



**THE TEENAGE TRUST
(TRADING) LIMITED**

FINANCIAL STATEMENTS

FOR THE YEAR ENDED

30 JUNE 2004

THE TEENAGE TRUST (TRADING) LIMITED

FINANCIAL STATEMENTS

For the year ended 30 JUNE 2004

Company registration number: 2691170

Registered office: 38 Warren Street
London
W1T 6AE

Directors: J Bhalla
D Formosa
D Kyte
J Matlin
S Ross
A Whiteson)
M Whiteson) - Chairmen

Chief executive: S Davies

Company secretary: S Davies

Committee members: A Whiteson
M Whiteson
E Evans
J Bhalla
A Humphreys
J Priddle
J Riviere
P Riviere
P Williams
D Lewis
R Lesser
L Gayler

Bankers: The Royal Bank of Scotland plc
Commercial Banking
Charing Cross Commercial Centre
3rd Floor
Cavell House
2a Charing Cross Road
London
WC2H 0NN

Barclays Bank Plc
50 Pall Mall
London
SW1A 1QD

THE TEENAGE TRUST (TRADING) LIMITED

FINANCIAL STATEMENTS

For the year ended 30 JUNE 2004

Auditors:

Grant Thornton UK LLP
Registered Auditors
Chartered Accountants
Grant Thornton House
Melton Street
Euston Square
London
NW1 2EP

THE TEENAGE TRUST (TRADING) LIMITED

FINANCIAL STATEMENTS

For the year ended 30 JUNE 2004

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THE TEENAGE TRUST (TRADING) LIMITED

REPORT OF THE DIRECTORS

The directors present their report together with the audited financial statements for the year ended 30 June 2004.

Constitution

The company is a limited company having a share capital. It is the wholly owned subsidiary of Teenage Cancer Trust which is a company limited by guarantee and a charity registered under the Charities Act 1993, Charity Registration No. 1062559.

Principal activity

The principal activity of the company in the year under review was to raise monies by way of fundraising events organised in the name of the Teenage Cancer Trust. All surpluses on these events, after deduction of administration overheads, are distributed to teenage cancer projects via Teenage Cancer Trust.

Business review

A summary of the results of the year's activity is given on page 6 of the financial statements. The net surplus of the fundraising events organised by the company amounted to £1,286,364 (2003: £981,594) and was donated to Teenage Cancer Trust by Gift Aid. The donation constitutes a charitable contribution.

Directors

The following directors served during the year:

J Bhalla
D Formosa
D Kyte
J Matlin
S Ross
A Whiteson
M Whiteson

No director had any beneficial interest in the issued ordinary share capital of the company at any time during the year.

Directors' responsibilities for the financial statements

United Kingdom 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 surplus or deficit 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 judgements and estimates that are reasonable and prudent
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements

THE TEENAGE TRUST (TRADING) LIMITED

REPORT OF THE DIRECTORS

Directors' responsibilities (continued)

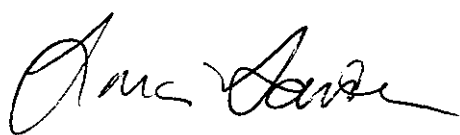
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records, for safeguarding the assets of the company and for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Auditors

Grant Thornton UK LLP offer themselves for reappointment as auditors in accordance with section 385 of the Companies Act 1985.

BY ORDER OF THE BOARD


Secretary
16 February 2005

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
THE TEENAGE TRUST (TRADING) LIMITED**

We have audited the financial statements of THE TEENAGE TRUST (TRADING) LIMITED for the year ended 30 June 2004 which comprise the principal accounting policies, the income and expenditure account, the statement of recognised gains and losses, the balance sheet and notes 1 to 8. These financial statements have been prepared under the accounting policies set out therein.

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of the directors and auditors

The directors' responsibilities for preparing the directors' report and the financial statements in accordance with United Kingdom law and accounting standards are set out in the statement of directors' responsibilities.

