

**THE GLAMORGAN GWENT ARCHAEOLOGICAL
TRUST LIMITED**

**HEATHFIELD HOUSE, HEATHFIELD,
SWANSEA**

STATEMENT OF ACCOUNT

FOR THE YEAR ENDED

31ST MARCH 2003

Company registered number 1276976

HOWARD J. WEARE & CO

CHARTERED ACCOUNTANTS



THE GLAMORGAN GWENT ARCHAEOLOGICAL TRUST LIMITED

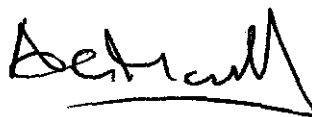
REPORT OF THE TRUSTEES - [CONTINUED]

Auditors

Howard J. Weare & Co have expressed their willingness to be re-appointed as auditors in accordance with Section 385 of the Companies Act 1985 and a resolution to re-appoint them will be proposed at the Annual General Meeting.

The report has been prepared in accordance with the special provisions of Part V11 of the Companies Act 1985 relating to small companies.

Approved by the Board of Trustees on ~~26 September~~ 2003 and signed on their behalf by



Acting Secretary

AUDITORS REPORT TO THE MEMBERS OF
THE GLAMORGAN GWENT ARCHAEOLOGICAL TRUST LIMITED

We have audited the financial statements on pages 5 to 11 which have been prepared under the historical cost convention and the accounting policies set out on page 6.

Respective responsibilities of trustees and auditors

As described on page 1 the company's trustees are responsible for the preparation of financial statements, in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the Trustees' Report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the company is not disclosed.

We read the Trustees' Report and consider the implications for our report if we become aware of any apparent misstatements within it.

Basis of opinion

We conducted our audit in accordance with United Kingdom 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 judgments made by the trustees in the preparation of the financial statements, and 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 other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Fundamental Uncertainty

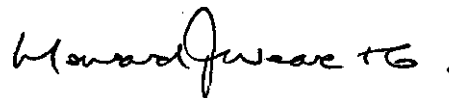
In forming our opinion we have considered the adequacy of the disclosures made in the Financial Statements concerning the non-payment of the debt owed by Newport C.C. of £102105 and the possibility of litigation. If the debt is not eventually recovered the net assets of the Trust would be reduced to £20143. Details of the circumstances relating to this fundamental uncertainty are described in Note 5. Our opinion is not qualified in this respect.

AUDITORS REPORT TO THE MEMBERS OF

THE GLAMORGAN GWENT ARCHAEOLOGICAL TRUST LIMITED [CONTINUED]

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs at 31st March 2003, and of its surplus for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



HOWARD J. WEARE & CO.

Chartered Accountants
Registered Auditors

34, Llwyn-y-pia Road,
Lisvane,
Cardiff.

26th September 2003

THE GLAMORGAN GWENT ARCHAEOLOGICAL TRUST LIMITED

STATEMENT OF FINANCIAL ACTIVITIES

YEAR ENDED 31ST MARCH 2003

	Unrestricted Funds	Restricted Funds	Total Funds 2002/03	Total Funds 2001/02
Incoming Resources				
Cadw Grant	-	247084	247084	246008
RCAHWW Grant	-	27000	27000	27000
Development Control	65149	-	65149	62284
Developer Contracts	611502	-	611502	308559
Sales and donations	740	-	740	1027
Bank deposit interest	335	1	336	1582
	<hr/>	<hr/>	<hr/>	<hr/>
Total Incoming Resources	677726	274085	951811	646460
	<hr/>	<hr/>	<hr/>	<hr/>
Resources Expended				
Direct charitable expenditure [Note 2]	522486	283835	806321	620641
Management and Administration of the charity	30904	-	30904	44730
	<hr/>	<hr/>	<hr/>	<hr/>
Total Resources Expended [Note 3]	553390	283835	837225	665371
Transfer between funds	9751	[9751]	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
	563141	274084	837225	665371
	<hr/>	<hr/>	<hr/>	<hr/>
Net Incoming/ [Outgoing] Resources	114585	1	114586	[18911]
Fund Balances Brought Forward At 1st April 2002	7189	473	7662	26573
	<hr/>	<hr/>	<hr/>	<hr/>
Fund Balances Carried Forward At 31st March 2003	£121774	£474	£122248	£7662
	<hr/>	<hr/>	<hr/>	<hr/>

