

Registered Number 1226660

AMSCORDI LIMITED
(A COMPANY LIMITED BY GUARANTEE)

FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 OCTOBER 1997

J. B. TITCHENER & Co.
REGISTERED AUDITORS
27 ELDON SQUARE,
READING, BERKSHIRE.



AMSCORDI LIMITED

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**REPORT OF THE DIRECTORS OF
AMSCORDI LIMITED
FOR THE YEAR ENDED 31 OCTOBER 1996**

The directors submit their report together with the accounts for the year ended 31 October 1997. This report is prepared in accordance with the Charities Act 1993 and the Statement Of Recommended Practice "Accounting for Charities" issued by the Charity Commissioners for England and Wales in October 1995 and approved by The Accounting Standards Board.

Directors Responsibilities

Company law requires us as directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Company and of the surplus or deficit of the Company for that period. In preparing these accounts, we are required to:

- Select suitable accounting policies and then apply them consistently;
- Make judgements and estimates that are reasonable and prudent;
- Follow approved accounting standards subject to any material departures disclosed and explained in the financial statements; and
- Prepare the accounts on the going concern basis, unless it is inappropriate to presume the Company will continue in business.

We are also responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Company and enable us to ensure that the financial statements comply with applicable legislation which include the provisions of the Companies Act 1985. We are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and the detection of fraud and other irregularities.

Objects and General Information About The Charity

Amscordi Limited was incorporated on 9 September 1975. The Charity Registration Number is 270204 and the Company Registration Number is 1226660.

The objects of the Charity as set out in the Memorandum Of Association are to educate the public in the arts and specifically music, by providing classes and tuition for young musicians and accommodation in connection therewith; to offer scholarships and grants to students and to charge fees; to co-operate with other organisations in these aims, accepting donations and subscriptions from bodies and individuals.

The company runs two major seminars per annum and arranges various concerts each year for the public and for The Friends of IMS organisation.

The Charity is managed through its' Board of Directors with such additional assistance as the Board sees fit to invite.

**REPORT OF THE DIRECTORS OF
AMSCORDI LIMITED
FOR THE YEAR ENDED 31 OCTOBER 1997**

Review Of The Year

During the year the Charity's expenditure on its charitable objects was £181,961 (1996: £176,891). The charity made no grants to third parties during the year.

The Charity's total income for the year was £174,812 (1996 £269,135). The receipts from the two main residential seminars fell by £3,052 due to a decision to invite more non paying guests to the Open Chamber Music seminar. Income from concerts for the year amounted to £16,941 (1996 - £11,625). The Charity increased this income as a result of running more concerts. The Friends of IMS contributed £16,000 (1996 £5,000) in additional income from ticket sales at various concerts and appeals run on behalf of the Charity. This has now been separately identified within the accounts for both 1996 and 1997. Donations were received totalling £60,979 (1996: £168,667) which was £107,688 less than in the comparative year. The significant reduction seen in the two figures was affected greatly by the donation of £88,800 for the purchase of pianos in the year ended 30 October 1996. Administrative and Charitable expenditure taken together increased marginally as indicated above, however the Company kept overheads under control by running its administrative operations from the home of two of the directors rent free, and has reduced its wage costs.

The audited accounts for the year ended 31 October 1997 are shown on pages 5 to 13. The Statement Of Financial activities on page 5 shows the incoming resources available to the Charity to the extent of which the funds have been spent. This, together with the Balance Sheet on page 7 shows the current market value of the Charity's unrestricted funds, is £10,065 (1996: £8,376) from which it will generate income to meet its future obligations and activities. The Charity held £8,045 (1996 - £22,067) in net bank balances at 31 October 1997 and in Directors' opinion the unrestricted funds continue to be sufficient to pursue their charitable activities in the future.

Directors

Lord M Birkett (Appointed 22 January 1997)
JM Bowers OBE
D Cairns
JNC Gaisman QC
Mrs T Gaisman MBE
AT Hopkinson
BA Hugh-Jones
CL Kauffman
G McCabe
Mrs J Rosenfeld
Mrs AA Skeggs (Appointed 22 January 1997)
PJ Thorogood (Appointed 22 January 1997)

The present Directors and changes in Directors during the year are as shown above. The Charity's Articles of Association do not require directors to retire by rotation.

**REPORT OF THE DIRECTORS OF
AMSCORDI LIMITED
FOR THE YEAR ENDED 31 OCTOBER 1997**

Secretary

CL Kauffman

Registered Office

32 Grafton Square
London
SW4 0DB

Company Status

The Company is Limited by Guarantee and has charitable status.

Bankers

National Westminster Bank PLC,
24 Sloane Square,
London.
SW1 8AZ.

