

**BIRMINGHAM ARTS INFORMATION TECHNOLOGY LIMITED**

**REPORT AND FINANCIAL STATEMENTS**

**31 March 2006**

**Registered number 4749395**



  
**Clement Keys**  
CHARTERED ACCOUNTANTS

**BIRMINGHAM ARTS INFORMATION TECHNOLOGY LIMITED**

**DIRECTORS' REPORT**

**31 March 2006**

The directors present their report and the audited financial statements for the year ended 31 March 2006.

**Principal activities**

The principal activities of the company are the provision of information technology and related support to regional arts organisations.

**Business review**

This is the second full year of trade of Birmingham Arts Information Technology Limited and the directors are satisfied with the trading results achieved in the year.

An amount of £nil (2005: £5,073) will be passed to the parent company by gift-aid.

The profit of £4 (2005: £Nil) for the year will be retained.

The directors hope to consolidate and strengthen the position of the company as a leading provider of IT services to regional arts organisations.

**Results and dividends**

The results for the year are shown in the profit and loss account on page 4.

The directors do not recommend the payment of a dividend.

**Directors**

The directors of the company during the year were as follows:

J. Booth  
M. J. Harding  
E. Hart (resigned 17 January 2006)  
K. Jones  
J. Nicholson (resigned 20 September 2005)

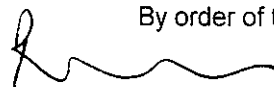
**Directors' interests**

None of the directors held any beneficial interest in the shares of the company or its parent undertaking at any time during the year.

**Auditors**

Clement Keys will offer themselves for re-appointment at the next annual general meeting.

By order of the board



R.P. Kaynes

Company Secretary

Birmingham Arts Information Technology  
Alpha Tower  
Suffolk Street Queensway  
Birmingham B1 1TT

23 May 2006

**BIRMINGHAM ARTS INFORMATION TECHNOLOGY LIMITED**

**STATEMENT OF DIRECTORS' RESPONSIBILITIES**

**31 March 2006**

The directors are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice.

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;
- 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.

In determining how amounts are presented within items in the profit and loss account and balance sheet, the directors have had regard to the substance of the reported transaction or arrangement, in accordance with generally accepted accounting principles or practice.

So far as each of the directors is aware at the time the report is approved:

- there is no relevant audit information of which the company's auditors are unaware; and
- the directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information (s. 234ZA (2)).

By order of the board



R.P. Kaynes

Company Secretary

23 May 2006

## **INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF BIRMINGHAM ARTS INFORMATION TECHNOLOGY LIMITED**

We have audited the financial statements of Birmingham Arts Information Technology Limited for the year ended 31 March 2006 on pages 4 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 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 directors and auditors**

As described in the Statement of Directors' Responsibilities the company's directors are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

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 the Directors' report and consider the implications for our report if we become aware of any apparent misstatements within it.

### **Basis of audit opinion**

We conducted our audit in accordance with International Standards on Auditing (UK And Ireland) issued by the Audit 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.

We have undertaken the audit in accordance with the requirements of APB Ethical Standards including APB Ethical Standards – Provisions Available for Small Entities, in the following circumstances:

- in common with many other businesses of this size and nature, the company uses our firm to prepare and submit returns to the tax authorities and assist with the preparation of the financial statements.

### **Opinion**

In our opinion the financial statements:

- give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities, of the state of the company's affairs at 31 March 2006 and of its profit for the year then ended; and
- have been properly prepared in accordance with Companies Act 1985.

**39/40 Calthorpe Road  
Edgbaston  
Birmingham  
B15 1TS**

**CLEMENT KEYS**  
**Chartered Accountants**  
**Registered Auditors**

**23 May 2006**

**BIRMINGHAM ARTS INFORMATION TECHNOLOGY LIMITED**

**PROFIT AND LOSS ACCOUNT**

**for the year ended 31 March 2006**

	<b>Note</b>	<b>2006 £</b>	<b>2005 £</b>
<b>Turnover</b>	1	515,914	589,242
Cost of sales		(136,338)	(225,313)
		<hr/>	<hr/>
<b>Gross profit</b>		379,576	363,929
Administrative expenses		(379,572)	(358,856)
		<hr/>	<hr/>
<b>Operating profit</b>	2	4	5,073
Gift Aid payable to Audiences Central		-	(5,073)
		<hr/>	<hr/>
<b>Retained profit for the year</b>		4	-
		<hr/>	<hr/>

All amounts relate to continuing operations.

No separate statement of recognised gains and losses has been prepared as there were no recognised gains or losses other than those reported above.


**BIRMINGHAM ARTS INFORMATION TECHNOLOGY LIMITED**

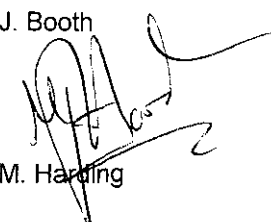
**BALANCE SHEET**

**at 31 March 2006**

	Note	£	2006	£	£	2005	£
<b>Fixed assets</b>							
Tangible assets	4		15,545			13,258	
<b>Current assets</b>							
Debtors	5	151,983			95,121		
Cash at bank		<u>59</u>			<u>54</u>		
		152,042			95,175		
<b>Creditors:</b> amounts falling due within one year	6	<u>(167,581)</u>			<u>(108,431)</u>		
<b>Net current liabilities</b>			(15,539)			(13,256)	
<b>Net assets</b>			<u>6</u>			<u>2</u>	
<b>Capital and reserves (equity)</b>							
Called up share capital	7		2			2	
Profit and loss account	8		4			-	
<b>Total shareholders' funds</b>	9		<u>6</u>			<u>2</u>	

The financial statements on pages 4 to 8 were approved by the board of directors on 23 May 2006.

