

MIDLANDS ARTS CENTRE TRADING LIMITED
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 MARCH 2015

Company No: 03261120

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MIDLANDS ARTS CENTRE TRADING LIMITED
REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED
31 March 2015

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MIDLANDS ARTS CENTRE TRADING LIMITED

COMPANY INFORMATION

Directors	Adam Gregory Vanessa Eversfield (resigned 9 July 2015) Anthony R Howard Tracy Johnson (appt. 23 January 2015) Guy Owen Mike Williams (appt. 9 July 2015)
Company Registration Number	03261120
Registered Office	Cannon Hill Park Birmingham B12 9QH
Bankers	HSBC plc 130 New Street Birmingham B2 4JU
Auditors	Clement Keys LLP Statutory Auditors No. 8 Calthorpe Road Birmingham B15 1QT

MIDLANDS ARTS CENTRE TRADING LIMITED

DIRECTORS' REPORT 2014/15

The Directors present their Annual Report together with the Financial Statements for the year ended 31 March 2015.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The Directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they 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 judgments and accounting 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 adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. 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 ACTIVITIES

The principal activity of the company is the provision of catering services, event sales, venue hires and retail activities, and the company operates from the site of its parent company, Midlands Arts Centre (mac birmingham).

MIDLANDS ARTS CENTRE TRADING LIMITED

DIRECTORS' REPORT 2014/15

DIVIDENDS AND TRANSFERS TO RESERVES

The Directors do not recommend the payment of a dividend.

DIRECTORS

The directors who served during the period were:

Adam Gregory
Vanessa Eversfield (resigned 9 July 2015)
Anthony R Howard
Tracy Johnson (appt. 23 January 2015)
Guy Owen
Mike Williams (appt. 9 July 2015)

DIRECTORS INTERESTS IN SHARES OF THE COMPANY

No Director has any interest in the shares of the company.

CHARITABLE AND POLITICAL CONTRIBUTIONS

There were no charitable or political contributions during the period except for a gift aid payment to the parent company as disclosed at Note 4.

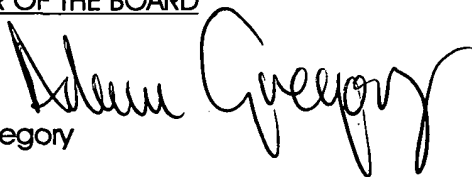
PROVISION OF INFORMATION TO AUDITORS

Each of the persons who are directors at the time when this Directors' Report is approved has confirmed that:

- so far as that director is aware, there is no relevant audit information of which the company's auditors are unaware; and
- that director has taken all the steps that ought to have been taken as a director in order to be aware of any relevant audit information and to establish that the company's auditors are aware of that information.

BY ORDER OF THE BOARD

Adam Gregory
Director



25 September 2015

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF MIDLANDS ARTS CENTRE TRADING LIMITED

We have audited the financial statements of Midlands Arts Centre Trading Limited for the year ended 31 March 2015, which comprise the Profit and Loss Account, the Balance Sheet and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. 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 auditors' 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 DIRECTORS AND AUDITORS

As explained more fully in the Statement of Directors' Responsibilities, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practice Board's Ethical Standards for Auditors.

SCOPE OF THE AUDIT OF THE FINANCIAL STATEMENTS

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the Directors; and the overall presentation of the financial statements.

In addition, we read all the financial and non-financial information in the Directors' Report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF MIDLANDS ARTS CENTRE TRADING LIMITED

OPINION ON FINANCIAL STATEMENTS

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 March 2015 and of its result for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

OPINION ON OTHER MATTER PRESCRIBED BY THE COMPANIES ACT 2006

In our opinion the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

MATTERS ON WHICH WE ARE REQUIRED TO REPORT BY EXCEPTION

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and to take advantage of the small companies' exemption from the requirement to prepare a strategic report or in preparing the Directors' report.



