

This draft produced on 15/09/2005 07:51

THE YOUNG MUSICIANS SYMPHONY ORCHESTRA
(A company limited by guarantee)

Registered number: 03639339
Charity number: 1075134
Report and Financial Statements
for the year ended 31 August 2005



Index to company reports and financial statements.

	Page
Legal and administrative information	1
Trustees' report	2 - 3
Accountants' report	4
Statement of financial activities	5
Balance sheet	6
Notes forming part of the financial statements	7 - 11
<i>The following pages do not form part of the statutory accounts:</i>	
Detailed income and expenditure account	12 - 14

THE YOUNG MUSICIANS SYMPHONY ORCHESTRA

15/9/2005 07:51

LEGAL AND ADMINISTRATIVE INFORMATION For the period ended 31 August 2005

Trustees Robin Hay (resigned 01/07/2004)
Russell Jones
Derek Stretton, Secretary
Roger Bramble, Chairman
Jan Bowlus, Treasurer

**Company Registered
Number** 03639339

**Charity Registered
Number** 1075134

Registered Office 27 Alderney Street
London
SW1V 4ES

Auditors Taylor Medcraft & Co
Chartered Accountants
Registered Accountants
27 Alderney Street
London
SW1V 4ES

Bankers National Westminster Bank PLC
91 Westminster Bridge Road
London
SE11 7ZB

Abbey National PLC
Ealing
London
W5 5ME

THE YOUNG MUSICIANS SYMPHONY ORCHESTRA

15/9/2005 07:51

TRUSTEES' REPORT For the year ended 31 August 2005

The trustees, who are also directors of the charity for the purposes of the Companies Act, submit their annual report and the audited financial statements of The Young Musicians Symphony Orchestra (the "Charitable Company") for the year ended 31 August 2005. The trustees confirm that the annual report and financial statements of the company comply with current statutory requirements, the requirements of the company's governing document and the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" issued in October 2000.

Method of appointment or election of Trustees

The management of the Charitable company is the responsibility of the trustees who are elected and co-opted under the terms of the Articles of Association.

Charitable objects

The principal object of the charitable company is the provision of a National Orchestra giving coaching and performing opportunities to music students and PARTICULARLY post graduates, who need to maintain their skills until they acquire a position in one of the country's professional orchestras

Organisational structure and decision making

Day to day management of the orchestra is in the hands of the conductor and musical director. The trustees take an active part through the chairman and financial trustee in any formal decisions required. The company takes its authority from the Memorandum and Articles of Association dated 25th September 1998.

Review of activities and future developments

The results of the year's operation are set out in the attached financial statements. The net movement in funds for the year amounted to £43,343 (2004: deficit £9,510). The retained deficit at 31 August 2005 amount to £30,747 (2004: (£74,091)).

During the year charges of £12,000 were waived. This left an operating loss of £30,488 in respect of the concerts and a surplus of £29,366 on the charity activities. A deficit for the year of £1,122. There were two further exceptional items in respect of waivers of debt and cancelling of an overdraft reserve amounting to £45,690. An overall surplus resulted for the year of £44,568 (2004: deficit £9510)

Reserves policy

Wherever possible reserves will be set aside from the current year's activities to create working reserves for the future. The current adverse situation is being addressed by new sponsors.

Risk management

The Trustees have assessed the major risks to which the Company is exposed, in particular those related to the operations and finances of the Company, and are satisfied that systems are in place to mitigate the company's exposure to the major risks.

Company Status

The company has no share capital and is limited by guarantee. In the event of the company being wound up the liability of the members is limited to an amount not exceeding £1 per member. The company is a registered charity and there has been no change since 31 August 1992.

THE YOUNG MUSICIANS SYMPHONY ORCHESTRA

15/9/2005 07:51

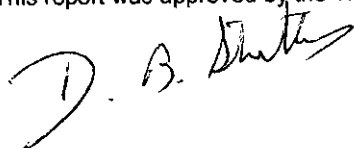
Trustees' responsibilities

Company and charity law applicable to charities in England and Wales requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Charitable company and of the surplus or deficit of the Charitable company for that period. In preparing those financial statements the Trustees have:

- selected suitable accounting policies and applied them consistently;
- made judgements and estimates that are reasonable and prudent;
- stated whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepared the financial statements on a going concern basis.

