

SCARBOROUGH HOSPICE SALES LIMITED

Financial statements

for the period ended 31 March 2002

Directors

S Blanchard
T J Boyes
M B Dennis
R L Grunwell
M W Payne

Secretary

R D Clarke

Registered auditors

Moore Stephens
Chartered Accountants
12 Alma Square
Scarborough
North Yorkshire
YO11 1JU

Bankers

HSBC Bank PLC
33 St Nicholas Street
Scarborough
North Yorkshire
YO11 2HN

Registered office

137 Scalby Road
Scarborough
North Yorkshire
YO12 6TB

Company registration

England 2 053 320



SCARBOROUGH HOSPICE SALES LIMITED

Directors' report

for the period ended 31 March 2002

The directors have pleasure in presenting their annual report to shareholders together with the company's audited accounts for the period ended 31 March 2002.

Principal activity and business review

The company sells calendars and novelty items to raise funds for charitable purposes for the benefit of Saint Catherine's Hospice. In accordance with its articles the company made a donation of £35,546 (2001 – £19,000) to the hospice resulting in the following result after taxation:

	£
Profit after taxation	2,033
Recommended dividend	–

Directors and their interests in the capital of the company

The directors and their interests in the capital of the company during the period were:

	Ordinary £1 shares	
	31 March 2002	5 April 2001
S Blanchard	–	1
T J Boyes	–	1
M B Dennis	–	1
R L Grunwell	–	1
M W Payne	–	1
G R Waterworth (resigned 28.02.02)	–	1

Statement of 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 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 then apply them consistently;
- make judgments 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.

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

By Order of the Board



R D Clarke
Secretary

SCARBOROUGH HOSPICE SALES LIMITED

Independent auditors' report to the shareholders of Scarborough Hospice Sales Limited

for the period ended 31 March 2002

We have audited the financial statements of Scarborough Hospice Sales Limited for the period ended 31 March 2002 set out on pages 4 to 8. These financial statements have been prepared in accordance with the Financial Reporting Standard for Smaller Entities, under the historical cost convention and the accounting policies set out on page 6.

Respective responsibilities of directors and auditors

As described in the Statement of Directors' Responsibilities, the company's directors are responsible for the preparation of the 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 Directors' 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 Directors' Report and consider the implications for our report if we become aware of any apparent misstatements within it.

Basis of audit 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 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 other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

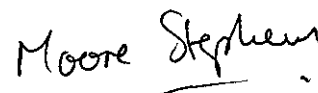
Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 March 2002 and of its profit for the period then ended and have been properly prepared in accordance with the Companies Act 1985.

As required by the company's constitution we also report that, in our opinion, the provisions of Article of Association number 3 (reproduced in note 11 to these financial statements) have been complied with.

12 Alma Square
Scarborough
YO11 1JU

6 September 2002



MOORE STEPHENS

Registered Auditors
Chartered Accountants

SCARBOROUGH HOSPICE SALES LIMITED

Profit and loss account

for the period ended 31 March 2002

	Note	£	2001 £
Turnover	1	63,220	48,023
Cost of sales		23,516	25,716
Gross profit		<u>39,704</u>	<u>22,307</u>
Administrative expenses		2,125	2,390
Operating profit	8	<u>37,579</u>	<u>19,917</u>
Gift aid donation – Saint Catherine's Hospice Trust	11	35,546	19,000
Profit/(loss) on ordinary activities before taxation		<u>2,033</u>	<u>917</u>
Taxation on profit/(loss) on ordinary activities	9	–	–
Profit/(loss) on ordinary activities after taxation		<u>2,033</u>	<u>917</u>
Balance brought forward		(1,033)	(1,950)
Balance carried forward		<u><u>1,000</u></u>	<u><u>(1,033)</u></u>

SCARBOROUGH HOSPICE SALES LIMITED

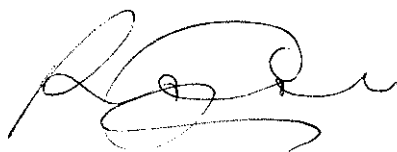
Balance sheet

as at 31 March 2002

	Note	£	£	2001 £	2001 £
Fixed assets					
Tangible assets	2		—		548
Current assets					
Stocks	3	3,329		3,972	
Debtors	4	1,097		333	
Cash at bank and in hand		2,348		2,730	
		<u>6,774</u>		<u>7,035</u>	
Creditors: amounts falling due within one year	5	<u>5,768</u>		<u>8,610</u>	
Net current liabilities			1,006		(1,575)
Total assets less current liabilities			<u>1,006</u>		<u>(1,027)</u>
Share capital and reserves					
Share capital	6		6		6
Profit and loss account	7		1,000		(1,033)
			<u>1,006</u>		<u>(1,027)</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.

