

Company Number SC155843

**GLASGOW MEDIA ACCESS CENTRE LIMITED
(LIMITED BY GUARANTEE)**

FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31st MARCH, 2001



RUSSELL & RUSSELL
Chartered Accountants

GLASGOW MEDIA ACCESS CENTRE LIMITED
FINANCIAL STATEMENTS
YEAR ENDED 31st MARCH, 2001

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GLASGOW MEDIA ACCESS CENTRE LIMITED
COMPANY INFORMATION

DIRECTORS

M. Hulse
M. Langdon
J. Milroy
B. Orton
P. Patterson
I. Piercy
P. Singh
A. Smith
O. Spencer

SECRETARY

Ian Reid

BANK

Trustee Savings Bank plc.
Unity Trust Bank plc.

AUDITORS

Russell & Russell,
Chartered Accountants
and Registered Auditors,
4 Royal Crescent,
Glasgow, G3 7SL.

REGISTERED OFFICE

3rd Floor,
34 Albion Street,
GLASGOW,
G1 1LH.

GLASGOW MEDIA ACCESS CENTRE LIMITED**DIRECTORS' REPORT**

The directors present their report and the financial statements for the year ended 31st March, 2001.

DIRECTORS' RESPONSIBILITIES

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

PRINCIPAL ACTIVITY

The company's principal activity during the period was the promotion in Scotland of the study, appreciation, and production of films and video recordings.

RESULTS AND REVIEW OF THE BUSINESS

The results for the year are set out in the profit and loss account on page 7.

The directors are confident that, due to increased revenues from training and commissions, the company can continue to trade profitably, despite a fall in turnover derived from equipment hires. Sufficient sales orders have been secured to ensure the company's profitability for the first six months of 2001/02.

FUTURE DEVELOPMENTS

In 2001/02 the company hopes to obtain its first broadcast commission and develop a strategic plan aimed at securing project development funding, leading to the development and production of feature films projects from 2003 onwards. This will lead to the creation of a new post (Head of Development) effective in the summer of 2002.

GLASGOW MEDIA ACCESS CENTRE LIMITED
DIRECTORS' REPORT (cont'd)

DIRECTORS

The directors during the period were as follows:

A. Smith	
L. Broadbent	- resigned 16th December, 2000
R. Caniffi	- resigned 16th December, 2000
M. Hulse	
M. Langdon	- appointed 16th December, 2000
S. McCubbin	- resigned 4th July, 2000
A. J. McIlwaine	- resigned 16th December, 2000
R. Miller	- resigned 16th December, 2000
J. Milroy	
J. Monaghan	- resigned 16th December, 2000
B. Orton	- appointed 16th December, 2000
P. Patterson	- appointed 16th December, 2000
I. Piercy	
P. Singh	- appointed 16th December, 2000
O. Spencer	- appointed 16th December, 2000
A. Reques	- resigned 16th December, 2000

AUDITORS

It is proposed that Russell & Russell be re-appointed auditors of the company in accordance with Section 385 of the Companies Act 1985.

By order of the Board

X 

Ian Reid
Secretary

Glasgow

25th January, 2002

**AUDITORS' REPORT
TO THE MEMBERS OF
GLASGOW MEDIA ACCESS CENTRE LIMITED**

We have audited the financial statements on pages 6 to 11 which have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective March, 2000) under the historical cost convention and the accounting policies set out on page 8.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As described on page 3 the company's directors are responsible for the preparation of the 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.

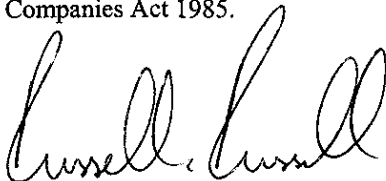
We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Going concern

In forming our opinion, we have considered the adequacy of the disclosures made in note 1 of the financial statements concerning the company's present financial position and the uncertainty of its future trading prospects. In view of the significance of this uncertainty we consider that it should be drawn to your attention, but our opinion is not qualified in this respect.

OPINION

In our opinion the financial statements give a true and fair view of the state of the company's affairs at 31st March, 2001 and of its income and expenditure for the year then ended, and have been properly prepared in accordance with the Companies Act 1985.



RUSSELL & RUSSELL

Chartered Accountants
Registered Auditors


4 Royal Crescent,
Glasgow G3 7SL.

25th January, 2002

GLASGOW MEDIA ACCESS CENTRE LIMITED
(LIMITED BY GUARANTEE)
BALANCE SHEET AT 31st MARCH, 2001

	Notes	2001	2000
		£	£
FIXED ASSETS			
Tangible assets	2	33,940	46,592
CURRENT ASSETS			
Stocks	3	246	617
Debtors	4	67,993	33,971
Cash at bank and in hand		49,381	65,386
		<u>117,620</u>	<u>99,974</u>
CREDITORS: Amounts falling due within one year	5	<u>157,367</u>	<u>158,696</u>
NET CURRENT LIABILITIES		<u>(39,747)</u>	<u>(58,722)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>(5,807)</u>	<u>(12,130)</u>
CAPITAL AND RESERVES			
Profit and loss account		<u>(5,807)</u>	<u>(12,130)</u>

The financial statements on pages 6 to 11 were approved by the Board of Directors on 25th January, 2002 and signed on its behalf by:

x 

Alasdair Smith, Director

GLASGOW MEDIA ACCESS CENTRE LIMITED
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31st MARCH, 2001

	Notes	2001 £	2000 £
TURNOVER	6	137,351	112,680
Cost of sales		98,923	87,475
Gross profit		38,428	25,205
Administration expenses		(98,859)	(100,479)
Project costs		(144,755)	(108,286)
Other operating income	7	210,832	185,487
OPERATING PROFIT	8	5,646	1,927
Interest receivable		687	1,337
Interest payable	10	(10)	(9)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		6,323	3,255
Taxation		-	-
PROFIT FOR YEAR		6,323	3,255
Balance at beginning of year		(12,130)	(15,385)
BALANCE AT END OF YEAR		(5,807)	(12,130)

The notes on pages 8 to 11 form part of these financial statements.

