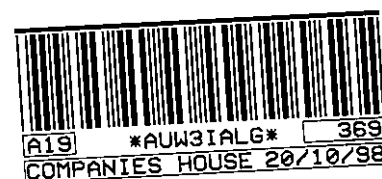


ST BARNABAS PROMOTIONS LIMITED
ANNUAL REPORT
YEAR ENDED 31 MARCH 1998
REGISTERED NUMBER : 3201001

PANNELL KERR FORSTER
Chartered Accountants



ST BARNABAS PROMOTIONS LIMITED
ANNUAL REPORT
YEAR ENDED 31 MARCH 1998

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**ST BARNABAS PROMOTIONS LIMITED
OFFICERS AND ADVISORS TO THE COMPANY**

Chairman:	D Watson
Directors:	The Rev Dr D Young R D Atkinson E Bliss D Watson C P Robinson K S Davidson
Secretary:	R D Atkinson
Registered Office:	36 Nettleham Road Lincoln
Auditors:	Pannell Kerr Forster St Hugh's 23 Newport Lincoln
Bankers:	National Westminster Bank plc 225 High Street Lincoln
Solicitors:	Andrew & Co Lincoln

ST BARNABAS PROMOTIONS LIMITED DIRECTORS' REPORT

The directors present their annual report together with the financial statements for the year ended 31 March 1998.

PRINCIPAL ACTIVITY

The principal activity during the year continued to be the operation of a lottery so as to generate income for the benefit of the St Barnabas Hospice Trust (Lincolnshire).

DIRECTORS

The directors during the year were as follows:

D Watson (Chairman)
The Rev Dr D Young
R D Atkinson
E Bliss
C P Robinson
K S Davidson

None of the directors had any interest in the share capital of the company at any time during the year.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

Company law requires the directors to prepare financial statements for each financial period 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.

CHARITABLE DONATIONS

The company donates all of its profit to the St Barnabas Hospice Trust (Lincolnshire) under a deed of covenant. Donations in the year are shown in Note 3.

**ST BARNABAS PROMOTIONS LIMITED
DIRECTORS' REPORT**

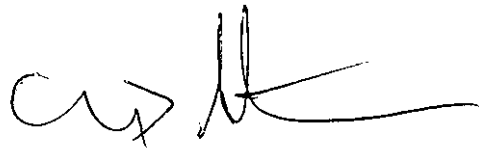
AUDITORS

Pannell Kerr Forster, Chartered Accountants, have signified their willingness to continue in office. A resolution to reappoint them will be proposed at the Annual General Meeting.

BASIS OF PREPARATION

This directors' report is prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

BY ORDER OF THE BOARD



R D ATKINSON
Secretary

8 September 1998
Lincoln

**AUDITORS' REPORT TO THE SHAREHOLDERS OF
ST BARNABAS PROMOTIONS LIMITED**

We have audited the financial statements on pages 5 to 10 which have been prepared in accordance with the Financial Reporting Standard for Smaller Entities and under the accounting policies set out on page 7.

Respective responsibilities of directors and auditors

As described on page 2 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. 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 affairs of the company as at 31 March 1998 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



PANNELL KERR FORSTER
Chartered Accountants
Registered Auditors

8 September 1998
Lincoln

ST BARNABAS PROMOTIONS LIMITED
PROFIT AND LOSS ACCOUNT
YEAR ENDED 31 MARCH 1998

	<u>Notes</u>	Year ended 31 March 1998 £	8 months ended 31 March 1997 £
TURNOVER		320,263	82,351
COST OF SALES		(257,130)	(99,693)
GROSS PROFIT (LOSS)		63,133	(17,342)
ADMINISTRATION EXPENSES		(16,193)	(4,971)
OPERATING PROFIT (LOSS)		46,940	(22,313)
INTEREST RECEIVABLE AND SIMILAR INCOME		1,224	202
PROFIT (LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION	2	48,164	(22,111)
TAXATION		-	-
PROFIT (LOSS) ON ORDINARY ACTIVITIES AFTER TAXATION		48,164	(22,111)
DONATIONS	3	(26,053)	-
RETAINED PROFIT (LOSS) FOR THE FINANCIAL YEAR		22,111	(22,111)

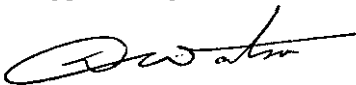
Movements in reserves are set out in Note 8.

