

FINANCIAL STATEMENTS
for the year ended 31 March 1998

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ARTSPACE BRISTOL LIMITED

OFFICERS AND PROFESSIONAL ADVISORS

DIRECTORS

P.Reddick
L.Barber
C.Harvey
R.Clerke - resigned 28th May 1998
D.Johnstone
P.Stoppard
T.Knowles
K Thomas - appointed 1st June 1998
A Berrisford - appointed 1st June 1998

SECRETARY

P.Reddick

REGISTERED OFFICE

133 Cumberland Road
Bristol
BS1 6UX

BANKERS

Bank of Scotland
21 Prince Street
BRISTOL

Charities Aid Foundation
Kings Hill
West Malling
Kent

AUDITORS

Webb and Company (Cheddar)
Bath Street
Cheddar
Somerset BS27 3AA

ARTSPACE BRISTOL LIMITED

DIRECTORS REPORT

The directors present their report and financial statements for the year ended 31 March 1998.

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 these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements 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;
- state whether the policies adopted are in accordance with Regulations and with applicable accounting standards, subject to any material departures disclosed and explained in the financial statements.

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.

RESULTS AND DIVIDENDS

The surplus transferred to reserves is £775,603, of which £775,595 represents grants received from the Arts Council, English Partnership, and the Foundation for Sports and Arts towards the refurbishment costs of the property in Cumberland Road.

PRINCIPAL ACTIVITIES AND BUSINESS REVIEW

The principal activity of the company in the year under review was the provision of studios for artists in Bristol.

The artists and other tenants have moved in successfully and negotiations are taking place on the remaining space to be let.

In the opinion of the directors, the state of the company's affairs is satisfactory.

DIRECTORS AND THEIR INTERESTS IN THE COMPANY'S SHARES

The directors are as listed on page 1. The company, being Limited by Guarantee, has no issued share capital. No director has a beneficial share of the company.

ARTSPACE BRISTOL LIMITED

DIRECTORS REPORT (Continued)

CHARITABLE STATUS

The company has charitable status for the purposes of taxation.

SMALL COMPANY

Advantage has been taken in the preparation of this report of the special exemptions applicable to small companies.

AUDITORS

Webb and Company (Cheddar) have expressed their willingness to continue in office. A resolution proposing their reappointment will be submitted at the annual general meeting.

By order of the Board

A handwritten signature in cursive script, appearing to read 'Paula Redman', written over a dotted line.

SECRETARY

Dated: 3/11/98

ARTSPACE BRISTOL LIMITED

AUDITORS REPORT

to the shareholders of Artspace Bristol Limited

We have audited the financial statements on pages 6 to 9 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 3 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 section 43 of the Charities Act 1993 and regulations made under section 44 of that Act and 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 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 at 31 March 1998 and of its financial activities for the year then ended and have been properly prepared in accordance with the Companies Act 1985 and with regulation 3 of the Charities Act 1993.

Webb - L

Webb and Company (Cheddar)
Registered Auditors
Chartered Accountants

Bath Street,
Cheddar,
Somerset. BS27 3AA

Dated: 20/1/99

ARTSPACE BRISTOL LIMITED

Statement of Financial Activities for the year ended 31 March 1998

	<i>Note</i>	<i>Unrestricted Funds</i>	<i>Restricted Funds</i>	<i>Total Funds 1998</i>	<i>Total Funds 1997</i>
		<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>
Income and expenditure					
Incoming resources	2				
Donations and gifts		58,812	775,595	834,407	623,903
Investment income	3	14,308	-	14,308	8,876
Other income		-	-	-	-
Total incoming resources		<u>73,120</u>	<u>775,595</u>	<u>848,715</u>	<u>632,779</u>
 Resources expended					
Direct charitable expenditure		33,631	-	33,631	34,317
Depreciation		3,464	10,969	14,433	-
Management and administration of the charity		<u>20,333</u>	<u>4,715</u>	<u>25,048</u>	<u>13,975</u>
Total resources expended		<u>57,428</u>	<u>15,684</u>	<u>73,112</u>	<u>48,292</u>
 Net incoming resources for the year		15,692	759,911	775,603	584,487
 Balances brought forward at 1 April 1997		<u>295,170</u>	<u>644,482</u>	<u>939,652</u>	<u>355,165</u>
Balances carried forward at 31 March 1998		<u>310,862</u>	<u>1,404,393</u>	<u>1,715,255</u>	<u>939,652</u>

