

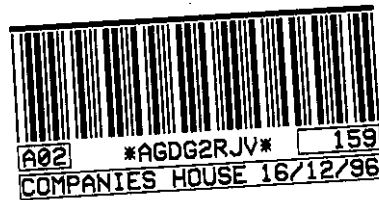
Company No. 2784677

The DanceXchange Limited
(Limited by Guarantee)

A Registered Charity, Number 1045364

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 1996



BISSELL & BROWN
Registered Auditor and
Chartered Accountants

1 Lower Tower Street, Newtown,
Birmingham B19 3NH

The DanceXchange Limited
(Limited by Guarantee)

DIRECTORS' REPORT

The directors present their Report and the audited financial statements of the Company for the year ended 31 March 1996.

RESULTS

The deficit for the year, and the position at the year end are shown in the audited financial statements attached to this Report.

PRINCIPAL ACTIVITIES, TRADING REVIEW AND FUTURE DEVELOPMENTS

The principal activity of the company is the promotion of dance in the West Midlands by facilitating dance projects in the community, running and facilitating dance and choreographic classes and workshops and providing a central point of contact for dance organisations and performing venues throughout the West Midlands region.

SIGNIFICANT CHANGES IN FIXED ASSETS

Details of changes in fixed assets during the year are set out on page 6.

MEMBERS OF THE BOARD OF DIRECTORS

At 31 March 1996 the directors were:-

Caragh Merrick	
Kate Bevan	Appointed 1 February 1996
Sue Barker	
Kevin Finnan	
Derek Purnell	
Alastair Spalding	Appointed 15 August 1995

Other members who served during the year were:-

Peter Badejo	Resigned 3 August 1995
Bisakha Sarker	Resigned 28 September 1995

Each of the members of the Board of Directors is also a member of the company and has undertaken to contribute up to £1 to the assets of the company in the event of a winding up.

AUDITOR

A resolution will be proposed at the forthcoming Annual General Meeting for the re-appointment of Bissell & Brown as Auditors.

BY ORDER OF THE BOARD


COMPANY SECRETARY

REPORT OF THE AUDITOR TO THE MEMBERS OF The DanceXchange Limited

(A COMPANY LIMITED BY GUARANTEE)

We have audited the financial statements on pages 3 to 6 which have been prepared under the historical cost convention and the accounting policies set out on page 5.

Respective responsibilities of Directors and Auditor

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.

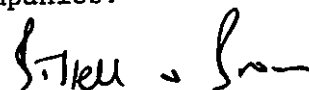
Basis of Opinion

We conducted our audit in accordance with 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 as at 31 March 1996 and of its surplus for the year then ended and have been properly prepared in accordance with those provisions of the Companies Act 1985 that are applicable to small companies.



BISSELL & BROWN
Registered Auditor and
Chartered Accountants,
1 Lower Tower Street,
Newtown,
Birmingham B19 3NH

Date 12 September 1996

The DanceXchange Limited

FOR THE YEAR ENDED 31 MARCH 1996

INCOME AND EXPENDITURE ACCOUNT

<u>Note</u>	<u>1996</u> <u>£</u>	<u>1995</u> <u>£</u>
<u>TURNOVER</u>	298,481	198,517
<u>COST OF SALES</u>		
Project expenses	(135,755)	(82,125)
	<u>162,726</u>	<u>116,392</u>
Administrative expenses	(162,151)	(132,940)
<u>SURPLUS (DEFICIT) ON ORDINARY ACTIVITIES</u> <u>FOR THE YEAR</u>	<u>575</u>	<u>(16,548)</u>

The company has no recognised gains and losses other than those above and therefore no separate statement of total recognised gains and losses has been presented.