The Trustees have overall responsibility for ensuring that the Charitable company has an appropriate system of controls, financial and otherwise. They are also responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Charitable company and enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the Charitable company and hence for taking reasonable steps for the detection and prevention of fraud and other irregularities.

This report was approved by the Trustees on 14 September 2005 and signed on its behalf, by:



Derek Stretton, Secretary

THE YOUNG MUSICIANS SYMPHONY ORCHESTRA

AUDIT EXEMPTION REPORT For the year ended 31 August 2005

Accountant's report to the members on the unaudited accounts of The Young Musicians Symphony Orchestra.

We report on the accounts for the year ended 31 August 2005 set out on pages 5 to 11.

Respective responsibilities of trustees and reporting Accountants

As described on pages 2 to 3 the Trustees, who are also directors of the charity for the purposes of the Companies Act, are responsible for the preparation of the accounts, and they consider that the company is exempt from an audit. It is our responsibility to carry out procedures designed to enable us to report our opinion.

Basis of opinion

Our work was conducted in accordance with the Statement of Standards for Reporting Accountants, and so our procedures consisted of comparing the accounts with the accounting records kept by the company, and making such limited enquiries of the officers of the company as we considered necessary for the purposes of this report. These procedures provide only the assurances expressed in our opinion.

Opinion

In our opinion:

- a) the accounts are in agreement with the accounting records kept by the company under section 221 of the Companies Act 1985, as amended;
- b) having regard only to, and on the basis of, the information contained in those accounting records:
 - i) the accounts have been drawn up in a manner consistent with the accounting requirements specified in the Statement of Recommended Practice, Accounting and Reporting by Charities, and in section 249C(6) of the Act; and
 - ii) the company satisfied the conditions for exemption from an audit of the accounts for the year specified in section 249A(4) of the Act and did not, at any time within that year, fall within any of the categories of companies not entitled to the exemption specified in section 249B(1).

Signed:



Dated:

14th September 2005

Taylor Medcraft & Co
Chartered Accountants
27 Alderney Street
London
SW1V 4ES

THE YOUNG MUSICIANS SYMPHONY ORCHESTRA

15/9/2005 07:51

STATEMENT OF FINANCIAL ACTIVITIES For the year ended 31 August 2005

	Note	Unrestricted Funds 2005 £	Total Funds 12 months ended 31 August 2004 £
INCOMING RESOURCES			
Donations, legacies and similar incoming resources	2	61,136	44,814
<i>Activities for generating funds:</i>			
Trading activities	3	13,693	4,388
Investment income	4	-	23
TOTAL INCOMING RESOURCES		74,829	49,225
RESOURCES EXPENDED			
<i>Costs of generating funds:</i>			
Charity trading expenses	3	44,177	14,782
<i>Charitable expenditure:</i>			
Costs of activities in furtherance of the charity's objects		31,774	46,954
Operation Deficit for year		(44,466)	(3,000)
Adjustments in respect of earlier periods			
TOTAL RESOURCES EXPENDED	5	31,485	58,735
MOVEMENT IN TOTAL FUNDS FOR THE YEAR - NET INCOME/(EXPENDITURE) FOR THE YEAR		43,344	(9,510)
TOTAL FUNDS AT 1 SEPTEMBER 2004		(74,091)	(64,581)
TOTAL FUNDS AT 31 AUGUST 2005		£ (30,747)	£ (74,091)

The Statement of Financial Activities includes all gains and losses recognised in the year.

The notes on pages 7 to 11 form part of these financial statements.

