

Registration number 3848010

Red Rose Chain
Trustees' report and financial statements
for the year ended 30 September 2003



Red Rose Chain

Company information

Trustees	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

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Report of the Directors and Trustees for the year ended 30 September 2003

The trustees present their report and the financial statements for the year ended 30 September 2003.

Legal Status

The company is a company limited by guarantee without share capital. At 30th September 2002 there were three members. In the event of the company being wound up during the period of membership, or within 1 year after, each member undertakes to contribute such amount as may be required, not exceeding £1.

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 trustees

The directors and trustees who served during the year are as stated below:

J. Carrick
J.L. Grimes
D.P. Newborn

Directors' responsibilities

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of the affairs of the company and of the profit or loss of the company for that year. In preparing these the directors are required to:

- select suitable accounting policies and apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable 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 proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. 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

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

13 / 1 / 04

and signed on its behalf by

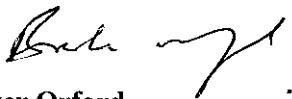


D.P. Newborn
Secretary

Red Rose Chain

**Accountants' report on the unaudited financial statements to the trustees 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 2003 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: 14/1/04

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Statement of Financial Activities for the year ended 30 September 2003

		Continuing operations	
		2003	2002
	Notes	£	£
Incoming Resources	2	209,680	153,416
Cost of productions		(143,831)	(68,707)
		<u>65,849</u>	<u>84,709</u>
Administrative expenses		(52,927)	(56,749)
Surplus of resources for the year	3	<u>12,922</u>	<u>27,960</u>
Other interest receivable and similar income		143	104
Interest payable and similar charges	4	<u>-</u>	<u>(57)</u>
Net surplus before taxation		13,065	28,007
Tax on interest receivable	5	<u>-</u>	<u>(13)</u>
Retained surplus for the year		13,065	27,994
Retained surplus brought forward		<u>42,897</u>	<u>14,903</u>
Retained surplus carried forward		<u><u>55,962</u></u>	<u><u>42,897</u></u>

There are no recognised surplus' or deficits other than that shown 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 2003

		2003		2002	
	Notes	£	£	£	£
Fixed assets					
Tangible assets	6		7,478		2,952
Current assets					
Stocks		6,290		4,950	
Debtors	7	14,692		16,746	
Cash at bank and in hand		43,325		32,712	
		<u>64,307</u>		<u>54,408</u>	
Creditors: amounts falling due within one year	8	<u>(15,823)</u>		<u>(14,463)</u>	
Net current assets			<u>48,484</u>		<u>39,945</u>
Net assets			<u>55,962</u>		<u>42,897</u>
Capital and reserves					
Unrestricted revenue reserve			<u>55,962</u>		<u>42,897</u>
			<u>55,962</u>		<u>42,897</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.

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Balance sheet (continued)

**Trustees' statements required by Section 249B(4)
for the year ended 30 September 2003**

In approving these financial statements as trustees 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 2003 and

(c) that we acknowledge our responsibilities for:

(1) ensuring that the company keeps accounting records which comply with 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
behalf by

13 | 1 | 04

and signed on its

Joanna Carrick

J. Carrick
Director and Trustee

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 2003

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.

Owing to the special nature of the company's activities, the trustees have departed from certain requirements of Schedule 4 to the Companies Act 1985 in order to provide sufficient information in compliance of section 228 of that Act. As the company is a mutual non-profit making organisation, the concept of profit is not appropriate and a Profit and Loss Account is accordingly replaced by a Statement of Financial Activities.

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

Stocks of film and video masters are included at the trustees' valuation.

1.5. Deferred taxation

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

Full provision is made for deferred taxation on all timing differences which have arisen but have not reversed 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.

1.6. Grants, donations and other income

Grants, donations and other income are credited to the Statement of Financial Activities for the accounting period to which it relates, or in which the donor intends it to be utilised. Income received in advance of the accounting period to which it relates is carried forward as a creditor of the company until it is due to be credited to the Statement of Financial Activities.

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Notes to the financial statements for the year ended 30 September 2003

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2. Incoming Resources

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

	2003	2002
	£	£
Sales and Royalties	93,018	73,310
Grants and Sponsorship	116,662	80,106
	<u>209,680</u>	<u>153,416</u>

3. Surplus of resources

Surplus of resources is stated after charging:

Depreciation and other amounts written off tangible assets

2003	2002
£	£
2,492	983
<u>2,492</u>	<u>983</u>

4. Interest payable and similar charges

Included in this category is the following:

On bank loans and overdrafts

2003	2002
£	£
-	57
<u>-</u>	<u>57</u>

5. Tax on profit on ordinary activities

Analysis of charge in period

Current tax

Prior period adjustments

2003	2002
£	£
-	13
<u>-</u>	<u>13</u>

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Notes to the financial statements for the year ended 30 September 2003

..... continued

6. Tangible fixed assets	Fixtures, fittings and equipment £	Motor vehicles £	Total £
Cost			
At 1 October 2002	3,067	1,900	4,967
Additions	7,018	-	7,018
At 30 September 2003	<u>10,085</u>	<u>1,900</u>	<u>11,985</u>
Depreciation			
At 1 October 2002	1,184	831	2,015
Charge for the year	2,225	267	2,492
At 30 September 2003	<u>3,409</u>	<u>1,098</u>	<u>4,507</u>
Net book values			
At 30 September 2003	<u>6,676</u>	<u>802</u>	<u>7,478</u>
At 30 September 2002	<u>1,883</u>	<u>1,069</u>	<u>2,952</u>

7. Debtors	2003 £	2002 £
Trade debtors	11,692	13,746
Other debtors	3,000	3,000
	<u>14,692</u>	<u>16,746</u>

8. Creditors: amounts falling due within one year	2003 £	2002 £
Bank overdraft	3,773	-
Trade creditors	541	139
Other taxes and social security costs	4,605	5,172
Directors' accounts	5,904	6,659
Other creditors	-	1,687
Accruals and deferred income	1,000	806
	<u>15,823</u>	<u>14,463</u>