Simon Atkins FCA

Senior Statutory Auditor
for and on behalf of:

Clement Keys LLP
Statutory Auditors

25 September 2015

No. 8 Calthorpe Road
Birmingham
B15 1QT

MIDLANDS ARTS CENTRE TRADING LIMITED
PROFIT AND LOSS ACCOUNT
for the year ended 31 March 2015

	Notes	2015 £	2014 £
Turnover	3	1,595,828	1,480,394
Cost of sales		<u>(378,710)</u>	<u>(366,141)</u>
Gross profit		1,217,118	1,114,253
Administrative costs		<u>(1,217,118)</u>	<u>(1,114,253)</u>
Operating profit before taxation	4	-	-
Tax on profit on ordinary activities		-	-
Profit for the financial year		<u><u>-</u></u>	<u><u>-</u></u>

All of the activities of the company are continuing.

The notes on pages 8 to 13 form part of these financial statements.

MIDLANDS ARTS CENTRE TRADING LIMITED

Company number 03261120

BALANCE SHEET

as at 31 March 2015

	Notes	2015 £	2014 £
Fixed Assets			
Tangible fixed assets	8	<u>18,065</u>	<u>8,995</u>
Current Assets			
Stock	9	22,316	21,091
Debtors due within one year	10	106,961	107,299
Cash at bank and in hand		<u>295,166</u>	<u>851,049</u>
		424,443	979,439
Creditors: amounts falling due within one year	11	(442,408)	(988,334)
Total assets less current liabilities		<u><u>100</u></u>	<u><u>100</u></u>
Capital and reserves			
Called up share capital	12	100	100
Profit and loss		-	-
Equity shareholder's funds		<u><u>100</u></u>	<u><u>100</u></u>

The financial statements have been prepared in accordance with the provisions applicable to small companies within Part 15 of the Companies Act 2006.

The financial statements were approved by the Board of Directors on 25 September 2015 and were signed on its behalf by:



Adam Gregory
Director

The notes on pages 8 to 13 form part of these financial statements.

MIDLANDS ARTS CENTRE TRADING LIMITED
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 March 2015

1 Basis of preparation of the financial statements

The financial statements have been prepared under the historical cost basis of accounting and in accordance with applicable Accounting Standards in the United Kingdom.

2 Principal accounting policies

The following accounting policies are considered important in relation to the company's accounts:

a) Turnover

Turnover, which excludes value added tax, represents cash sales and the invoiced value of goods and services supplied and arises from sales in the United Kingdom.

b) Stocks

Stocks comprise food stuff, bar stocks and retail goods and are valued at the lower of cost and net realisable value.

c) Cash flow statement

The company is a wholly owned subsidiary of Midlands Arts Centre and the cash flows of the company are included in the consolidated cash flow statement of Midlands Arts Centre.

Consequently, the company is exempt under the terms of Financial Reporting Standard number 1: Cash flow Statements from publishing its own cash flow statement.

d) Tangible fixed assets

Fixed assets are included at cost less depreciation. Depreciation is calculated so as to write off the cost less their estimated residual value of the tangible fixed assets over their estimated useful lives as follows:

Equipment	33% - 50% on cost
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e) Corporation tax

The company has no liability to corporation tax as any profits made on its charitable activities are transferred to the parent charitable company, Midlands Arts Centre, as a charitable donation.

MIDLANDS ARTS CENTRE TRADING LIMITED
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 March 2015

3 Turnover

Turnover includes £16,279 (2014 £18,602) of sales to the parent company.

