

LESBIAN, GAY AND BISEXUAL COMMUNITY PROJECT LIMITED
(a company limited by guarantee)

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2005**

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LESBIAN, GAY AND BISEXUAL COMMUNITY PROJECT LIMITED
(a company limited by guarantee)

COMPANY INFORMATION

NAME	Lesbian, Gay and Bisexual Community Project Limited
STATUS	The Charity is a company limited by guarantee
DIRECTORS	John Hein Fiona Horne (resigned 10 October 2005) Heather White
SECRETARY	John Hein
ACCOUNTANTS	Danzig & Co Chartered Accountants 7 Rutland Court Lane Edinburgh EH3 8ES
REGISTERED OFFICE	58a Broughton Street Edinburgh EH1 3SA
REGISTERED NUMBER	SC163596
SCOTTISH CHARITY NUMBER	SCO24473

LESBIAN, GAY AND BISEXUAL COMMUNITY PROJECT LIMITED

(a company limited by guarantee)

DIRECTORS' REPORT FOR THE YEAR ENDED 30 JUNE 2005

The directors present their annual report together with the financial statements of the company for the year ended 30 June 2005. This report is prepared in accordance with the constitution and the recommendations of Statement of Recommended Practice – 'Accounting and Reporting by Charities' (SORP 2005), and complies with applicable law.

CONSTITUTION

The company which is limited by guarantee was incorporated on 13 February 1996. Management of the company has been delegated to the directors who are appointed in accordance with the Memorandum and Articles of Association.

OBJECTIVES AND PRINCIPAL ACTIVITIES

The company's principal aim is to benefit the community by the preservation and protection of good health, both physical and mental, of gay men, lesbians and bisexual people in Scotland. This is facilitated through providing accommodation where support groups can congregate. There has been no significant change in the company's activities during the year and no changes are expected in the forthcoming year.

FINANCIAL INFORMATION

The financial statements have been prepared in accordance with current statutory requirements and the company's Memorandum and Articles of Association.

The surplus for the year is £9 (2004 £1,463 deficit).

DIRECTORS

The directors of the company at 30 June 2005 were

John Hein
Fiona Horne
Heather White

As the company is limited by guarantee, no director has interest in the capital of the company.

DIRECTORS' RESPONSIBILITIES

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 as at the end of the financial year 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 maintaining proper accounting records which 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 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.

RESERVES POLICY

The directors have assessed the level of reserves at the 30 June 2005 and have considered it appropriate to prepare the financial statements on the going concern basis. Refer to accounting policy 1(1) on page 8.

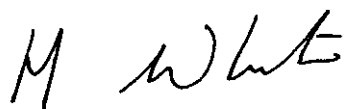
RISK REVIEW

The directors have assessed the major risks to which the company is exposed, in particular those relating to the operations and finances of the company, and are satisfied that systems are in place to mitigate exposure to the major risks.

The above report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

This report was approved by the board on 27 October 2006.

Signed on behalf of the board of directors

A handwritten signature in black ink, appearing to read 'M White', written in a cursive style.

Heather White

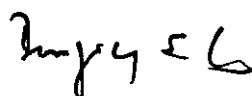
Director

**REPORT OF THE ACCOUNTANTS TO THE MEMBERS
OF LESBIAN, GAY AND BISEXUAL COMMUNITY PROJECT LIMITED
(a company limited by guarantee)**

Accountant's Report

We report on the accounts for the year ended 30 June 2005 as set out on pages 5 to 10

You have approved the financial statements for the year ended 30 June 2005. In accordance with your instructions, we have compiled these unaudited financial statements from the accounting records and explanations supplied to us



Danzig & Co
Chartered Accountants

7 Rutland Court Lane
Edinburgh
EH3 8ES

27 October 2006

LESBIAN, GAY AND BISEXUAL COMMUNITY PROJECT LIMITED
(a company limited by guarantee)

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 30 JUNE 2005

Notes	Unrestricted	Restricted	2005	2004 (restated)
	£	£	£	£
Incoming Resources				
Rental income	8,780		8,780	10,922
Donations				
Total Incoming Resources	8,780		8,780	10,922
Resources Expended				
<i>Direct charitable expenditure</i>				
Direct charitable expenditure	7,449		7,499	11,476
<i>Other expenditure</i>				
Cost of generating funds				
Governance costs	1,322		1,322	909
Total Resources Expended	8,771		8,771	12,385
Net Incoming /(Outgoing) Resources for the year	9		9	(1,463)
Net Movement in Funds				
Transfer from revaluation reserve	955		955	955
Funds at 1 July 2004	(9,217)	923	(8,294)	(7,786)
Funds at 30 June 2005	(8,253)	923	(7,330)	(8,294)