GLASGOW MEDIA ACCESS CENTRE LIMITED
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31st MARCH, 2001

1. ACCOUNTING POLICIES

Company status

The company is limited by guarantee with each member's liability extending to a limit of £1. The company is entitled to charity exemption under the provisions of s.505 TA 1988 and consequently is not liable to corporation tax or income tax on any of its income.

Basis of preparing the financial statements

The company's balance sheet at 31st March, 2001 is showing a deficit however the company has been making profits since February, 1997 and the directors consider that the company will continue to generate profits.

On this basis, the directors consider it appropriate to prepare the financial statements on the going concern basis.

Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective March, 2000).

Turnover

Turnover represents income generated from the company's activities, excluding value added tax.

Depreciation

Depreciation is calculated on a straight line basis to write off the cost, less estimated residual values, of fixed assets over their estimated useful lives using the following annual rates:

Leasehold improvements	- over the period of lease
Equipment	- 20% - 25%

Stocks

Stocks are valued at the lower of cost and net realisable value, where cost is the purchase price on a first-in, first-out basis. Net realisable value is the estimated future value to the company.

Operating leases

Rentals paid under operating leases are charged to the profit and loss account on a straight line basis over the lease term.

Government grants

Grants relating to expenditure on tangible fixed assets are credited to the profit and loss account at the same rate as depreciation on the assets to which the grant relates. Grants of a revenue nature are credited to the profit and loss account in the period to which they relate.

GLASGOW MEDIA ACCESS CENTRE LIMITED
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31st MARCH, 2001

2. TANGIBLE FIXED ASSETS

	Leasehold improvements £	Equipment £	Totals £
Cost			
At 1.4.00	88,116	202,316	290,432
Additions	1,002	21,899	22,901
Disposals	-	(634)	(634)
At 31.3.01	89,118	223,581	312,699
Depreciation			
At 1.4.00	86,275	157,565	243,840
Charge for year	866	34,053	34,919
At 31.3.01	87,141	191,618	278,759
Net book value			
At 31.3.01	1,977	31,963	33,940
At 31.3.00	1,841	44,751	46,592

3. STOCKS

	2001 £	2000 £
Materials	246	617

4. DEBTORS

	2001 £	2000 £
Trade debtors	60,495	32,306
Other debtors	6,105	309
Prepayments	1,393	1,356
	67,993	33,971

5. CREDITORS: Amounts falling due within one year

	2001 £	2000 £
Trade creditors	37,699	22,390
Taxes and social security costs	10,893	5,112
Accruals and deferred income	25,215	4,551
Government grant deferred credit	83,560	126,643
	157,367	158,696

6. TURNOVER

Income from Community Projects and the related costs have been allocated to turnover and cost of sales. The figures for the year ended 31st March, 2000 have been reallocated accordingly. This change has no effect on operating profit or on the results for that year.

GLASGOW MEDIA ACCESS CENTRE LIMITED
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31st MARCH, 2001

7. OTHER OPERATING INCOME

	2001	2000
	£	£
GCC revenue grant	38,667	32,502
Project grants	34,499	1,183
Digital Arts Project income	327	767
Screenworks funding - 1999	1,792	15,734
Screenworks funding - 2000	13,189	1,548
Cineworks funding	82,721	64,048
Pepinieres project income	-	6,688
Movie music scheme income	4,309	6,573
Donations received - equipment	7,500	493
Donations received - other	767	-
Capital grant amortisation	27,061	55,951
	<u>210,832</u>	<u>185,487</u>

8. OPERATING PROFIT

The operating profit is stated after charging:

	2001	2000
	£	£
Directors' emoluments	-	-
Auditors' remuneration	2,250	2,200
Depreciation	34,919	59,381
Operating lease - premises	9,000	4,230
- plant & equipment	2,745	2,040

9. STAFF COSTS

The company employed 5 (2000:4) staff during the period and the cost of these employees was:

	2001	2000
	£	£
Wages and salaries	59,006	54,239
Social security costs	4,794	4,019
Other pension costs	-	-
	<u>63,800</u>	<u>58,258</u>

10. INTEREST PAYABLE

	2001	2001
	£	£
Bank interest	<u>10</u>	<u>9</u>

GLASGOW MEDIA ACCESS CENTRE LIMITED
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31st MARCH, 2001

11. LEASE COMMITMENTS

At the 31st March, 2001 the company had annual commitments under non-cancellable operating leases as follows:

	2001		2000	
	Premises	Other	Premises	Other
	£	£	£	£
Expiring within one year	-	-	-	1,009
Expiring within two to five years	9,000	2,142	9,000	540
	<u>9,000</u>	<u>2,142</u>	<u>9,000</u>	<u>1,549</u>

The annual commitment for the premises lease includes a 50% rebate from Glasgow City Council which the company is normally entitled to due to its charitable status.

12. TRANSACTIONS INVOLVING DIRECTORS

Included in trade debtors are amounts totalling £277 (2000: £1,031) which comprise normal trade debts incurred by 3 (2000: 5) directors.