THE YOUNG MUSICIANS SYMPHONY ORCHESTRA

BALANCE SHEET As at 31 August 2005

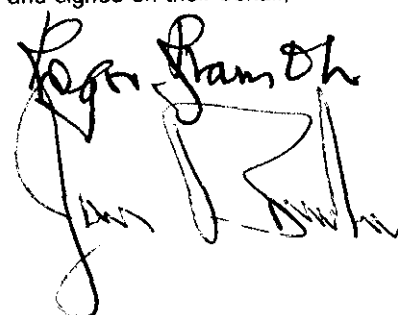
	Note	£	31 August 2005 £	£	31 August 2004 £
FIXED ASSETS					
Tangible fixed assets	7		2		2
CURRENT ASSETS					
Debtors	8	14,078 (8,153)		6,369 (15,479)	
		<u>5,925</u>		<u>(9,110)</u>	
CREDITORS: amounts falling due within one year	9	(66,354)		(59,982)	
			<u>(60,429)</u>		<u>(69,092)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>(60,427)</u>		<u>(69,090)</u>
CREDITORS: amounts falling due after more than one year	10		(5,000)		(5,000)
NET LIABILITIES	11		<u>£ (65,427)</u>		<u>£ (74,090)</u>
CHARITY FUNDS					
Unrestricted - General Funds			(65,427)		(74,090)
			<u>£ (65,427)</u>		<u>£ (74,090)</u>

The directors consider that the company is entitled to exemption from the requirement to have an audit under the provisions of section 249A(1) of the Companies Act 1985 and members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 249B(2) of the Act. The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985, and for preparing financial statements which give a true and fair view of the state of affairs of the company as at 31 December 2004 and of its profit for the year then ended in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to the financial statements so far as applicable to the company.

The financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

The financial statements were approved by the Trustees on 14 September 2005 and signed on their behalf, by:

The notes on pages 7 to 11 form part of these financial statements.



NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 August 2005

1. ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

The financial statements have been prepared in accordance with the Statement of Recommended Practice (SORP), "Accounting and Reporting by Charities" published in October 2000, applicable accounting standards and the Companies Act 1985.

1.2 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the governors in furtherance of the general objectives of the company and which have not been designated for other purposes.

Designated funds comprise unrestricted funds that have been set aside by the governors for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements.

Investment income, gains and losses are allocated to the appropriate fund.

1.3 Incoming resources

All incoming resources are included in the Statement of Financial Activities when the company is legally entitled to the income and the amount can be quantified with reasonable accuracy.

1.4 Resources expended

All expenditure is accounted for on an accruals basis and has been included under expense categories that aggregate all costs for allocation to activities. Where costs cannot be directly attributed to particular activities they have been allocated on a basis consistent with the use of the resources.

Overheads have been allocated on the basis of charity expenditure.

1.5 Cash flow

The financial statements do not include a cash flow statement because the charitable company, as a small reporting entity, is exempt from the requirement to prepare such a statement under the Financial Reporting Standard for Smaller Entities (effective June 2002).

1.6 Turnover

Turnover comprises the invoiced value of goods and services supplied by the company, exclusive of Value Added Tax and trade discounts.

THE YOUNG MUSICIANS SYMPHONY ORCHESTRA

15/9/2005 07:51

NOTES TO THE FINANCIAL STATEMENTS For the year ended 31 August 2005

1.7 Tangible fixed assets and depreciation

Expenditure on assets are capitalised if they are capable of use exceeding the current year, are identifiable and the cost exceeds £500.

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Office Equipment	-	%	Reduced to nominal value
Other Fixed Assets	-	%	Reduced to nominal value

The freehold land and building is not depreciated. The depreciation charge and accumulated depreciation of this property would be immaterial and is reviewed for impairment regularly.

2. DONATIONS, LEGACIES AND SIMILAR INCOMING RESOURCES

	Unrestricted Funds 2005 £	Total Funds 12 months ended 31 August 2004 £
Donations (see note 1. below)	61,136	38,445
Grants	-	6,370
	<u>£ 61,136</u>	<u>£ 44,815</u>

