

THE LORD'S TAVERNERS LIMITED
(A company limited by guarantee and not having
a share capital)

**Trustees' Annual Report and
Consolidated Financial Statements
For the year ended
31 December 2005**



THE LORD'S TAVERNERS LIMITED

Year ended 31 December 2005

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THE LORD'S TAVERNERS LIMITED

Patron and Twelfth Man

HRH The Duke of Edinburgh KG KT

Presidents

The Lord's Taverners
The Lady Taverners
The Young Lord's Taverners

Mike Gatting OBE
Rachael Heyhoe Flint MBE DL
Andrew Flintoff MBE

Trustees

John Ayling
John Barnes FCA
Michael Clinch
Matthew Fleming
Timothy Graveney
Richard Groom
Jonathan Hoffman FCA, FCCA
Keith Hollinshead
John Hooper CBE
Peter Johnson
Christopher Laing OBE DL
Roger Oakley
Robert Powell
John Price
Jonathan Rice
Budge Rogers OBE
Les Rowland
Jim Rosenthal
Martin Smith
Roger Smith
Richard Stilgoe OBE, DL

Chairman, Membership Committee
Appointed 25 April 2005
Appointed 25 April 2005

Chairman
Honorary Treasurer, Company Secretary

Chairman, Cricket Giving Committee
Chairman, Regions

Chairman, Cricket Committee

Resigned 25 April 2005
Chairman – Audit Committee
Resigned 25 April 2005
Appointed 25 April 2005
Resigned 23 December 2005
Chairman, Commercial Committee
Chairman, Foundation

Ex-officio

Annie Peacock
Judith Chalmers OBE
Jack Leonard

Chairman, The Lady Taverners
President Emeritus, The Lady Taverners
Honorary Legal Advisor

Mark Williams
Margaret Price
Derrin Gill

Chief Executive, The Lord's Taverners
Director, The Lady Taverners
Secretary to the Trustees

THE LORD'S TAVERNERS LIMITED

Other legal and administrative information

Registered office:

10 Buckingham Place
London
SW1E 6HX

Registered Company no. 582579 (registered in England and Wales)

Registered Charity no: 306054

Bankers:

National Westminster Bank plc
St James's and Piccadilly Branch
208 Piccadilly
London
W1A 2DG

Auditors:

Chantrey Vellacott DFK LLP
Russell Square House
10-12 Russell Square
London
WC1B 5LF

Honorary Treasurer and Company Secretary:

Jonathan Hoffman FCA, FCCA
16 Dalkeith Grove
Stanmore
Middlesex
HA7 4SG

Honorary Legal Advisor:

Jack Leonard
Stewarts
63 Lincoln's Inn Fields
London
WC2A 3LW

THE LORD'S TAVERNERS LIMITED

Report of the Trustees (including the Report of the Directors) for the year ended 31 December 2005

The Trustees of The Lord's Taverners Limited have pleasure in presenting their report and the audited consolidated financial statements for the year ended 31 December 2005. This report should be read in conjunction with the information on pages 1 and 2, and 5 to 7.

Principal activities and charitable mission

The Lord's Taverners was formed in 1950, incorporated in 1957 and is governed by its Memorandum and Articles of Association (adopted pursuant to Special Resolutions passed on 24 April 1994 and 19 April 1999). The Articles of Association require the Charity to be managed by the Trustees, which body shall comprise not less than ten or more than eighteen members. One third of the elected Trustees shall resign each year but may be eligible for re-election. Trustees are nominated and elected by full members of the Club.

The principal activities and charitable mission continue to be "To give young people, particularly those with special needs, a sporting chance".

- by providing incentives to play cricket in schools and clubs;
- by encouraging young people with special needs to participate in sporting activities;
- by supplying minibuses to special needs' organisations; and
- by creating recreational facilities in conjunction with the National Playing Fields' Association

The Lord's Taverners is recognised by the England and Wales Cricket Board (ECB) as the official national charity for recreational cricket. Most cricket grants are distributed in association with the ECB. An annual grant is also made to the English Schools Cricket Association.

The Lord's Taverners operates a trading subsidiary, Lord's Taverners Enterprises Limited.

Trustees

The Members who have served during the year and to the date of this report are set out on page 1.

Financial results and summary

The net income before grant aid for the Group in 2005 was £2,215,885 (2004 : £3,201,666). £2,320,892 (2004 : £3,142,167) has been allocated as grant aid in accordance with the charity's principal activities and in line with the budget for the year, the balance being transferred to unrestricted funds. These figures include the self-help donations from minibus recipients and the minibus supplier rebate. The tangible fixed asset movements are shown in note 11.