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 other information contained in the directors' report, and consider whether it is consistent with the audited financial statements. We consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements. Our responsibilities do not extend to any other information.

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 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.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
THE TEENAGE TRUST (TRADING) LIMITED**

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs of the company as at 30 June 2004 and of its surplus for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



**GRANT THORNTON UK LLP
REGISTERED AUDITORS
CHARTERED ACCOUNTANTS**

LONDON

16 February 2005

THE TEENAGE TRUST (TRADING) LIMITED

PRINCIPAL ACCOUNTING POLICIES

BASIS OF PREPARATION

The financial statements have been prepared under the historical cost convention and on a going concern basis given the undertaking of the company's parent company to continue to support it financially and enable it to pay its debts as they fall due.

The principal accounting policies of the company have remained unchanged from the previous year and are set out below.

CASH FLOW

The financial statements do not include a cash flow statement because the company, as a small reporting entity, is exempt from the requirement to prepare such a statement under Financial Reporting Standard 1 'Cash flow statements'.

INCOME

Income from fundraising events organised by third parties on behalf of the company, where only the net proceeds are transferred to the company, is accounted for net and on a receipts basis. General donations and members' subscriptions are also accounted for on a receipts basis. Other income, including income from events organised and run by the company is accounted for gross and on an accruals basis where practicable.

EXPENDITURE

Expenditure has been classified under the company's principal categories of fundraising and general overheads. It comprises the direct costs of fundraising events and the share of central overheads recharged by the parent company The Teenage Cancer Trust. Expenditure is accounted for on an accruals basis.

STOCK

Stock is stated at the lower of cost and net realisable value.

THE TEENAGE TRUST (TRADING) LIMITED

INCOME AND EXPENDITURE ACCOUNT

For the year ended 30 JUNE 2004

	Note	2004 £	2004 £	2003 £	2003 £
Income					
Fundraising events	1		2,371,598		1,937,957
Expenditure					
Direct fundraising	1	(873,386)		(871,940)	
General overheads	2	(211,848)		(84,423)	
			<u>(1,085,234)</u>		<u>(956,363)</u>
Surplus on ordinary activities before Gift Aid			1,286,364		981,594
Gift aid	3		<u>(1,286,364)</u>		<u>(981,594)</u>
Retained surplus for the year	7		<u>-</u>		<u>-</u>

All transactions arise from continuing operations.

There is no difference between the surplus on ordinary activities before Gift Aid and the retained surplus for the period stated above, and their historical cost equivalent.

There were no recognised gains or losses other than the surplus for the financial year.

The accompanying accounting policies and notes form an integral part of these financial statements.

THE TEENAGE TRUST (TRADING) LIMITED

BALANCE SHEET AT 30 JUNE 2004

	Note	2004 £	2003 £
Current assets			
Stock		7,295	28,800
Debtors	4	117,688	556,641
Cash at bank and in hand		1,341,334	527,998
		<u>1,466,317</u>	<u>1,113,439</u>
Creditors: amounts falling due within one year	5	<u>(1,463,726)</u>	<u>(1,110,848)</u>
Total assets less current liabilities		<u>2,591</u>	<u>2,591</u>
Total net assets		<u>2,591</u>	<u>2,591</u>
Capital and reserves			
Equity interests:			
Called up share capital	6	2	2
Income and expenditure account		<u>2,589</u>	<u>2,589</u>
Shareholders' funds	7	<u>2,591</u>	<u>2,591</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 of Directors on 16 February 2005.



Director

The accompanying accounting policies and notes form an integral part of these financial statements.

