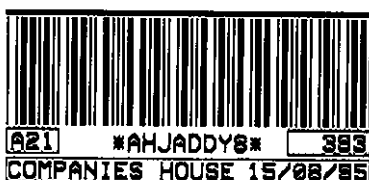


MAGIC ME LIMITED

REPORTS AND FINANCIAL STATEMENTS

31 March 1995



Richard F Hopper  
Chartered Accountant  
2 East Road  
Stratford  
London E15 3QR

## MAGIC ME LIMITED

Company Registration No. 2394189

Charity Registration No. 328331

Directors  
Jacqui Christian  
David Kennett  
Daniel Kossoff  
Patricia O'Dwyer  
Caroline Perkins  
Pat Topley  
Alison Webster  
Geoffrey Wykurz

Company Secretary Susan Langford

Registered Office  
33 Stroudley Walk  
London E3 3EW

Bankers  
Royal Bank of Scotland  
40 Islington High Street  
London N1 8XJ

Auditor  
Richard F Hopper  
Chartered Accountant  
2 East Road  
Stratford  
London E15 3QR

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## MAGIC ME LIMITED

(Company limited by guarantee and not having a share capital)

### REPORT OF THE TRUSTEES

The Trustees present their annual report and the audited financial statements of the company for the year ended 31 March 1995.

#### 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 its income and expenditure for that period. In preparing the financial statements the directors are required to:

- (a) select suitable accounting policies and then apply them consistently;
- (b) make judgements and estimates that are reasonable and prudent;
- (c) comply with applicable accounting standards subject to any material departures disclosed and explained in the financial statements; and
- (d) prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in operation.

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.

#### PRINCIPAL ACTIVITY

The principal activity, which has continued throughout the year, is to promote, maintain, improve and advance the education of children and adults towards a better understanding of the needs of hospitalised infirm and aged in hospitals, convalescent homes and old peoples homes and methods by which those may be best met.

#### TRUSTEES

The Trustees set out below have held office during the whole of the period from 1 April 1994 to the date of this report, unless otherwise stated. As the company does not have a share capital, the Trustees have no shares in the company.

Hilary Barnard (resigned 19 January 1995)  
Jacqui Christian (appointed 10 January 1995)  
David Kennett  
Daniel Kossoff  
Kathy Levin (resigned 3 October 1994)  
Patricia O'Dwyer  
Caroline Perkins  
Pat Topley (appointed 10 January 1995)  
Elizabeth Alison Webster  
Geoffrey Wykurz (appointed 10 January 1995)

In accordance with the Articles of Association, all the current Trustees retire at the Annual General Meeting and, being eligible, offer themselves for re-election.

**MAGIC ME LIMITED**

(Company limited by guarantee and not having a share capital)

REPORT OF THE TRUSTEES (continued)

AUDITOR

Richard F Hopper, Chartered Accountant, has signified his willingness to continue in office and a resolution to reappoint him will be put to the forthcoming Annual General Meeting.

Advantage has been taken in the preparation of the Report of the Trustees of the special exemptions applicable to small companies conferred by Part II of Schedule 8 to the Companies Act 1985. This report was approved by the Trustees on 7 August 1995 and signed on their behalf:

David Clemmelt )  
 )  
 ) Trustees  
 Arthur Webber )

## MAGIC ME LIMITED

(Company limited by guarantee and not having a share capital)

### REPORT OF THE AUDITOR TO THE MEMBERS

I have audited the financial statements on pages 5 - 9 which have been prepared under the historical cost convention and the accounting policies set out on page 7.

#### **Respective responsibilities of the Trustees and Auditor**

As described on page 2 the company's directors are responsible for the preparation of financial statements. It is my responsibility to form an independent opinion, based on my audit, on those financial statements and to report my opinion to you.

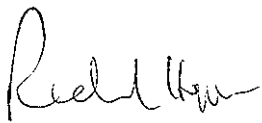
#### **Basis of opinion**

I conducted my 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 used 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.

I planned and performed my audit so as to obtain all the information and explanations which I considered necessary in order to provide me 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 my opinion I also evaluated the overall adequacy of the presentation of information in the financial statements.

#### **Opinion**

In my opinion the financial statements give a true and fair view of the state of the company's affairs at 31 March 1995 and of its income and expenditure for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies.



Richard F Hopper  
Chartered Accountant and Registered Auditor  
2 East Road  
Stratford  
London E15 3QR

8 August 1995

**MAGIC ME LIMITED**

(Company limited by guarantee and not having a share capital)

**INCOME AND EXPENDITURE ACCOUNT**  
**For the Year Ended 31 March 1995**

	Notes	1995	1994
		£	£
INCOME			
Grants and donations	2	67,551	47,244
Fees		503	303
Sale of work etc.		266	-
Interest		494	487
		<hr/> 68,814	<hr/> 48,034
EXPENDITURE			
Salaries and fees	3	52,782	42,233
Other project costs		3,010	3,472
Staff recruitment and training		2,234	127
Premises costs		5,562	946
Administration costs	4	3,254	2,802
Depreciation of equipment		1,363	1,267
		<hr/> 68,205	<hr/> 50,847
SURPLUS (DEFICIT) FOR THE YEAR		609	(2,813)
SURPLUS AT THE START OF THE YEAR		3,873	6,686
SURPLUS AT THE END OF THE YEAR		<hr/> £4,482 =====	<hr/> £3,873 =====

The company's income and expenditure all relate to continuing operations.  
The company had no recognised gains or losses other than the surplus (deficit)  
for the year shown above.

