lower of cost and net realisable value.

##### **1.5. Deferred taxation**

The company adopted Financial Reporting Standard 19 "Deferred Taxation" (FRS 19) during the financial year.

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more, tax, with the following exceptions:

Deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

Prior to the adoption of FRS 19, the company provided for deferred taxation only to the extent that timing differences were expected to materialise in the foreseeable future. The adoption of the new policy has been made by way of a prior year adjustment as though the revised policy had always been applied.

# Red Rose Chain

## Notes to the financial statements for the year ended 30 September 2005

..... continued

### 2. Incoming Resources

The total income of the company for the year has been derived from its principal activity wholly undertaken in the UK.

	2005 £	2004 £
Sales and Royalties	109,888	143,525
Grants and Sponsorship	121,875	111,825
	<u>231,763</u>	<u>255,350</u>

### 3. Surplus of resources

Surplus of resources is stated after charging:

	2005 £	2004 £
Depreciation and other amounts written off tangible assets	<u>7,657</u>	<u>2,976</u>

### 4. Tangible fixed assets

	Fixtures, fittings and equipment £	Motor vehicles £	Total £
<b>Cost</b>			
At 1 October 2004	14,513	1,900	16,413
Additions	-	21,700	21,700
At 30 September 2005	<u>14,513</u>	<u>23,600</u>	<u>38,113</u>
<b>Depreciation</b>			
At 1 October 2004	6,185	1,298	7,483
Charge for the year	2,082	5,575	7,657
At 30 September 2005	<u>8,267</u>	<u>6,873</u>	<u>15,140</u>
<b>Net book values</b>			
At 30 September 2005	<u>6,246</u>	<u>16,727</u>	<u>22,973</u>
At 30 September 2004	<u>8,328</u>	<u>602</u>	<u>8,930</u>

# Red Rose Chain

## Notes to the financial statements for the year ended 30 September 2005

..... continued

5. Debtors	2005	2004
	£	£
Trade debtors	5,450	18,734
Other debtors	3,000	3,000
	<u>8,450</u>	<u>21,734</u>
6. Creditors: amounts falling due within one year	2005	2004
	£	£
Bank overdraft	4,138	-
Other taxes and social security costs	5,588	4,139
Directors' accounts	6,094	6,094
Other creditors	598	1,265
Accruals and deferred income	2,900	1,650
	<u>19,318</u>	<u>13,148</u>
7. Reconciliation of movements in shareholders' funds	2005	2004
	£	£
(Loss)/profit for the year	(57,733)	23,430
Opening shareholders' funds	79,392	55,962
Closing shareholders' funds	<u>21,659</u>	<u>79,392</u>