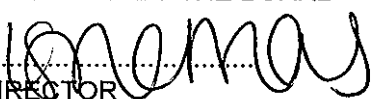
The notes on pages 8 to 9 form part of these accounts

ARTSPACE BRISTOL LIMITED

BALANCE SHEET at 31 March 1998

	Notes	<u>1998</u>		<u>1997</u>	
		<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>
FIXED ASSETS					
Tangible fixed assets	6		1,599,333		610,759
CURRENT ASSETS					
Debtors	7	32,228		334,691	
Cash at bank and in hand		<u>156,115</u>		<u>245,134</u>	
		188,343		579,825	
CREDITORS:					
Amounts falling due within one year	8	<u>(72,421)</u>		<u>(250,932)</u>	
			<u>115,922</u>		<u>328,893</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>£ 1,715,255</u>		<u>£ 939,652</u>
FUNDS					
Unrestricted - Profit and Loss Account			310,862		295,170
Restricted			<u>1,404,393</u>		<u>644,482</u>
			<u>£ 1,715,255</u>		<u>£ 939,652</u>

APPROVED BY THE BOARD


.....
DIRECTOR

Dated:.....3/11/98

ARTSPACE BRISTOL LIMITED

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 March 1998

1 ACCOUNTING POLICIES

The financial statements have been prepared in accordance with the Charities S.O.R.P. and applicable statements of standard accounting practice. The particular accounting policies adopted are described below.

Accounting convention

The accounts are prepared in accordance with applicable accounting standards.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less estimated residual value, over the useful economic life of that asset as follows:

Leasehold Property	over the period of the lease
Office Equipment	25% reducing balance
Other Equipment	equally over 15 years

2 INCOME

Income represents the grants and donations received by the company.

The income and pre-tax surplus is attributable to the one principal activity of the company which is carried out exclusively in the U.K.

3 INTEREST RECEIVABLE AND SIMILAR INCOME

	<u>1998</u>	<u>1997</u>
Bank Interest Receivable	£14,308	£8,876

4 PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION

Operating Surplus is stated after charging:

	<u>1998</u> <u>£</u>	<u>1997</u> <u>£</u>
Auditors remuneration	275	275
Directors remuneration	-	-

5 TAXATION ON PROFIT ON ORDINARY ACTIVITIES

	<u>1998</u>	<u>1997</u>
Current year corporation tax at 21% (1997 24%)	-	-

ARTSPACE BRISTOL LIMITED

NOTES TO THE FINANCIAL STATEMENTS for the year ended 31 March 1998

6 FIXED ASSETS

	Leasehold land & Building £	Fixtures Fittings and Equipment £	Total £
Expenditure brought forward at 31 March 1997	610,759	-	610,759
Expenditure during the year	968,785	34,222	1,003,007
Cost at 31 March 1998	<u>£ 1,579,544</u>	<u>£ 34,222</u>	<u>£ 1,613,766</u>
Depreciation			
At 1st April 1998	-	-	-
Charge for the year	10,969	3,464	14,433
As at 31st March 1998	<u>£ 10,969</u>	<u>£ 3,464</u>	<u>£ 14,433</u>
Net book value at 31st March 1998	<u>£ 1,568,575</u>	<u>£ 30,758</u>	<u>£ 1,599,333</u>
Net book value at 31st March 1997	<u>£ 610,759</u>	<u>£ -</u>	<u>£ 610,759</u>

7 DEBTORS

	<u>1998</u> £	<u>1997</u> £
Trade debtors	25,999	287,408
Other debtors	6,229	47,283
	<u>£ 32,228</u>	<u>£ 334,691</u>

8 CREDITORS: Amounts falling due within one year

	<u>1998</u> £	<u>1997</u> £
Trade creditors	58,440	250,657
Accruals and deferred income	13,981	275
	<u>£ 72,421</u>	<u>£ 250,932</u>

9 COMPANY STATUS

The company is Limited by Guarantee. In the event of a winding up of the company the liability of the members is limited to £1 each.