MAGIC ME LIMITED

(Company limited by guarantee and not having a share capital)

BALANCE SHEET

31 March 1995

	Notes	1995	1994
		£	£
FIXED ASSETS			
Tangible assets	6	1,111	817
CURRENT ASSETS			
Debtors	7	-	2,537
Bank and cash balances		18,514	11,424
		<u>18,514</u>	<u>13,961</u>
CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	8	15,143	10,905
NET CURRENT ASSETS		<u>3,371</u>	<u>3,056</u>
NET ASSETS		<u>£4,482</u> =====	<u>£3,873</u> =====
CAPITAL AND RESERVES			
General fund		<u>£4,482</u> =====	<u>£3,873</u> =====

Advantage is taken of the exemptions conferred by Parts I and II of Schedule 8 to the Companies Act 1985. In the Trustees' opinion the company is entitled to those exemptions having met the qualifications for a small company specified in sections 246 and 247 of the Companies Act 1985.

The financial statements were approved by Trustees on 7 August 1995 and signed on their behalf

*David Clement*  
\_\_\_\_\_  
*Anna Webb*

) Trustees  
)  
)

## MAGIC ME LIMITED

(Company limited by guarantee and not having a share capital)

### NOTES TO THE FINANCIAL STATEMENTS For the Year Ended 31 March 1995

#### 1 ACCOUNTING POLICIES

The following accounting policies are consistently used by the company in the preparation of its financial statements.

##### a) Basis of accounting

The financial statements are prepared under the historical cost convention. The company has taken advantage of the exemption in Financial Reporting Standard No 1 from producing a cash flow statement on the grounds that it is a small company.

##### b) Income

Income is included in the accounts when it is received, except that income received in advance is carried forward as a current liability to match the expenditure which it is intended to finance.

##### c) Depreciation

Depreciation is provided on all tangible fixed assets and is calculated to write off the cost less estimated residual value of each asset over its expected useful life. The estimated useful lives are:

Computers and other equipment 3 years

#### 2 GRANT AND DONATION INCOME

Grants and donations for the year were received from:

	1995	1994
	£	£
L B of Tower Hamlets	21,295	18,357
Anonymous	10,000	-
Greytree Trust	7,697	-
London Dockland DC	6,510	5,000
Wakefield Trust	5,000	2,500
Sutton Trust	3,000	-
Anonymous	3,000	-
London Arts Board	2,941	4,183
Spitalfields Trust	1,800	-
Aldgate and Allhallows	1,432	-
Charities Aid Foundation	1,431	-
European Community	1,012	2,434
Alchemy Foundation	1,000	-
Others under £1,000 each	2,534	1,626
Others £1,000 and over	-	5,700
Movement in income in advance	(1,100)	7,445
	<hr/> £67,552	<hr/> £47,245
	=====	=====



# MAGIC ME LIMITED

(Company limited by guarantee and not having a share capital)

## NOTES TO THE FINANCIAL STATEMENTS For the Year Ended 31 March 1995

### 3 SALARIES AND FEES

	1995	1994
Salaries and fees include employee costs of	£21,569	£26,751
	=====	=====

None of the Trustees received any emoluments from the company for the year.

### 4 ADMINISTRATION EXPENSES

Administration expenses include:

	1995	1994
Auditor's remuneration	£294	£294
	=====	=====

### 5 TAXATION

As a charity, the company is exempt from corporation tax on any surplus under section 505 of the Income and Corporation Taxes Act 1988.

### 6 TANGIBLE FIXED ASSETS

	Office Equipment
COST	
At 1 April 1994	3,806
Additions	1,657
	-----
At 31 March 1995	5,463
	-----
ACCUMULATED DEPRECIATION	
At 1 April 1994	2,989
Charge for the year	1,363
	-----
At 31 March 1995	4,352
	-----
NET BOOK VALUES	
At 31 March 1995	£1,111
	=====
At 31 March 1994	£ 817
	=====

MAGIC ME LIMITED

(Company limited by guarantee and not having a share capital)

NOTES TO THE FINANCIAL STATEMENTS  
For the Year Ended 31 March 1995

7 DEBTORS

	1995	1994
	£	£
Grants receivable	-	2,237
Prepaid expenses	-	300
	<hr/>	<hr/>
	£ -	£2,537
	=====	=====

8 CREDITORS: AMOUNTS FALLING DUE  
WITHIN ONE YEAR

	1995	1994
	£	£
Taxation and social security costs	1,143	2
Income received in advance	11,250	10,150
Accrued expenses	2,750	753
	<hr/>	<hr/>
	£15,143	£10,905
	=====	=====