Auditors

JB Titchener & Co,
Registered Auditors/Chartered Certified Accountants,
27 Eldon Square,
Reading,
Berkshire,
RG1 4DP.

The auditors, J.B.Titchener & Co have indicated their willingness to accept re-appointment under Section 385 (2) of the Companies Act 1985.

The Directors Report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and Statement of Recommended Practice No 1 - Accounting by Charities.

ON BEHALF OF THE BOARD

Tessa Gaisman

.....
Mrs T Gaisman MBE - Director

Date..... *July* 1998

REPORT OF THE AUDITORS TO THE DIRECTORS OF AMSCORDI LIMITED

We have audited the financial statements on page 5 to 13 which have been prepared under the historical cost convention and the accounting policies set out on page 8.

Respective Responsibilities Of Directors and Auditors

As described on page 1, 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

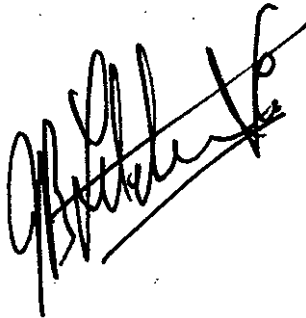
We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes an examination, on a test basis, of evidence relevant to amounts and disclosures in the financial statements, and of whether the accounting policies are appropriate to the Company's circumstances, consistently applied and adequately disclosed. We have been appointed as Auditors under Section 43 of the Charities Act 1993 and report in accordance with regulations made under Section 44 of that Act.

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 misstatements, whether caused by fraud or other irregularity or error. In forming our opinion, we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of the Company's affairs as at 31 October 1997 and of its loss for the year ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies. The financial statements also give a true and fair view of the Charity's incoming resources and application of resources in the year then ended and have been properly prepared in accordance with the Charities Act 1993.

J.B.TITCHENER & CO
Registered Auditors



27 Eldon Square
Reading
Berkshire
RG1 4DP

Date *10th August 1998*

AMSCORDI LIMITED

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 31 OCTOBER 1997

		Unrestricted Funds	Restricted Funds	Total Funds	Total Funds
	Note	1997 £	1997 £	1997 £	1996 £
Income and Expenditure					
Incoming Resources					
Seminar Fees		74,797	-	74,797	77,849
Concert Income		16,941	-	16,941	11,625
Income from the Friends of IMS		16,000	-	16,000	5,000
Covenant Income		1,169	-	1,169	1,970
Sundry Income		1,375	-	1,375	370
Piano Hire Income		3,532	-	3,532	-
Donations Received		60,979	-	60,979	168,667
Interest Received		19	-	19	88
Profit on sale of fixed assets		-	-	-	3,566
		<u>174,812</u>	<u>0</u>	<u>174,812</u>	<u>269,135</u>
Resources Expended:					
Direct Charitable Expenditure	15	110,751	8,838	119,589	108,081
Management and Administration of the Charity	16	62,372	-	62,372	68,810
		<u>173,123</u>	<u>8,838</u>	<u>181,961</u>	<u>176,891</u>
Total Resources Expended					
Net Incoming/(Outgoing) Resources For The Year		1,689	-8,838	-7,149	92,244
Net Movement in Funds					
Fund Balances Brought Forward at 1 November 1996		8,376	83,887	92,263	19
Fund Balances Carried Forward at 31 October 1997		<u>£10,065</u>	<u>£75,049</u>	<u>£85,114</u>	<u>£92,263</u>

The Charity's income and expenses all relate to continuing activities.

There were no recognised gains from the year which are not disclosed above.

The annexed notes form part of these financial statements.

AMSCORDI LIMITED

INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 OCTOBER 1997

	Note	1997 £	1996 £
Turnover	2	111,270	94,474
Net Operating Expenses	3	117,950	2,035
Operating (Deficit) / Surplus	4	<u>-6,680</u>	<u>92,439</u>
Other Interest Receivable and Similar Income		19	88
Interest payable And Similar Charges	5	488	283
(Deficit)/Surplus On Ordinary Activities For The Financial Year		<u>-7,149</u>	<u>92,244</u>
Retained Surplus Brought Forward		92,263	19
Retained Surplus Carried Forward		<u>85,114</u>	<u>92,263</u>

The Company's income and expenses all relate to continuing activities.

The only recognised gain or loss for the year was the deficit for the financial year of £7,149.
(1996 - Gain £92,263)


The annexed notes form part of these financial statements.