  
 J. Booth Director

  
 M. Harding Director

**BIRMINGHAM ARTS INFORMATION TECHNOLOGY LIMITED**

**NOTES ON FINANCIAL STATEMENTS**

**31 March 2006**

**1 Accounting policies**

**Basis of accounting**

The financial statements have been prepared in accordance with applicable accounting standards and under the historical cost accounting rules.

**Turnover**

Turnover represents the amount derived from the provision of goods and services which fall within the company's ordinary activities, stated net of value added tax.

**Fixed assets**

Depreciation of fixed assets is charged by equal monthly instalments commencing with the month of acquisition at rates estimated to write off their cost less any residual value over the expected useful lives which are as follows

Computer equipment	3 years
Furniture and fittings	4 years

**Deferred income**

Contributions received from members used to purchase capital assets are credited to deferred income on the balance sheet. The amounts are released to the profit and loss account in line with the depreciation policy for those capital assets.

**Cash flow statement**

The company has taken advantage of the exemption provided by Financial Reporting Standard No.1 on the basis that it is a small company as defined in the Companies Act 1985.

<b>2 Operating profit</b>	<b>2006</b>	<b>2005</b>
	<b>£</b>	<b>£</b>
Operating profit is stated after charging/(crediting):		
Auditors' remuneration	1,580	1,500
Depreciation	13,224	15,220
Amortisation of deferred income	(4,134)	(4,567)
	<hr/>	<hr/>

**3 Staff costs**

The company does not employ any staff. Any services provided to the company by the employees of the parent undertaking are recharged to the company.

None of the directors received any remuneration from the company during the year.

**BIRMINGHAM ARTS INFORMATION TECHNOLOGY LIMITED**

**NOTES ON FINANCIAL STATEMENTS**

**31 March 2006**

<b>4</b>	<b>Tangible fixed assets</b>	<b>Fixtures and fittings £</b>	<b>Computer equipment £</b>	<b>Total £</b>
	<b>Cost</b>			
	1 April 2005	30,416	46,135	76,551
	Additions	756	14,755	15,511
		<hr/>	<hr/>	<hr/>
	31 March 2006	31,172	60,890	92,062
		<hr/>	<hr/>	<hr/>
	<b>Depreciation</b>			
	1 April 2005	30,245	33,048	63,293
	Charge for the period	121	13,103	13,224
		<hr/>	<hr/>	<hr/>
	31 March 2006	30,366	46,151	76,517
		<hr/>	<hr/>	<hr/>
	<b>Net book amount</b>			
	31 March 2006	806	14,739	15,545
		<hr/>	<hr/>	<hr/>
	31 March 2005	171	13,087	13,258
		<hr/>	<hr/>	<hr/>
<b>5</b>	<b>Debtors</b>	<b>2006 £</b>	<b>2005 £</b>	
	Trade debtors	88,254	70,340	
	Amount due from parent undertaking	22,594	17,704	
	Prepayments and accrued income	<u>41,135</u>	<u>7,077</u>	
		151,983	95,121	
		<hr/>	<hr/>	
<b>6</b>	<b>Creditors: amounts falling due within one year</b>	<b>2006 £</b>	<b>2005 £</b>	
	Trade creditors	74,682	12,304	
	Amount due to fellow subsidiary undertaking	-	10,782	
	Other taxation and social security	9,555	22,474	
	Accruals and deferred income	77,256	62,871	
	Other creditors	<u>6,088</u>	<u>-</u>	
		167,581	108,431	
		<hr/>	<hr/>	

Included within accruals and deferred income is an amount of £nil (2005: £2,207) in respect of employer's pension contributions recharged from the parent company.



**BIRMINGHAM ARTS INFORMATION TECHNOLOGY LIMITED**

**NOTES ON FINANCIAL STATEMENTS**

**31 March 2006**

<b>7</b>	<b>Share capital (2006 and 2005)</b>	<b>Number of shares</b>	<b>£</b>
	<b>Authorised</b>		
	Ordinary shares of £1 each	100	100
		<hr/>	<hr/>
	<b>Allotted, called up and fully paid</b>		
	Ordinary shares of £1 each	2	2
		<hr/>	<hr/>
<b>8</b>	<b>Profit and loss account</b>	<b>£</b>	
	Balance as at 1 April 2005	-	
	Profit for the year	4	
		<hr/>	
	Balance as at 31 March 2006	4	
		<hr/>	
<b>9</b>	<b>Reconciliation of shareholders' funds</b>	<b>£</b>	
	Retained profit for the financial year	4	
	Opening shareholders' funds	<u>2</u>	
	Closing shareholders' funds	6	
		<hr/>	
<b>10</b>	<b>Parent undertaking</b>		
	The parent undertaking is Audiences Central, a registered charity and a company limited by guarantee, which is incorporated in England. The parent undertaking draws up group accounts which are available from the Registrar of Companies at Companies House in Cardiff.		
<b>11</b>	<b>Financial commitments</b>		
	There were no capital commitments at 31 March 2006.		
<b>12</b>	<b>Related party disclosures</b>		
	Advantage has been taken of the exemption in FRS8 paragraph 3(c) not to disclose transactions with group companies, as consolidated financial statements are prepared.		