Country	1950	1955	1960	1965	1970	1975	1980	1985	1990	1995	2000	2005	2010	2015	2020	2025	2030	2035	2040	2045	2050
Japan	7.0	7.5	8.0	8.5	9.0	9.5	10.0	10.5	11.0	11.5	12.0	12.5	13.0	13.5	14.0	14.5	15.0	15.5	16.0	16.5	17.0
Germany	10.0	10.5	11.0	11.5	12.0	12.5	13.0	13.5	14.0	14.5	15.0	15.5	16.0	16.5	17.0	17.5	18.0	18.5	19.0	19.5	20.0
France	11.0	11.5	12.0	12.5	13.0	13.5	14.0	14.5	15.0	15.5	16.0	16.5	17.0	17.5	18.0	18.5	19.0	19.5	20.0	20.5	21.0
Italy	12.0	12.5	13.0	13.5	14.0	14.5	15.0	15.5	16.0	16.5	17.0	17.5	18.0	18.5	19.0	19.5	20.0	20.5	21.0	21.5	22.0
Spain	13.0	13.5	14.0	14.5	15.0	15.5	16.0	16.5	17.0	17.5	18.0	18.5	19.0	19.5	20.0	20.5	21.0	21.5	22.0	22.5	23.0
Sweden	14.0	14.5	15.0	15.5	16.0	16.5	17.0	17.5	18.0	18.5	19.0	19.5	20.0	20.5	21.0	21.5	22.0	22.5	23.0	23.5	24.0
Belgium	15.0	15.5	16.0	16.5	17.0	17.5	18.0	18.5	19.0	19.5	20.0	20.5	21.0	21.5	22.0	22.5	23.0	23.5	24.0	24.5	25.0
United Kingdom	16.0	16.5	17.0	17.5	18.0	18.5	19.0	19.5	20.0	20.5	21.0	21.5	22.0	22.5	23.0	23.5	24.0	24.5	25.0	25.5	26.0
United States	17.0	17.5	18.0	18.5	19.0	19.5	20.0	20.5	21.0	21.5	22.0	22.5	23.0	23.5	24.0	24.5	25.0	25.5	26.0	26.5	27.0
Canada	18.0	18.5	19.0	19.5	20.0	20.5	21.0	21.5	22.0	22.5	23.0	23.5	24.0	24.5	25.0	25.5	26.0	26.5	27.0	27.5	28.0
South Korea	19.0	19.5	20.0	20.5	21.0	21.5	22.0	22.5	23.0	23.5	24.0	24.5	25.0	25.5	26.0	26.5	27.0	27.5	28.0	28.5	29.0
China	20.0	20.5	21.0	21.5	22.0	22.5	23.0	23.5	24.0	24.5	25.0	25.5	26.0	26.5	27.0	27.5	28.0	28.5	29.0	29.5	30.0
India	21.0	21.5	22.0	22.5	23.0	23.5	24.0	24.5	25.0	25.5	26.0	26.5	27.0	27.5	28.0	28.5	29.0	29.5	30.0	30.5	31.0
Brazil	22.0	22.5	23.0	23.5	24.0	24.5	25.0	25.5	26.0	26.5	27.0	27.5	28.0	28.5	29.0	29.5	30.0	30.5	31.0	31.5	32.0
Argentina	23.0	23.5	24.0	24.5	25.0	25.5	26.0	26.5	27.0	27.5	28.0	28.5	29.0	29.5	30.0	30.5	31.0	31.5	32.0	32.5	33.0
South Africa	24.0	24.5	25.0	25.5	26.0	26.5	27.0	27.5	28.0	28.5	29.0	29.5	30.0	30.5	31.0	31.5	32.0	32.5	33.0	33.5	34.0
U.S.S.R.	25.0	25.5	26.0	26.5	27.0	27.5	28.0	28.5	29.0	29.5	30.0	30.5	31.0	31.5	32.0						