AMSCORDI LIMITED
BALANCE SHEET
AS AT 31 OCTOBER 1997

	Note	1997 £	1996 £
Fixed Assets			
Tangible Assets	7	79,888	89,597
Current Assets			
Debtors	8	10,432	7,619
Cash At Bank and In Hand		8,993	22,067
		<u>19,425</u>	<u>29,686</u>
Creditors			
Amounts Falling Due Within One Year	9	<u>11,777</u>	<u>23,852</u>
Net Current Assets		7,648	5,834
Creditors			
Amounts Falling Due After More Than One Year	10	2422	3168
Net Assets		<u>£85,114</u>	<u>£92,263</u>
Income Funds			
Unrestricted		10,065	8,376
Restricted	11	75,049	83,887
Accumulated Fund		<u>£85,114</u>	<u>£92,263</u>

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

These financial statements were approved by the Board on
ON BEHALF OF THE BOARD


.....
JNC GAISMAN QC - DIRECTOR

Date 30.7.98

The annexed notes form part of these financial statements.

AMSCORDI LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 OCTOBER 1997

1. Accounting Policies

The principal accounting policies adopted in the preparation of the Financial Statements are set out below and have remained unchanged from the previous year, and have consistently applied within the same accounts.

Cash Flow Statement

The company qualifies as a small company and advantage has therefore been taken of the exemption provided by financial reporting Standard No 1 not to prepare a Cash Flow Statement.

Basis Of Preparation Of Financial Statements

The financial statements have been prepared under the historical cost convention.

The effect of events in relation to the year ended 31 October 1997 which occurred before the date of approval of the financial statement by the Board of Directors, have been included in the statements to the extent required to show a true and fair state of affairs at 31 October 1997 and of the results for the year ended on that date.

Depreciation

Depreciation has been computed to write off the cost of tangible fixed assets over their expected useful lives using the following rates:

Pianos	-10% per annum on cost
Furniture and Equipment	-10% per annum on cost
Music Library	-15% per annum on cost
Bed Linen	-20% per annum on cost

Leasing

Tangible fixed assets acquired under finance leases or hire purchase contracts are capitalised and depreciated in the same manner as other tangible fixed assets. The related obligations, net of future finance charges are included in creditors.

Rentals payable under operating leases are charged to the profit and loss account on a straight line basis over the period of the lease.

2. Turnover and Other Operating Income

The company's turnover represents the value of goods and services supplied to those attending seminars and concerts during the year.

Other operating income includes non trading receipts including donations and covenant income which have been grossed up by the value of related tax credits where these are applicable at present.

AMSCORDI LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 OCTOBER 1997

3. Net Operating Expenses	1997	1996
	£	£
Administrative Expenses	181,473	173,042
Other Operating Income	63,523	171,007
	<u>117,950</u>	<u>2,035</u>

4. Operating Profit	1997	1996
	£	£
Operating deficit is stated after charging/(crediting):		
Hire of other assets - operating leases	498	978
Depreciation and amortisation of owned assets	9,302	5,414
Depreciation of assets held under hire purchase and finance lease agreements	407	407
Auditors remuneration	2,000	1,786
Profit on the sale of fixed assets	-	(3,566)
	<u>-</u>	<u>(3,566)</u>

5. Interest Payable And Similar Charges	1997	1996
	£	£
Included in this category are:-		
Finance Charges Payable - Finance Leases and Hire Purchase	472	279
	<u>472</u>	<u>279</u>

6. Salaries and Related Costs	1997	1996
	£	£
The costs of employing staff during the year were as follows:-		
Wages and Salaries	15,003	17,764
Social Security	1,156	1,309
	<u>16,159</u>	<u>19,073</u>

There was only 1 employee during the two years shown above.

AMSCORDI LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 OCTOBER 1997

7. Tangible Fixed Assets

	Bed Linen	Pianos	Furniture and Equipment	Music Library	Total
	£	£	£	£	£
Cost					
At 1 November 1996	3,313	104,385	16,603	3,830	128,131
Additions	-	-	-	-	-
Disposals	-	-	-	-	-
At 31 October 1997	<u>3,313</u>	<u>104,385</u>	<u>16,603</u>	<u>3,830</u>	<u>128,131</u>
Depreciation					
At 1 November 1996	3,312	20,918	10,511	3,793	38,534
Charge For The Year	-	8,838	835	36	9,709
Eliminated On Disposals	-	-	-	-	-
At 31 October 1997	<u>3,312</u>	<u>29,756</u>	<u>11,346</u>	<u>3,829</u>	<u>48,243</u>
Net Book Value					
At 31 October 1997	<u>1</u>	<u>74,629</u>	<u>5,257</u>	<u>1</u>	<u>79,888</u>
At 31 October 1996	<u>1</u>	<u>83,467</u>	<u>6,092</u>	<u>37</u>	<u>89,597</u>

Included in the total net book value of tangible fixed assets held at 31 October 1997 was £3,257 in respect of assets held under finance leases and hire purchase contracts.