3. TRADING ACTIVITIES

	Unrestricted Funds 2005 £	Total Funds 12 months ended 31 August 2004 £
CHARITY TRADING INCOME		
Sales of tickets and concert income	13,693	4,388
Total charity trading income	<u>13,693</u>	<u>4,388</u>
CHARITY TRADING EXPENSES		
Cost of Performances	44,178	14,782
Subtotal	<u>44,178</u>	<u>14,782</u>
Other charity trading expenses	(1)	-
Total charity trading expenses	<u>44,177</u>	<u>14,782</u>
Net expenditure from trading activities	<u>£ (30,484)</u>	<u>£ (10,394)</u>

THE YOUNG MUSICIANS SYMPHONY ORCHESTRA

15/9/2005 07:51

NOTES TO THE FINANCIAL STATEMENTS For the year ended 31 August 2005

note 1 :-

Donations - The restricted funds related to monies received from a sponsor towards the cost of a specific concert performed during the year.

4. INVESTMENT INCOME

	Unrestricted Funds 2005 £	<i>Total Funds 12 months ended 31 August 2004 £</i>
Bank & other interest receivable	£ -	£ 23

5. ANALYSIS OF RESOURCES EXPENDED BY EXPENDITURE TYPE

	Other Costs 2005 £	<i>Total 12 months ended 31 August 2004 £</i>
Costs of generating funds:		
Charity trading expenses	44,177	14,782
Subtotal costs of generating funds	44,177	14,782
Charitable expenditure:		
Charity expenditure	31,774	46,954
Adjustments in respect of earlier periods	(44,467)	(3,000)
Subtotal charitable expenditure	(12,693)	43,954
Total resources expended	£ 31,484	£ 58,736

During the year, no trustee received any remuneration, benefits in kind or had any expenses reimbursed. (2003: £nil)

THE YOUNG MUSICIANS SYMPHONY ORCHESTRA

15/9/2005 07:51

NOTES TO THE FINANCIAL STATEMENTS For the year ended 31 August 2005

6. EXCEPTIONAL ITEMS

	12 months ended 31 August 2005 £	12 months ended 31 August 2004 £
Part repayment of Bank loan by the guarantor	5,000	3,000
Waiver of debt	40,690	-
	<u>£ 45,690</u>	<u>£ 3,000</u>

7. TANGIBLE FIXED ASSETS

	Equipment, Fixtures & Fittings £	Other fixed assets £	Total £
Cost			
At 1 September 2004 and 31 August 2005	4,546	18,439	22,985
Depreciation			
At 1 September 2004 and 31 August 2005	4,545	18,438	22,983
Net book value			
At 31 August 2005	<u>£ 1</u>	<u>£ 1</u>	<u>£ 2</u>
At 31 August 2004	<u>£ 1</u>	<u>£ 1</u>	<u>£ 2</u>

8. DEBTORS

	2005 £	2004 £
Due within one year		
Other debtors	<u>£ -</u>	<u>£ 6,370</u>

9. CREDITORS: Amounts falling due within one year

	2005 £	2004 £
Trade creditors	21,565	18,682
Value added tax	707	1,108
Other creditors	-	40,194
	<u>£ 22,272</u>	<u>£ 59,984</u>

THE YOUNG MUSICIANS SYMPHONY ORCHESTRA

15/11/2005 07:34

NOTES TO THE FINANCIAL STATEMENTS For the year ended 31 August 2005

10. CREDITORS: Amounts falling due after more than one year

	2005 £	2004 £
Due on an overdraft guaranteed by a third party	£ -	£ 5,000

Creditors include amounts not wholly repayable within 5 years as follows:

	2005 £	2004 £
Repayable other than by instalments	£ -	£ 5,000

	Brought Forward	Incoming Resources	Resources Expended	Carried Forward
General Funds	£ (74,091)	£ 74,829	£ 31,484	£ (30,746)

11. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted Funds 2005 £	Total Funds 12 months ended 31 August 2004 £
Tangible fixed assets	2	2
Current assets	(8,477)	(9,109)
Creditors due within one year	(22,271)	(59,984)
Creditors due in more than one year	-	(5,000)
Total	£ (23,746)	£ (74,091)

12. OPERATING LEASE COMMITMENTS

At 31 August 2005 the company had annual commitments under non-cancellable operating leases as follows:

	2005 £	2004 £
Expiry date:		
Within 1 year	400	400