AS AT 31ST MARCH 2003

2002

Tangible assets [Note 4]

17754

22953

Debtors [Note 5]
Cash at bank

210610

102382

474

970

211084

103352

CREDITORS: Amounts falling due within one year [Note 6]

106590

118643

NET CURRENT ASSETS/[LIABILITIES]

104494

[15291]

TOTAL ASSETS LESS CURRENT LIABILITIES

£122248

£7662

FUNDS [Note 7]

Unrestricted

121774

7189

Restricted [Note 8]

474

473

£122248

£7662

These accounts were approved by the Board of Trustees on 26 SEPTEMBER 2003 and signed on their behalf by –

S. C. White

L. A. Lof-

Trustees

THE GLAMORGAN GWENT ARCHAEOLOGICAL TRUST LIMITED

NOTES TO THE ACCOUNTS

YEAR ENDED 31ST MARCH 2003

1. Accounting policies

a) Accounting convention

The accounts have been prepared under the historical cost convention and in accordance with the Statement of Recommended Practice, Accounting by Charities (Charity Commission) and in accordance with the Charities (Accounts and Reports) Regulations.

b) Restricted and Unrestricted Funds

Grants received from Cadw : Welsh Historic Monuments and the Royal Commission on the Ancient and Historical Monuments of Wales (RCAHMMW) are awarded for specified projects and on condition that separate audited accounts are submitted to them. Grants received from these bodies are therefore considered to be Restricted Funds. In addition, unexpended monies held for the now defunct Abergavenny Archaeological Research Committee are considered to be Restricted Funds. All other incoming resources are treated as Unrestricted Funds.

c) Management and administration of the charity

Management and administration costs represent 20% of the salaries of administration personnel (Director, Administrative Officer and Financial Assistant) based on the time spent, and professional costs incurred.

d) Depreciation

Depreciation has been provided at the following rates, calculated to write off the cost of fixed assets over their anticipated useful lives -

Equipment - Computers	33% on cost
- Other	15% on reducing value

e) Pensions

Pensions are provided by means of a funded defined benefit scheme and annual contributions are based on actuarial advice. The expected cost of providing pensions is recognised on a systematic and rational basis over the expected remaining service life of each member of the scheme.

THE GLAMORGAN GWENT ARCHAEOLOGICAL TRUST LIMITED

NOTES TO THE ACCOUNTS - CONTINUED

YEAR ENDED 31ST MARCH 2003

2. Direct Charitable Expenditure

	Unrestricted Funds	Restricted Funds	Total Funds 2002/03	Total Funds 2001/02
Archaeological research and investigation	457337	90156	547493	364321
Archaeological service provision	65149	193679	258828	256320
	<hr/>	<hr/>	<hr/>	<hr/>
	£522486	£283835	£806321	£620641
	<hr/>	<hr/>	<hr/>	<hr/>

3. Total Resources Expended

	Unrestricted Funds	Restricted Funds	Total Funds 2002/03	Total Funds 2001/02
Salary costs	436489	176910	613399	484787
Staff travelling	20545	5540	26085	20085
Office rent	22932	-	22932	15951
Office rates	442	-	442	419
Office light and heat	1864	-	1864	2863
Telephone and postage	6567	55	6622	5871
Printing and stationery	6935	3762	10697	5397
Insurance	12634	-	12634	12626
Office expenses	12087	566	12653	8041
Equipment leasing	2282	-	2282	2282
Property maintenance	1998	-	1998	1859
Photography	2812	188	3000	1547
Auditors remuneration	6345	-	6345	5405
Legal fees	4821	-	4821	20900
Site expenses	58010	694	58704	15746
Specialist fees	33977	530	34507	27480
Meetings	1306	-	1306	855
Library and subscriptions	1910	105	2015	2256
Bank charges and interest	2536	-	2536	1309
Training costs	1225	-	1225	144
Relocation expenses	-	-	-	16279
Sundry expenses	1474	520	1994	3935
Depreciation	8354	-	8354	8772
Loss on asset disposals	810	-	810	562
Overhead contribution	[94965]	94965	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
	£553390	£283835	£837225	£665371
	<hr/>	<hr/>	<hr/>	<hr/>

