

**ST LUKE'S HOSPICE PROMOTIONS LIMITED**

**FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED**  
**31ST DECEMBER, 1998**

**Registered Number : 2862345**



**ST LUKE'S HOSPICE PROMOTIONS LIMITED**

**FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER, 1998**

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**ST LUKE'S HOSPICE PROMOTIONS LIMITED**

**COMPANY INFORMATION**  
**FOR THE YEAR ENDED 31ST DECEMBER, 1998**

Incorporated in England and Wales, 14th October, 1993

<b>NUMBER</b>	<b>2862345</b>
<b>DIRECTORS</b>	<b>A G Freeman W P Crafter M R Spiegelberg</b>
<b>SECRETARY</b>	<b>V Armstrong (Resigned 1st February, 1999) L Robertson (Appointed 1st February, 1999)</b>
<b>REGISTERED OFFICE</b>	<b>Grosvenor House Queensway Winsford Cheshire CW7 4AW</b>
<b>BANKERS</b>	<b>National Westminster Bank Plc P.O. Box No. 6. The Bull Ring Northwich Cheshire CW9 5BN</b>
<b>AUDITORS</b>	<b>Howard Worth &amp; Co. The Heysoms 163 Chester Road Northwich Cheshire CW8 4AQ</b>

**ST LUKE'S HOSPICE PROMOTIONS LIMITED**  
**DIRECTORS' REPORT**  
**FOR THE YEAR ENDED 31ST DECEMBER, 1998**

The directors present their report and the audited financial statements for the year ended 31st December, 1998.

**Principal Activity**

The principal activity of the company during the period continued to be the promotion of a lottery on behalf of St Luke's (Cheshire) Hospice Limited.

**Directors**

The directors of the company during the year and their interests in the shares of the company as recorded in the register of directors' interests were as follows :-

	<u>31st December 1998</u>	<u>31st December 1997</u>
	<u>Ordinary Shares</u>	<u>Ordinary Shares</u>
A G Freeman	-	-
W P Crafter	-	-
M R Spiegelberg	-	-

**Auditors**

Howard Worth & Co. have agreed to offer themselves for re-appointment as auditors of the company in accordance with Section 385 of the Companies Act 1985.

**Year 2000**

As discussed at length in the media, many computers and microchips only recognise dates using the last two digits of the year and will therefore need to be modified or replaced up to record the year 2000. Our business depends on a computerised accounting system to prepare the accounts. In addition, we could be affected by the systems used by our service providers and suppliers. As a result we could be at risk if other parties do not deal adequately with the year 2000 issue.

The directors have assessed the risks to our business resulting from the change to the year 2000. We estimate that the total cost of modifying the computer hardware will not be material.

**ST LUKE'S HOSPICE PROMOTIONS LIMITED**

**DIRECTORS' REPORT**  
**FOR THE YEAR ENDED 31ST DECEMBER, 1998**

We have also assessed the possibility of year 2000 related failures in our significant service providers and suppliers, all of who inform us that they are already dealing with the problem. It is impossible to guarantee that no year 2000 problem will remain. However, the directors feel that the company will be able to deal promptly with any failures that may occur.

**Small company exemptions**

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

**On behalf of the board**

*L. Robertson*  
.....

**L. Robertson**  
**Secretary**

**Dated: 13th April, 1999.**

**ST LUKE'S HOSPICE PROMOTIONS LIMITED**

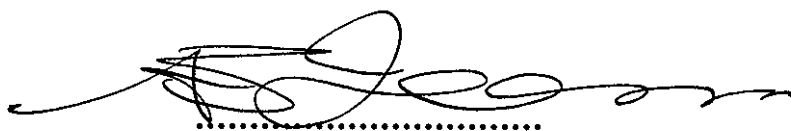
**STATEMENT OF DIRECTORS' RESPONSIBILITIES**  
**FOR THE YEAR ENDED 31ST DECEMBER, 1998**

Company law requires the directors to prepare financial statements for each financial period which 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 those financial statements, the directors are required to :

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

**On behalf of the board**

A handwritten signature in black ink, appearing to be 'A G Freeman', written over a dotted line.

**A G Freeman**  
**Director**

**Dated : 13th April, 1999.**

**ST LUKE'S HOSPICE PROMOTIONS LIMITED**

**AUDITORS' REPORT TO THE MEMBERS OF**  
**ST LUKE'S HOSPICE PROMOTIONS LIMITED**  
**FOR THE YEAR ENDED 31ST DECEMBER, 1998**

We have audited the financial statements on pages 5 to 10 which have been prepared under the accounting policies set out on page 7.

**Respective responsibilities of directors and auditors**

As described on page 3, the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

**Basis of opinion**


We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error or other irregularity. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

**Opinion**

In our opinion the accounts give a true and fair view of the state of the company's affairs as at 31st December, 1998, and of its loss for the year then ended and have been properly prepared in accordance with the Companies Act, 1985 applicable to small companies.