The DanceXchange Limited

BALANCE SHEET

AS AT 31 MARCH 1996

	<u>Note</u>	<u>1996</u> <u>£</u>	<u>1995</u> <u>£</u>
<u>FIXED ASSETS:</u>			
Tangible assets	3	40,131	10,097
<u>CURRENT ASSETS</u>			
Debtors and prepayments	4	13,212	7,498
Bank and cash		805	553
		<hr/>	<hr/>
		14,017	8,051
<u>CURRENT LIABILITIES</u>			
Creditors: Amounts falling due within one year	5	(36,179)	(29,927)
		<hr/>	<hr/>
<u>NET CURRENT (LIABILITIES)</u>		(22,162)	(21,876)
		<hr/>	<hr/>
		17,969	(11,779)
<u>PROVISIONS FOR LIABILITIES AND CHARGES</u>			
Deferred Income	6	(33,942)	(4,769)
		<hr/>	<hr/>
		(15,973)	(16,548)
		<hr/>	<hr/>
Represented by:			
<u>ACCUMULATED FUND</u>			
(Deficit) at beginning of year		(16,548)	-
Surplus/(Deficit) for the year		575	(16,548)
		<hr/>	<hr/>
		(15,973)	(16,548)
		<hr/>	<hr/>

Advantage is taken in the preparation of these financial statements of the special exemptions applicable to Small Companies conferred by Part 1 of Sch 8 to the Companies Act 1985. In the directors opinion, the company is entitled to those exemptions as a small company.

Approved by the directors on 12th September, 1996 and signed on their behalf.

Derek J. Purnell...

The DanceXchange Limited

FOR THE YEAR ENDED 31 MARCH 1996

NOTES TO THE ACCOUNTS

1. ACCOUNTING POLICIES:

The following principal accounting policies have been used consistently in dealing with items which are considered material in relation to the company's accounts.

(a) Basis of Accounting:

These accounts have been prepared under the historical cost accounting rules in accordance with the Companies Act 1985.

(b) Treatment of grants: Capital grants are amortised over the length of life of the asset purchased. Revenue grants are credited to the income and expenditure account for the year that they are received and to the appropriate year's activity that they are related.

(c) Depreciation has been calculated on the following basis:-

Equipment and computer	25% reducing balance
------------------------	----------------------

(d) Taxation:

The company is registered as a charity with the Charity Commissioners and is not liable to Corporation Tax on its income arising from its normal activities.

2. EMOLUMENTS OF THE COUNCIL OF MANAGEMENT

No member of the council received any emolument for so acting during the year.

3. TANGIBLE FIXED ASSETS

	Computer and office equipment £
<u>Cost</u>	13,463
At 1 April 1995	43,411
Additions	<hr/>
	56,874
At 31 March 1996	<hr/>
<u>Accumulated Depreciation</u>	3,366
At 1 April 1995	13,377
Depreciation charge for the year	<hr/>
	16,743
At 31 March 1996	<hr/>
<u>Net Book Values</u>	40,131
At 31 March 1996	<hr/>
	10,097
At 31 March 1995	<hr/>

The DanceXchange Limited

NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 1996

4.	<u>DEBTORS</u>	<u>1996</u> <u>£</u>	<u>1995</u> <u>£</u>
	Invoiced debtors	4,678	2,176
	Grants due	6,772	3,500
	Prepayments	1,570	419
	Value Added Tax recoverable	-	56
	Staff loan	192	1,347
		<hr/>	<hr/>
		13,212	7,498
		<hr/>	<hr/>
5.	<u>CREDITORS</u>	<u>1996</u> <u>£</u>	<u>1995</u> <u>£</u>
	Grants in advance	-	14,160
	Trade creditors	18,202	5,251
	Tax and Social Security	10,200	9,005
	Accruals	7,777	1,511
		<hr/>	<hr/>
		36,179	29,927
		<hr/>	<hr/>
6.	<u>DEFERRED INCOME</u>	<u>1996</u> <u>£</u>	<u>1995</u> <u>£</u>
	Brought forward	4,769	-
	Capital grants received	40,500	6,359
	Less released to Income and Expenditure Account	(11,327)	(1,590)
		<hr/>	<hr/>
		33,942	4,769
		<hr/>	<hr/>

7. CASH FLOW STATEMENT

The company has taken advantage of the small companies exemption under provisions of FRS1 and accordingly has not prepared a cash flow statement.