THE TEENAGE TRUST (TRADING) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 30 JUNE 2004

1 FUNDRAISING EVENTS

	2004 Total income £	2004 Total expenditure £	2004 Surplus (deficit) £	2003 Surplus (deficit) £
Royal Albert Hall Concerts	1,335,581	626,112	709,469	305,966
Evening at Ronnie Scotts	375,012	594	374,418	-
Ecuador trek 2003 (Patagonia trek 2002)	235,307	73,252	162,055	344,258
Bandannas 2003	95,748	38,820	56,928	-
London Marathon 2004	75,879	9,423	66,456	67,195
Hadrians Wall trek 2003	64,741	6,698	58,043	-
Corporate Challenge 2004	47,275	14,110	33,165	22,225
Rift Valley Bike Ride 2003 (Ring of Kerry 2002)	18,878	12,685	6,193	35,476
Schubert Ensemble at Wigmore Hall	15,025	3,513	11,512	-
Raffle 2003	13,905	1,369	12,536	-
Blackball Film Premiere	13,891	15	13,876	-
Book auction 2003	13,160	967	12,193	-
Mongolia Horse Trek 2004	11,475	31,933	(20,458)	-
LIA President's challenge	8,751	-	8,751	5,022
Comedy store	8,253	957	7,296	6,454
Big Feet for Little Feet sponsored walk	5,420	-	5,420	-
Bandanna 2004	2,613	15,974	(13,361)	1,609
2003 treks (Shared income and expenses)	1,595	30,237	(28,642)	-
Events with less than £5,000 income and expenditure	9,961	5,407	4,554	6,054
Prior year events	19,128	1,320	17,808	274,976
	<u>2,371,598</u>	<u>873,386</u>	<u>1,498,212</u>	<u>1,066,017</u>

2 SURPLUS ON ORDINARY ACTIVITIES BEFORE GIFT AID

The surplus on ordinary activities before Gift Aid is stated after charging:

	2004 £	2003 £
Management charge	115,010	80,947
Interest	-	1,001
Credit card charges and bank charges	2,491	2,475
Irrecoverable VAT	93,511	-
Sundries	836	-
	<u>211,848</u>	<u>84,423</u>

3 PAYMENT UNDER GIFT AID

All of the fundraising activities of the company are organised in the name of the Teenage Cancer Trust. Any surpluses are transferred to Teenage Cancer Trust (note 8) where they are held until donated to various teenage cancer projects. During the year ended 30 June 2004 the donation was made by Gift Aid and amounted to £1,286,364 (2003: £981,594).

THE TEENAGE TRUST (TRADING) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 30 JUNE 2004

4 DEBTORS

	2004 £	2003 £
Debtors for functions, events etc.	117,688	70,209
VAT recoverable	-	1,740
Amounts owed by parent company	-	484,692
	<u>117,688</u>	<u>556,641</u>

5 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2004 £	2003 £
Amount due to Teenage Cancer Trust (note 8)	1,394,476	981,594
Other creditors	10,972	4,647
Accruals and deferred income	58,278	124,607
	<u>1,463,726</u>	<u>1,110,848</u>

Accruals and deferred income comprise deferred income of £58,278 (2003: £124,607) of monies received towards future fundraising events.

6 SHARE CAPITAL

	2004 £	2003 £
Authorised		
100 ordinary shares of £1 each	<u>100</u>	<u>100</u>
Allotted, called up and fully paid		
2 ordinary shares of £1 each	<u>2</u>	<u>2</u>

7 RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2004 £	2003 £
Equity funds:		
Retained surplus for the year	-	-
Opening shareholders' funds at 1 July 2003	<u>2,591</u>	<u>2,591</u>
Closing shareholders' funds at 30 June 2004	<u>2,591</u>	<u>2,591</u>

THE TEENAGE TRUST (TRADING) LIMITED

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 30 JUNE 2004

8 ULTIMATE PARENT COMPANY

The company is a wholly owned subsidiary of Teenage Cancer Trust, a company limited by guarantee, Company Registration No 3350311, and a registered charity, Charity Registration No. 1062559.

During the year the company transferred its taxable surplus of £1,286,364 (2003: £981,594) to the charity via a Gift Aid payment and paid a management charge of £115,010 (2003: £80,947). There were no other material transactions between the two entities during the period.

At 30 June 2004 the company was indebted to the charity in the net sum of £1,394,476 (2003: £496,902 (notes 4 and 5)).