The notes on pages 8 to 10 form part of these financial statements

LESBIAN, GAY AND BISEXUAL COMMUNITY PROJECT LIMITED
(a company limited by guarantee)

INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 30 JUNE 2005

	Note	2005 £	2004 £
Turnover		<u>8,780</u>	<u>10,922</u>
Net operating expenses			
Administrative expenses		8,771	12,385
less transfer from revaluation reserve	9	<u>(955)</u>	<u>(955)</u>
		<u>7,816</u>	<u>11,430</u>
Operating surplus/(deficit) for the year	8	<u><u>964</u></u>	<u><u>(508)</u></u>

There were no recognised gains or losses other than those shown above

None of the company's activities were acquired or discontinued during the above years

The notes on pages 8 to 10 form part of these financial statements

LESBIAN, GAY AND BISEXUAL COMMUNITY PROJECT LIMITED
(a company limited by guarantee)
BALANCE SHEET 30 JUNE 2005

	Note	2005		2004	
		£	£	£	£
Fixed assets					
Tangible assets	4		132,317		133,786
Current assets					
Debtors		680		680	
Cash and bank		1,720		1,234	
		<u>2,400</u>		<u>1,914</u>	
Creditors: amounts falling due within one year	5	<u>(10,860)</u>		<u>(11,319)</u>	
Net current liabilities			<u>(8,460)</u>		<u>(9,405)</u>
Total assets less current liabilities			123,857		124,381
Creditors: amounts falling due after more than one year	6		<u>(40,438)</u>		<u>(40,971)</u>
			<u>83,419</u>		<u>83,410</u>
Funds					
Unrestricted fund			(8,253)		(9,217)
Restricted fund	7		923		923
Revaluation reserve	8		90,749		91,704
	9		<u>83,419</u>		<u>83,410</u>

The directors consider that for the year ended 30 June 2005 the company was entitled to exemption from audit under subsection 1 of section 249A of the Companies Act 1985. No member or members have deposited a notice requesting an audit for the current financial year under subsection 2 of section 249B 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 preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its surplus or deficit for the financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company.

The accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

The accounts on pages 5 to 10 were approved by the board of directors on 27 October 2006 and signed on its behalf by

M White

Heather White
Director

LESBIAN, GAY AND BISEXUAL COMMUNITY PROJECT LIMITED
(a company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS - 30 JUNE 2005

1 ACCOUNTING POLICIES

The principal accounting policies which are adopted in the preparation of the financial statements are set out below

- a) The financial statements have been prepared in accordance with applicable accounting standards. The recommendations of Statement of Recommended Practice – 'Accounting and Reporting by Charities' (SORP 2005) have been followed in the preparation of the financial statements. Due to the introduction of SORP 2005 the income and expenditure for the year ended 30 June 2004 has been restated
- b) Voluntary income is received by way of donations and is included in full in the Statement of Financial Activities when received
- c) Grants including grants for the purchase of fixed assets are recognised in full in the Statement of Financial Activities in the year in which they are received
- d) Expenditure costs, where possible, have been allocated directly to charitable, fundraising and publicity, or governance costs. Where this is not possible costs have been apportioned on the basis of time spent on each activity
- e) Restricted funds are to be used for the specific purposes as laid down by the donor. Expenditure which meets these criteria is identified to the fund
- f) Unrestricted funds are other income received or generated for the objects of the charity without further specified purpose and are available as general funds
- g) Depreciation is provided on all tangible fixed assets at rates calculated to write off the cost of each asset over its estimated useful life. Depreciation rates are as follows

Land and buildings	1% Straight Line
Computer equipment	33% Straight Line
Fixtures and fittings	25% Reducing Balance

- h) The company has taken advantage of the exemption in FRS 1 from the requirement to prepare a cash flow statement on the grounds that it is a small company
- i) The directors consider it appropriate to view the company as a going concern, on the basis that the director John Hein has undertaken not to withdraw any loan funds or accrued interest to the detriment of the other creditors of the company