**Dated: 13th April, 1999.**

  
.....  
**Howard Worth & Co.**  
**Chartered Accountants**  
**and Registered Auditor**

**ST LUKE'S HOSPICE PROMOTIONS LIMITED**

**PROFIT AND LOSS ACCOUNT**  
**FOR THE YEAR ENDED 31ST DECEMBER, 1998**

	<u>Note</u>	<u>Year Ended</u> <u>31st December 1998</u> <u>£</u>	<u>Year Ended</u> <u>31st December 1997</u> <u>£</u>
Turnover	2	540,023	494,209
Cost of Sales		(209,995)	(207,162)
Gross Profit		330,028	287,047
Administrative Expenses		(62,493)	(69,347)
Profit on Ordinary Activities	3	267,535	217,700
Covenanted Payments		(267,170)	(218,193)
Profit/(Loss) on Ordinary Activities Before Tax		365	(493)
Taxation	4	(2,067)	-
Retained Profit/(Loss) for the Period		(1,702)	(493)

None of the company's activities were acquired or discontinued during the above two financial years.

There are no recognised gains or losses other than the profit/(loss) for the above years.

The notes on pages 7 to 10 form part of these financial statements.

**ST LUKE'S HOSPICE PROMOTIONS LIMITED****BALANCE SHEET**  
**AS AT 31ST DECEMBER, 1998**

	<u>Note</u>	<u>31st December</u> <u>1998</u> <u>£</u>	<u>31st December</u> <u>1997</u> <u>£</u>
<b>FIXED ASSETS</b>			
Tangible Assets	5	<u>813</u>	<u>1,017</u>
<b>CURRENT ASSETS</b>			
Debtors	6	221	508
Cash at Bank and In Hand		<u>67,024</u>	<u>54,307</u>
		67,245	54,815
<b>CREDITORS (amounts falling due within one year)</b>	7	<u>(70,251)</u>	<u>(56,323)</u>
<b>NET CURRENT LIABILITIES</b>		<u>(3,006)</u>	<u>(1,508)</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>(2,193)</u>	<u>(491)</u>
<b>CAPITAL AND RESERVES</b>			
Called Up Share Capital	8	2	2
General Reserve	10	<u>(2,195)</u>	<u>(493)</u>
<b>TOTAL SHAREHOLDERS' FUNDS</b>	9	<u>(2,193)</u>	<u>(491)</u>

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 on pages 5 to 10 were approved by the board of directors on 13th April, 1999.

and signed on its behalf : .....

**A.G. Freeman**  
**Director**

The notes on pages 7 to 10 form part of these financial statements.

**ST LUKE'S HOSPICE PROMOTIONS LIMITED****NOTES ON THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31ST DECEMBER, 1998****1. ACCOUNTING POLICIES****Basis of Accounting**

The financial statements have been prepared under the historical cost accounting rules.

The company has taken advantage of the exemption from preparing a cash flow statement conferred by Financial Reporting Standard No.1. on the grounds that it is entitled to the exemptions available in Sections 246 to 247 of the Companies Act 1985 for small companies.

**Depreciation**

Depreciation of fixed assets is calculated to write off their cost less any residual value over their estimated useful lives as follows :-

Office equipment	-	20% p.a. reducing balance
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**2. Turnover**

Turnover represents the amount derived from the provision of services which fall within the company's ordinary activities.

In the opinion of the directors, none of the turnover of the company is attributable to geographical markets outside the UK. (Year Ended 31st December, 1997:- Nil).

<b>3. Operating Profit/(Loss)</b>	<b><u>31st December</u></b> <b><u>1998</u></b>	<b><u>31st December</u></b> <b><u>1997</u></b>
Operating profit/(loss) is stated after charging	£	£
Auditors' remuneration	1,879	4,187
Depreciation	<u>204</u>	<u>254</u>
<b>4. Taxation</b>	<b><u>31st December</u></b> <b><u>1998</u></b>	<b><u>31st December</u></b> <b><u>1997</u></b>
	£	£
Corporation tax on ordinary activities at 21 %		
Prior year under provision	<u>2,067</u>	-
	<u>2,067</u>	-

**ST LUKE'S HOSPICE PROMOTIONS LIMITED**

**NOTES ON THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31ST DECEMBER, 1998**

**5. FIXED ASSETS**

**Tangible Assets**

**Office**  
**Equipment**  
**£**

**Cost**

1st January, 1998

2,089

Additions

—

31st December, 1998

2,089

**Depreciation**

1st January, 1998

1,072

Charge for Year

204

31st December, 1998

1,276

**Net Book Value**

31st December, 1998

813

31st December, 1997

1,017

**6. DEBTORS**

**31st December**  
**1998**  
**£**

**31st December**  
**1997**  
**£**

Prepayments

221

214

Amounts owed from parent company

—

294

221

508

**7. CREDITORS**

**31st December**  
**1998**  
**£**

**31st December**  
**1997**  
**£**

**Amounts falling due within one year:-**

Amounts owed to parent company

12,331

—

Trade creditors

4,029

—

Amounts received in advance

40,210

39,587

Taxation

11,812

14,513

Other creditors

14

—

Accruals

1,855

2,223

70,251

56,323

**ST LUKE'S HOSPICE PROMOTIONS LIMITED****NOTES ON THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31ST DECEMBER, 1998**

