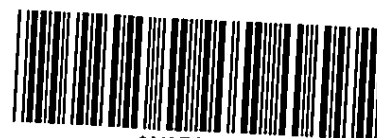


DIAPASON LIMITED
ABBREVIATED STATUTORY ACCOUNTS
FOR THE YEAR ENDED 31 JULY 2007

Company Registered Number: 899572

THURSDAY



A20 *A13ZSZJ4* 142
08/05/2008
COMPANIES HOUSE

DIAPASON LIMITED

ABBREVIATED STATUTORY ACCOUNTS

ACCOUNTANTS' REPORT TO THE MEMBERS OF DIAPASON LIMITED

We have examined without carrying out an audit, the accounts for the year ended 31 July 2007 set out on pages 7 to 10

This report is made solely to the charitable company's members, as a body, in accordance with section 249(c) of the Companies Act 1985. Our work has been undertaken for no purpose other than to draw to the attention of the charitable company's members those matters which we are required to include in a report made under section 249(c) addressed to them. To the fullest extent permitted by law, we do not accept or assume any responsibility to any party other than the charity and the charity's members as a body, for our review work, for this report, or for the opinions we have formed.

Respective responsibilities of trustees and auditors

As described on page 8 the company's charitable trustees (who are directors of Diapason Limited for the purposes of company law) are responsible for the preparation of the accounts, and they believe that the company is exempt from an audit. It is our responsibility to examine the accounts and, based on our examination, to report our opinion, as set out below, to the members.

Basis of audit opinion

Our work was conducted in accordance with the Statement of Standards for Reporting Accountants, and so our procedures consisted of comparing the accounts with the accounting records kept by the company, and making such limited enquires of the officers of the company as we considered necessary for the purposes of this report. These procedures provide only the assurance expressed in our opinion.

Opinion

In our opinion

- (a) the accounts are in agreement with those accounting records kept by the company under s 221 Companies Act 1985,
- (b) having regard only to, and on the basis of, the information contained in those accounting records
 - (i) the accounts have been drawn up in a manner consistent with the accounting requirements specified in s 249C(6) of the Act, so far as applicable to the company, and
 - (ii) the company satisfied the conditions for exemption from an audit of the accounts for the year, specified in s 249A(4) of the Act, and did not fall within any of the categories of companies not entitled to the exemption, specified in s 249B(1), at any time within that year.


Neilson & Company
Chartered Accountants

8 Fairfax Mansions
Finchley Road
London NW3 6JY

2nd May 2008

DIAPASON LIMITED**ABBREVIATED BALANCE SHEET AT 31 JULY 2007**

| | <u>NOTE</u> | 2007 | 2006 |
|---|-------------|-----------------------|-----------------------|
| | | £ | £ |
| Fixed Assets | | | |
| Tangible fixed assets | 2 | 9,090 | 8,572 |
| Current Assets | | | |
| Debtors - fees | | 953 | 623 |
| Cash at bank and in-hand | | <u>24,172</u> | <u>27,944</u> |
| | | <u>25,125</u> | <u>28,567</u> |
| Creditors: Amounts falling due within one year | | | |
| Trade creditors | | 317 | 197 |
| Accrued expenses | | <u>1,410</u> | <u>1,410</u> |
| | | <u>1,727</u> | <u>1,607</u> |
| Net Current Assets | | <u>23,398</u> | <u>26,960</u> |
| Total Assets less Current Liabilities | | <u>£32,488</u> | <u>£35,532</u> |
| Funds | | | |
| Restricted Funds | | 4,501 | 1,802 |
| Designated Funds | | 15,000 | 15,000 |
| Other Unrestricted Funds | | <u>12,987</u> | <u>18,730</u> |
| | | <u>£32,488</u> | <u>£35,532</u> |

The trustees state that for the financial year covered by these accounts the charitable company was

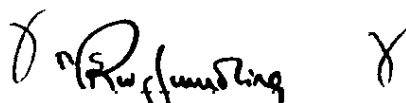
- (a) entitled to exemption from audit under s249A(2) Companies Act 1985, and
- (b) no notice has been deposited under s249B(2) in relation to these accounts requiring the company to obtain an audit

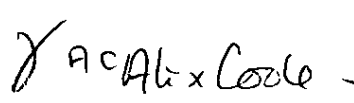
The trustees acknowledge their responsibilities for

- (i) ensuring that the company keeps accounting records which comply with section 221, and
- (ii) preparing accounts 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 income and expenditure for the financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Companies Act 1985 relating to accounts, so far as applicable to the company

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005)

Approved by the directors on 29 April 2008 and signed on their behalf by


Robert Sumerling – Trustee


Alix Coole – Trustee

DIAPASON LIMITED

NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JULY 2007

1. ACCOUNTING POLICIES

Accounting basis and standards

The financial statements have been prepared under the historical cost convention and in accordance with the Statement of Recommended Practice 'Accounting and Reporting by Charities' (SORP), the Companies Act 1985 and applicable accounting standards. The format of the Income and Expenditure Account has been adapted from that prescribed by the Companies Act 1985, in order to reflect the nature of the charity's activities.

Income

Pupil fees and levies are recognised in the Statement of Financial Activities in the period to which they relate.

Expenditure

Expenditure is allocated directly to either Direct Charitable Expenditure or Management and Administration wherever possible. Common costs are allocated on a basis which seems reasonable in accordance with the nature of the expense.

Direct Charitable Expenditure

Direct charitable expenditure represents expenditure directly on the organisation's charitable objectives of furthering childrens' musical education.

Management and Administration

Management and administration costs relate to the costs of complying with legal obligations or administering the organisation and dealing with financial matters.

Depreciation

Fixed Assets acquired for the use of the charity are depreciated at rates calculated to write off their costs over the estimated useful lives. The rates applied are:

| | |
|---------------------|---------------------------|
| Musical instruments | 10% on written down value |
| Office equipment | 25% on written down value |

Fund Accounting

Unrestricted funds represent those monies available for use on the charity's objectives.

Designated funds are amounts of those unrestricted funds that have been set aside by the trustees for particular purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes.

DIAPASON LIMITED**NOTES TO THE ABBREVIATED FINANCIAL STATEMENTS****FOR THE YEAR ENDED 31 JULY 2007 contd****2. TANGIBLE FIXED ASSETS**

| | Musical Instruments £ | Office Equipment £ | Total £ |
|--------------------------------|--------------------------------------|-----------------------------------|----------------------|
| Cost | | | |
| At 1 st August 2006 | 12,642 | 1,546 | 14,188 |
| Additions | <u>1,223</u> | <u>402</u> | <u>1,625</u> |
| At 31 st July 2007 | <u>13,865</u> | <u>1,948</u> | <u>15,813</u> |
| Depreciation | | | |
| At 1 st August 2006 | 4,244 | 1,372 | 5,616 |
| Charge for the year | <u>963</u> | <u>144</u> | <u>1,107</u> |
| At 31 st July 2007 | <u>5,207</u> | <u>1,516</u> | <u>6,723</u> |
| Net Book Value | | | |
| At 31 st July 2007 | <u>£8,658</u> | <u>£432</u> | <u>£9,090</u> |
| At 31 st July 2006 | <u>£8,398</u> | <u>£174</u> | <u>£8,572</u> |