4 Profit on ordinary activities before taxation

The profit before taxation is arrived at after charging/(crediting):

	2015	2014
	£	£
Auditors' remuneration		
- in respect of the audit	1,626	2,750
Depreciation	8,693	6,900
Transactions with parent company		
- facility fees charged	182,000	150,000
- technical & customer service support recharged	68,118	60,310
- room rental payable	171,870	145,764
- licence fees payable	2,200	2,200
- covenanted profit transferred under gift aid	<u>97,730</u>	<u>131,411</u>

5 Staff costs

The aggregate payroll costs of the employees were as follows:

	2015	2014
	£	£
Wages and salaries	527,147	480,054
Social security costs	27,246	26,543
Pension costs	<u>2,806</u>	<u>518</u>
	<u>557,199</u>	<u>507,115</u>

MIDLANDS ARTS CENTRE TRADING LIMITED
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 March 2015

5 Staff costs (continued)

The staff costs above are recharged from the parent company and therefore the employees are employed by Midlands Arts Centre. The recharged staff costs relate to the following average number of persons during the period:

	2015 Number	2014 Number
Catering, bar and events staff	51	39
	<u> </u>	<u> </u>

This equates to a FTE of 34 (2014: 27)

6 Directors

None of the Directors received any remuneration from the company or the parent company in respect of their role as directors of the company.

7 Taxation

There is no taxation charge for the year ended 31 March 2015 (2014: £nil). The company has no deferred tax liability or asset and there are no factors affecting future tax charges.

MIDLANDS ARTS CENTRE TRADING LIMITED
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 March 2015

8	Tangible fixed assets	Equipment	Total
		£	£
	Cost		
	At 31 March 2014	19,948	19,948
	Additions	<u>17,763</u>	<u>17,763</u>
	At 31 March 2015	<u>37,711</u>	<u>37,711</u>
	Depreciation		
	At 31 March 2014	10,953	10,953
	Charge for the year	<u>8,693</u>	<u>8,693</u>
	At 31 March 2015	<u>19,646</u>	<u>19,646</u>
	Net book value		
	At 31 March 2015	<u>18,065</u>	<u>18,065</u>
	At 31 March 2014	<u>8,995</u>	<u>8,995</u>
9	Stock	2015	2014
		£	£
	Bar and catering stocks	14,132	13,451
	Retail	<u>8,184</u>	<u>7,640</u>
		<u>22,316</u>	<u>21,091</u>
10	Debtors	2015	2014
		£	£
	Trade debtors	100,991	103,463
	Prepayments	5,570	3,000
	Accrued income	<u>400</u>	<u>836</u>
		<u>106,961</u>	<u>107,299</u>

MIDLANDS ARTS CENTRE TRADING LIMITED
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 March 2015

11 Creditors: amounts falling due within one year

	2015 £	2014 £
Trade creditors	54,326	53,725
Amounts due to parent company	371,572	922,394
Accruals	1,228	3,016
Deferred income	15,282	9,199
	<u>442,408</u>	<u>988,334</u>

12 Called up share capital

	2015 £	2014 £
Authorised 10,000 ordinary shares of £1 each	10,000	10,000
Allotted, called up and fully paid 100 ordinary shares of £1 each	<u>100</u>	<u>100</u>

13 Financial commitments and contingent liabilities

The company is a member of a VAT registration group with its parent company which is the representative member. The company is jointly and severally liable for any VAT due from the representative member.

14 Reconciliation of movement in shareholder's funds

	2015 £	2014 £
Opening shareholder's funds	100	100
Result for the period	<u>-</u>	<u>-</u>
Closing shareholder's funds	<u>100</u>	<u>100</u>

MIDLANDS ARTS CENTRE TRADING LIMITED
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 March 2015

15 Parent company

The company is a wholly-owned subsidiary of Midlands Arts Centre, a charitable company limited by guarantee and registered in England and Wales. The Directors consider that Midlands Arts Centre is the ultimate controlling party.

Copies of consolidated financial statements can be obtained from:

The Company Secretary
mac Birmingham (Midlands Arts Centre)
Cannon Hill Park
Birmingham
B12 9QH

16 Related party transactions

There were no related party transactions during the year other than those with the ultimate parent company as disclosed in note 4.