	<b><u>31st December</u></b> <b><u>1998</u></b> <b><u>£</u></b>	<b><u>31st December</u></b> <b><u>1997</u></b> <b><u>£</u></b>
<b>8. CALLED UP SHARE CAPITAL</b>		
Authorised :		
Ordinary Shares of £1 each	<u>1,000</u>	<u>1,000</u>
Allotted, Issued and Fully Paid :		
Ordinary Shares of £1 each	<u>    2</u>	<u>    2</u>

**9. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS FUNDS**

	<b><u>31st December</u></b> <b><u>1998</u></b> <b><u>£</u></b>	<b><u>31st December</u></b> <b><u>1997</u></b> <b><u>£</u></b>
Opening Shareholders Funds	(491)	2
Profit/(Loss) For the Financial Period	<u>(1,702)</u>	<u>(493)</u>
Closing Shareholder's Funds	<u>(2,193)</u>	<u>(491)</u>

**10. RECONCILIATION OF MOVEMENT IN GENERAL RESERVE**

	<b><u>31st December</u></b> <b><u>1998</u></b> <b><u>£</u></b>	<b><u>31st December</u></b> <b><u>1997</u></b> <b><u>£</u></b>
Surplus/(Deficit) for the year	(1,702)	(493)
General Reserve at 31st December, 1997	<u>( 493)</u>	<u>    -</u>
General Reserve at 31st December, 1998	<u>(2,195)</u>	<u>(493)</u>

**11. ULTIMATE PARENT COMPANY**

The ultimate parent company is St Luke's (Cheshire) Hospice Limited a company registered in England and Wales.

**ST LUKE'S HOSPICE PROMOTIONS LIMITED****NOTES ON THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31ST DECEMBER, 1998****12. RELATED PARTY TRANSACTIONS**

There were transactions during the year with St Luke's (Cheshire) Hospice Limited as follows :-

**Recharged from****St Luke's (Cheshire) Hospice Limited**

	<b><u>31st December</u></b> <b><u>1998</u></b> <b><u>£</u></b>	<b><u>31st December</u></b> <b><u>1997</u></b> <b><u>£</u></b>
Payroll	23,229	22,207
Postage	2,222	1,999
Travel	-	38
Consultancy	<u>4,222</u>	<u>6,800</u>
	<u>29,673</u>	<u>31,044</u>

**Covenant Paid to****St Luke's (Cheshire) Hospice Limited**

	<b><u>£</u></b>	<b><u>£</u></b>
Gross of Taxation	<u>267,375</u>	<u>218,193</u>

**Covenant Repaid from****St Luke's (Cheshire) Hospice Limited**

	<b><u>£</u></b>	<b><u>£</u></b>
Gross of Taxation	<u>(205)</u>	<u>-</u>
Net covenants paid to St. Luke's (Cheshire) Hospice Limited	<u>267,170</u>	<u>218,193</u>

During the year ended 31st December, 1997, covenants of £205 were overpaid to St. Luke's (Cheshire) Hospice Limited. These were repaid during the year.

**Amounts owed to****St Luke's (Cheshire) Hospice Limited**

<b><u>31st December</u></b> <b><u>1998</u></b> <b><u>£</u></b>	<b><u>31st December</u></b> <b><u>1997</u></b> <b><u>£</u></b>
<u>12,331</u>	<u>-</u>

**ST LUKE'S HOSPICE PROMOTIONS LIMITED****DETAILED PROFIT AND LOSS ACCOUNT**  
**FOR THE YEAR ENDED 31ST DECEMBER, 1998**

	<u>Note</u>	<u>Year Ended</u> <u>31st December</u> <u>1998</u> <u>£</u>	<u>Year Ended</u> <u>31st December</u> <u>1997</u> <u>£</u>
Total Income		<u>540,023</u>	<u>494,209</u>
Collection Costs		79,995	77,162
Prizes		<u>130,000</u>	<u>130,000</u>
		<u>209,995</u>	<u>207,162</u>
Gross Profit		<u>330,028</u>	<u>287,047</u>
<b>ADMINISTRATIVE EXPENSES</b>			
Advertising Expenses		2,668	2,915
Publicity		5,132	5,097
Postage		2,689	2,427
Computing External		16,596	16,378
Printing and Stationery		1,222	1,741
Salaries		21,506	20,668
N I Contributions		1,723	1,699
Insurance		267	259
Licences		905	473
Telephone and Fax		280	266
Audit and Accountancy		1,879	4,187
Travel Reimbursed		258	132
Sundry Expenses		577	169
Consultancy		6,587	12,682
Depreciation		<u>204</u>	<u>254</u>
		<u>62,493</u>	<u>69,347</u>
Net Profit		267,535	217,700
Taxation	4	(2,067)	-
Covenanted Amount Including Tax		<u>(267,170)</u>	<u>(218,193)</u>
Net Transfer to General Reserve		<u>(1,702)</u>	<u>(493)</u>