ST BARNABAS PROMOTIONS LIMITED
BALANCE SHEET
31 MARCH 1998

	<u>Notes</u>	<u>1998</u>	<u>1997</u>
		£	£
FIXED ASSETS			
Tangible fixed assets	4	6,751	8,120
CURRENT ASSETS			
Stocks		973	1,310
Debtors	5	1,354	656
Cash at bank and in hand		93,424	32,245
		<u>95,751</u>	<u>34,211</u>
CREDITORS			
Amounts falling due within one year	6	<u>102,500</u>	<u>64,440</u>
NET CURRENT LIABILITIES		<u>(6,749)</u>	<u>(30,229)</u>
NET ASSETS (LIABILITIES)		<u>2</u>	<u>(22,109)</u>
CAPITAL AND RESERVES			
Called up share capital	7	2	2
Profit and loss account	8	-	(22,111)
		<u>2</u>	<u>(22,109)</u>

These financial statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

Approved by the board on 8 September 1998



D WATSON - Director

ST BARNABAS PROMOTIONS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 1998

1 ACCOUNTING POLICIES

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

(a) Accounting convention

The financial statements are prepared under the historical cost convention and the Financial Reporting Standard for Smaller Entities.

(b) Depreciation

Tangible fixed assets are written off over their estimated useful lives on a reducing balance basis at the following annual rates:

Fixtures and fittings	15%
Leasehold improvements	20%

(c) Turnover

Turnover represents income receivable in respect of carrying out lottery activities.

(d) Stock

Stocks are stated at the lower of cost and net realisable value. Net realisable value is based on estimated selling price allowing for all disposal costs.

(e) Deferred taxation

Provision is made for deferred taxation using the liability method to the extent that it is probable that a liability will crystallise.

2 PROFIT (LOSS) ON ORDINARY ACTIVITIES

Profit (loss) on ordinary activities is stated after charging the following:	<u>1998</u>	<u>1997</u>
	£	£
Depreciation (Note 4)	1,369	1,133
Auditors' remuneration	1,050	1,000
Directors' remuneration	-	-
Operating lease rentals	2,908	-
	<hr/>	<hr/>

3 DONATIONS

The following donation was made during the year:

	<u>1998</u>	<u>1997</u>
	£	£
Donation to the St Barnabas Hospice Trust (Lincolnshire) under a deed of covenant	26,053	-
	<hr/>	<hr/>

ST BARNABAS PROMOTIONS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 1998

4 TANGIBLE FIXED ASSETS

The movement on these accounts during the year was as follows:	Short leasehold property improve- ments	Fixtures and fittings	Total
	£	£	£
Cost			
At 1 April 1997	3,598	5,655	9,253
At 31 March 1998	3,598	5,655	9,253
Accumulated depreciation			
At 1 April 1997	578	555	1,133
Charge	604	765	1,369
At 31 March 1998	1,182	1,320	2,502
Net book amounts			
At 31 March 1998	2,416	4,335	6,751
At 31 March 1997	3,020	5,100	8,120

5 DEBTORS

Debtors comprised:	1998	1997
	£	£
Income tax recoverable	94	-
Other debtors	1,260	656
	1,354	656

ST BARNABAS PROMOTIONS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 1998

6 CREDITORS

Creditors comprised:	<u>1998</u>	<u>1997</u>
	£	£
Amounts falling due within one year:		
Payments received on account	48,797	32,881
Trade creditors	1,178	2,014
Amounts owing to group undertakings	49,662	27,535
Other taxation and social security	561	-
Other creditors	2,302	2,010
	<u>102,500</u>	<u>64,440</u>

7 CALLED UP SHARE CAPITAL

Called up equity share capital comprised allotted, called up and fully paid ordinary shares of £1 each. The authorised share capital of the company throughout the period was £100 divided into 100 ordinary shares of £1 each.

8 RESERVES

The movement of reserves during the year was as follows:

	<u>Profit and loss account</u>
	£
At 1 April 1997	(22,111)
Retained profit for the year	22,111
	<u>-</u>
At 31 March 1998	

ST BARNABAS PROMOTIONS LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 1998

9 LEASE COMMITMENT

	<u>1998</u>	<u>1997</u>
Operating leases	£	£
The company had operating lease commitments to pay during the next year as follows:		
Expiring between two and five years	<u>2,908</u>	<u>2,908</u>

10 ULTIMATE PARENT UNDERTAKING

The ultimate parent undertaking is the St Barnabas Hospice Trust (Lincolnshire) which owns 100% of the issued share capital. The company is registered in Great Britain.

The only group in which the results of St Barnabas Promotions Limited are consolidated is that headed by the St Barnabas Hospice Trust (Lincolnshire). A copy of these financial statements can be obtained from 36 Nettleham Road, Lincoln.

11 ULTIMATE CONTROLLING PARTY

The company's immediate controlling party is the St Barnabas Hospice Trust (Lincolnshire). The ultimate controlling party are the board of trustees of the St Barnabas Hospice Trust (Lincolnshire).

12 RELATED PARTY TRANSACTIONS

The company is a wholly owned subsidiary and is exempt under paragraph 3(c) of FRS 8 from disclosing transactions with group companies.