8. Debtors

	1997	1996
	£	£
Trade Debtors	-	1,930
Income Tax Recoverable	7,798	4,650
Prepayments and Accrued Income	2,560	539
Other Debtors	74	500
	<u>10,432</u>	<u>7,619</u>

9. Creditors - Amounts Falling Due Within One Year

	1997	1996
	£	£
Bank Overdraft	948	-
Obligations Under finance Leases And Hire Purchase Contracts	745	630
Trade Creditors	1,304	11,941
Social Security And Other Taxes	-	167
Other Loans	-	2,450
Other Creditors	723	4,709
Accruals and Deferred Income	8,057	3,955
Covenanted Loans	-	-
	<u>11,777</u>	<u>23,852</u>

AMSCORDI LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 OCTOBER 1997

10. Creditors - Amounts Falling Due After One Year	1997	1996
	£	£
Other Creditors	<u>2,422</u>	<u>3,168</u>

Obligations Under Finance Leases And Hire Purchase Contracts

Amounts Payable:	1997	1996
	£	£
Within Two To Five Years	2,422	3,168
After Five Years	-	-
	<u>2,422</u>	<u>3,168</u>

Obligations under finance leases and hire purchase contracts are secured.

11. Restricted Funds

	Balance 01-Nov 1996	Movement in Resources		Balance 31-Oct 1997
	£	Incoming 96/97 £	Outgoing 96/97 £	£
Grants for Piano Purchases	83,887	-	(8,838)	75,049

12. Analysis Of Net Assets Between Funds

	Tangible Fixed Assets £	Net Current Assets £	Total £
Restricted Funds For The Purchase Of Pianos	74624	425	75049
Unrestricted Funds	5,264	3,266	8530
	<u>79,888</u>	<u>3,691</u>	<u>83,579</u>

AMSCORDI LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 OCTOBER 1997

13. Grants and Donations

Donations and Covenants Received included the following sums in excess of £3,000 (excluding tax credits):

	1997
	£
Esmee Fairbairn Trust	5000
Radcliffe Trust	5000
Leverhulme Trust	<u>17000</u>

14. Leasing Commitments

At 31 October 1997 the Company had annual commitments under non cancellable operating leases as detailed below:

	1997		1996	
	Land & Buildings	Other	Land & Buildings	Other
	£	£	£	£
Operating leases which expire:				
Within One Year	-	-	-	489
Within Two to Five Years	-	-	-	..
	<u>-</u>	<u>-</u>	<u>-</u>	<u>489</u>

AMSCORDI LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 OCTOBER 1997

15. Direct Charitable Expenditure

	1997 £	1997 £	1997 £	1996 £
	Unrestricted Fund	Restricted Fund	Total	
Administration fees and expenses	-	-	0	6,007
Seminar accommodation	28,827	-	28,827	28,171
Piano care, hire and transport	10,555	-	10,555	5,811
Food, drink, cleaning and kitchen expenses	29,301	-	29,301	30,526
Musicians fees and expenses	38,698	-	38,698	32,580
Bad debts	3,334	-	3,334	-
Depreciation charges	36	8838	8,874	4,986
	<u>110,751</u>	<u>8,838</u>	<u>119,589</u>	<u>108,081</u>

16. Management And Administration Charges

	1997 £	1997 £	1997 £	1996 £
	Unrestricted Fund	Restricted Fund	Total	
Wages and salaries	15003	-	15,003	17,764
Employer's NIC	1156	-	1,156	1,309
Administration fees and expenses	11052	-	11,052	12,929
Telephone	2045	-	2,045	1,498
Postage and stationery	8777	-	8,777	11,610
Operating lease charges	498	-	498	978
Travel and transport	11607	-	11,607	8,310
Entertaining	801	-	801	-
Advertising	2830	-	2,830	7,812
Accountancy fees	3451	-	3,451	2,073
Auditors' remuneration	2000	-	2,000	1,786
Legal and professional fees	63	-	63	-
Sundry expenses	739	-	739	711
Depreciation charges	835	-	835	835
Bank Charges	1027	-	1,027	912
Bank Interest	8	-	8	4
Interest on overdue tax	8	-	8	-
Hire Purchase Interest	472	-	472	279
	<u>62,372</u>	<u>-</u>	<u>62,372</u>	<u>68,810</u>

17. Transactions with directors

The administration of the company is run from the home of 2 of the directors, Mr and Mrs J Gaisman QC. There is no charge to the company from the directors.