Approved by the board of directors on 3 September 2002.



R L Grunwell
Director

SCARBOROUGH HOSPICE SALES LIMITED

Notes to the accounts

for the period ended 31 March 2002

1 Accounting policies

These accounts have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective March 2000).

1.01 Depreciation

Depreciation of fixed assets has been provided at various rates which are anticipated to amortise the cost on a straight line basis over the assets' expected useful lives. Indicative annual rates are:—

Fixtures, fittings, tools and equipment	25%
-----------------------------------------	-----

1.02 Stocks

Stocks are valued at the lower of invoice cost and net realisable value.

1.03 Turnover

Turnover comprises donations and receipts from the sale of fund-raising goods net of value added tax.

1.04 Deferred taxation

It is the directors' policy to provide for deferred taxation only to the extent that a liability is anticipated to arise in the foreseeable future.

2 Tangible assets

Fixtures, fittings
tools & equipment

Cost	£
As at 05.04.01	2,395
Additions	—
As at 31.03.02	<u>2,395</u>
Depreciation	
As at 05.04.01	1,847
Provided in year	548
As at 31.03.02	<u>2,395</u>
Net book value	
As at 05.04.01	<u>548</u>
As at 31.03.02	<u>—</u>

3 Stocks

Stock comprises purchased goods for resale.

4 Debtors	£	2001 £
Other debtors	805	45
Prepayments and accrued income	292	288
	<u>1,097</u>	<u>333</u>

SCARBOROUGH HOSPICE SALES LIMITED

Notes to the accounts

for the period ended 31 March 2002

5	Creditors: amounts falling due within one year	£	2001 £
	Amounts owed to parent undertaking	4,793	8,247
	Other tax and social security	—	3
	Accruals and deferred income	975	360
		<u>5,768</u>	<u>8,610</u>
6	Share capital	£	2001 £
	Authorised — £1 ordinary shares	100	100
	Issued & fully paid — £1 ordinary shares	<u>6</u>	<u>6</u>
7	Reserves	Profit & loss account £	
	Balance as at 5 April 2001	(1,033)	
	Retained profit for the year	2,033	
	Balance as at 31 March 2002	<u>1,000</u>	
8	Operating profit	£	2001 £
	Operating profit is stated after charging:		
	Auditors' remuneration	375	360
	Depreciation	<u>549</u>	<u>599</u>
9	Taxation	£	2001 £
	Current year	—	—
		<u>—</u>	<u>—</u>
10	Deferred taxation		
	The full potential liability/(asset) and amount provided in the accounts relating to deferred taxation, assuming a tax rate of 20% (2001 — 20%), arises from the following timing differences between the tax computation and accounts:—		
		£	2001 £
	Full potential liability/(asset):		
	Capital allowances in excess of (less than) depreciation	(76)	8
	Unrelieved losses carried forward	(268)	(759)
		<u>(344)</u>	<u>(751)</u>
	Of which provided in the accounts:		
	Capital allowances in excess of (less than) depreciation	—	—
	Unrelieved losses carried forward	<u>—</u>	<u>—</u>

SCARBOROUGH HOSPICE SALES LIMITED

Notes to the accounts

for the period ended 31 March 2002

11 Articles of Association

Article of Association number 3, referred to in the audit report, is reproduced below:

- A. All the profits of the company available for distribution as dividend shall be paid to Saint Catherine's Hospice Trust, Scarborough (hereinafter called "the Trust") to be applied towards the promotion and carrying out of the objects of the Trust.
- B. No member of the council or other governing body or other person engaged or concerned in the management of the Trust shall hold any salaried office or employment in the company.
- C. No member of the council or other governing body or other persons engaged or concerned in the management of the Trust shall enter into or be concerned or interested directly or indirectly in any contract with the company, other than a contract which, if entered into with the Trust would not have involved any infringement of the Memorandum of Association, or other governing instrument of the Trust.
- D. That the company's auditors shall include in their annual report a statement showing whether to the best of their knowledge and belief the above provisions have been complied with.

12 Controlling party

For the purposes of the related party disclosure provisions of the Financial Reporting Standard for Smaller Entities, the controlling party and ultimate holding company is considered to be Saint Catherine's Hospice Trust, which holds 100% of the shares in Scarborough Hospice Sales Limited.