THE GLAMORGAN GWENT ARCHAEOLOGICAL TRUST LIMITED

NOTES TO THE ACCOUNTS - [CONTINUED]

YEAR ENDED 31ST MARCH 2003

4.	Tangible Fixed Assets	Equipment	
	Cost		
	At 1st April 2002	90284	
	Additions	3965	
	Disposals	[5594]	
		<hr/>	
	At 31st March 2003	£88655	
		<hr/>	
	Depreciation		
	At 1st April 2002	67331	
	Provided during year	8354	
	Disposals	[4784]	
		<hr/>	
	At 31st March 2003	£70901	
		<hr/>	
	Net book value		
	At 1st April 2002	£22953	
		<hr/>	
	At 31st March 2003	£17754	
		<hr/>	
5.	Debtors	2003	2002
	Developer debtors	197226	100014
	Others	13384	2368
		<hr/>	<hr/>
		£210610	£102382
		<hr/>	<hr/>

Developer debtors include an amount of £102105 due from Newport C.C., owing since November 2002 in respect of the excavation of the "Newport Ship". Newport C.C. dispute that this amount is payable and have refused payment. The Trust considers that the debt was legally contracted and is properly due and payable, but may have to resort to legal action to recover the debt, which it is considered would be in the Trust's favour. As with all litigation, however, the outcome cannot be quantified in advance.

THE GLAMORGAN GWENT ARCHAEOLOGICAL TRUST LIMITED

NOTES TO THE ACCOUNTS - CONTINUED

YEAR ENDED 31ST MARCH 2003

	2003	2002
6. Creditors: amounts falling due within one year		
Bank overdraft	17487	27254
Expenses creditors	41421	41958
Taxation and social security costs	18502	19431
Fees received in advance	29180	30000
	<hr/>	<hr/>
	£106590	£118643
	<hr/>	<hr/>

7. Analysis of Net Assets between Funds

	Unrestricted Funds	Restricted Funds	Total Funds
Fixed Assets	17754	-	17754
Current Assets	210610	474	211084
Current Liabilities	[106590]	-	[106590]
	<hr/>	<hr/>	<hr/>
	£121774	£474	£122248
	<hr/>	<hr/>	<hr/>

8. Restricted Funds Movement of Resources

	Balance 31.3.02	Incoming	Outgoing	Balance 31.3.03
Cadw Grant	-	247084	247084	-
RCAHMW Grant	-	27000	27000	-
Abergavenny Fund	473	1	-	474
	<hr/>	<hr/>	<hr/>	<hr/>
	£473	£274085	£274084	£474
	<hr/>	<hr/>	<hr/>	<hr/>

THE GLAMORGAN GWENT ARCHAEOLOGICAL TRUST LIMITED

NOTES TO THE ACCOUNTS - CONTINUED

YEAR ENDED 31ST MARCH 2003

9. Pension commitments

The Trust is a member of a defined benefit pension scheme operated for the benefit of the employees of a number of archaeological organisations, which requires contributions to be made to a separately administered fund. The latest interim actuarial valuation was undertaken by an independent qualified Actuary as at 6th April 2002 and it was ascertained that the scheme was not adequately funded to provide benefits as promised at that date. The value of the fund at 5th April 2002 was £2053000. The funding level of the scheme was 83%, the shortfall having arisen principally as a result of changes in the actuarial assumptions used. The contribution rates recommended in the actuarial report to ensure that the scheme is adequately funded for future commitments have been implemented. The principal assumptions adopted in that report were as follows –

- a) Return on investments 7% per annum
- b) Rate of salary increases 5% per annum
- c) Members who joined the scheme before 6.4.2000 retire at age 60,
other members retire at age 65.

Total pension cost charge for the year was £59949 [2002 - £55952].

10. Share capital and Company status

The company is registered under the Companies Act 1985 and is a company limited by guarantee not having a share capital.

11. Capital commitments

Contracted but not provided

2003	2002
Nil	Nil