2 OPERATING SURPLUS or DEFICIT

The operating surplus is stated after charging

	2005	2004
	<u>£</u>	<u>£</u>
Depreciation of owned fixed assets	1,469	1,492

LESBIAN, GAY AND BISEXUAL COMMUNITY PROJECT LIMITED
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NOTES TO THE FINANCIAL STATEMENTS 30 JUNE 2005
(continued)

3 DIRECTORS' REMUNERATION

None of the directors received remuneration during the year (2004 – £0)

4 TANGIBLE FIXED ASSETS

	Land and Buildings	Plant and Machinery etc	Total
	£	£	£
<u>Cost</u>			
At 1 July 2004	140,000	3,364	143,364
Additions			
Revaluation			
At 30 June 2005	<u>140,000</u>	<u>3,364</u>	<u>143,364</u>
<u>Depreciation</u>			
At 1 July 2004	6,490	3,088	9,578
Charge for the year	1,400	69	1,469
At 30 June 2005	<u>7,890</u>	<u>3,157</u>	<u>11,047</u>
<u>Net book value</u>			
At 30 June 2005	<u>£132,110</u>	<u>£207</u>	<u>£132,317</u>
At 30 June 2004	<u>£133,510</u>	<u>£276</u>	<u>£133,786</u>

5 CREDITORS amounts falling due within one year

	2005	2004
	£	£
Other creditors	8,860	7,358
Bank loan and overdraft	2,000	3,961
	<u>10,860</u>	<u>11,319</u>

LESBIAN, GAY AND BISEXUAL COMMUNITY PROJECT LIMITED
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NOTES TO THE FINANCIAL STATEMENTS 30 JUNE 2005
(continued)

6 CREDITORS amounts falling due after more than one year

	2005	2004
	£	£
Bank loan	20,438	20,971
Directors loan	20,000	20,000
	<hr/>	<hr/>
	40,438	40,971
	<hr/>	<hr/>

The bank loan is secured The directors loan is unsecured and interest is accrued at 1% above base rate

7 RESTRICTED FUNDS

	At 30 June 2004 £	Movement £	At 30 June 2005 £
Disability access grant	923		923
	<hr/>		<hr/>

8 REVALUATION RESERVE

	2005	2004
	£	£
Balance at 1 July 2004	91,704	92,659
Less transfer to revenue reserve	(955)	(955)
	<hr/>	<hr/>
Balance carried forward at 30 June 2005	90,749	91,704
	<hr/>	<hr/>

9 RECONCILIATION OF MOVEMENT IN FUNDS

	2005	2004
	£	£
Surplus/(deficit) for the year	964	(508)
Transfer to income and expenditure account	(955)	(955)
	<hr/>	<hr/>
	9	(1,463)
	<hr/>	<hr/>
Funds at 30 June 2004	83,410	84,873
	<hr/>	<hr/>
Funds at 30 June 2005	83,419	83,410
	<hr/>	<hr/>

LESBIAN, GAY AND BISEXUAL COMMUNITY PROJECT LIMITED
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DETAILED INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 30 JUNE 2005

	2005		2004	
	£	£	£	£
Turnover				
Rental income		8,780		10,922
Other income				
		<u>8,780</u>		<u>10,922</u>
Less: Expenses (page 12)				
Establishment	2,767		4,200	
Financial	4,535		6,693	
Depreciation	1,469		1,492	
Less transfer from revaluation reserve	(955)		(955)	
		<u>7,816</u>		<u>11,430</u>
Net surplus/(deficit) for the year		<u>964</u>		<u>(508)</u>

LESBIAN, GAY AND BISEXUAL COMMUNITY PROJECT LIMITED
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DETAILED INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 30 JUNE 2005

	2005 £	2004 £
Establishment		
Rates	1,786	1,487
Heat and light	894	416
Cleaning		504
Repairs and renewals	87	1,793
Insurance		
	<u>2,767</u>	<u>4,200</u>
Financial		
Bank interest and charges	29	129
Bad debts		
Accountancy fee	1,293	(1,038)
Loan interest	1,559	2,161
Directors loan interest	1,424	1,292
Prior year adjustment director's loan interest		3,485
Legal and professional fees	230	315
Sundry expenses		349
	<u>4,535</u>	<u>6,693</u>
Depreciation		
Land and buildings	1,400	1,400
Fixtures and fittings	69	92
	<u>1,469</u>	<u>1,492</u>