Future developments

The outlook for 2006 is looking more positive than the achievements in 2005. Aside from our core events we have an exciting range of fundraising initiatives planned for 2006, which include being one of the beneficiaries of Freddie Flintoff's benefit year, a concert at the Royal Albert Hall, a dinner during the World Cup and Tribute Dinners to Mike Gatting, Jim Laker and Sir David Frost at the Tower of London, The Oval and the Mansion House respectively. The Lady Taverners have planned a lunch at Trinity House with HRH Princess Royal, a party at Cliveden House and a dinner with Sue Mott and James Cracknell.

THE LORD'S TAVERNERS LIMITED

Report of the Trustees (including the Report of the Directors) for the year ended 31 December 2005

Statement of Trustees' responsibilities

The Trustees are required by the Companies Act 1985 to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Charity and the Group as at end of the financial year and the incoming resources and application of resources for that year.

In preparing those financial statements, the Trustees are required to:

- Select suitable accounting policies and then apply them consistently;
- Make judgements and estimates that are reasonable and prudent;
- State whether applicable accounting standards have been followed; subject to any material departure disclosed and explained in the financial statements; and
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Charity or Group will continue in business.

The Trustees are also responsible for keeping proper accounting records which disclose with reasonable accuracy, at any time, the financial position of the Charity and the Group and which enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the Charity and the Group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The directors are responsible for the maintenance and integrity of the corporate and financial information included on the company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Risk assessment

The Trustees continually assess the risks to which the Charity is exposed, in particular those related to the staging of events and other fundraising initiatives. They are satisfied that the systems in place mitigate exposure to major risk. The charity has an Audit Committee that reports to the Trustees.

Reserves policy

The Reserves Policy of the Trustees is, as far as is prudently possible, to commit all the funds that are raised by the Charity in the year in which they are received, having regard to the need for funds to cover a normal level of working capital. The reserves of the Group are represented by the freehold building occupied by the Charity, which cost £2.08m and has been revalued to £2.75m.

Auditors

A resolution to re-appoint Chantrey Vellacott DFK LLP as auditors will be proposed at the Annual General Meeting.

Approved by the Trustees on 21 March 2006 and signed on their behalf by:



Richard Groom
Chairman

THE LORD'S TAVERNERS LIMITED

Facts and Figures 2005

	Group 2005 £	Charity 2005 £	Group 2004 £	Charity 2004 £
Gross income from continuing operations	5,086,057	5,090,375	6,038,111	6,032,969
Total expenditure	(2,870,172)	(2,874,490)	(2,836,445)	(2,847,228)
Net income for the year	2,215,885	2,215,885	3,201,666	3,185,741
Less: Restricted income	(865,624)	(865,624)	(1,111,477)	(1,111,477)
Grant aid	(1,455,268)	(1,455,268)	(2,030,690)	(2,030,690)
Net (loss)/ income for the year – continuing operations	(105,007)	(105,007)	59,499	43,574

Club and Charity – This unique combination continues to be of crucial significance to us.

Founded in 1950 at the Old Tavern at Lord's by a group of actors, the Charity has made grants of over £36 million in 55 years – from £15,000 in year one to £1,455,268 in the year 2005.

HRH The Prince Philip has been Patron and Twelfth Man since the founding of The Lord's Taverners in 1950. Sir John Mills was the first President and Mr Mike Gatting is our 34th President. Sir Bobby Robson CBE has agreed to succeed Mr Gatting as our 35th President.

There are now 25 regions throughout the UK, and 21 Lady Taverners Regions. They are run on an entirely voluntary basis and play an increasingly important role in our fundraising activities.

Membership

Members of The Lord's Taverners are drawn from the world of entertainment, sport, the professions, commerce and the arts. There are over 1,800 Members.

Lady Taverners: There are over 950 Members. The Ladies have now raised over £6 million, true to their statement 'We raise more than a smile'.

Young Lord's Taverners: Over 200 Members. Started in 1991 for the 18-35 age group, including students.

Associate Members: There are over 850 Associate Members throughout the country who receive mailings and are encouraged to support our events.

Fundraising activities

Charitable fundraising events include:

- Lunches, dinners, cocktail parties, gala balls, concerts
- Cricket matches, golf events, snooker, motor sport, racing – horse and greyhound
- Sports forums, balloon debates, evenings of magic

and many more imaginative and innovative happenings! A team representing The Lord's Taverners, The Lady Taverners and The Young Lord's Taverners runs every year in the London Marathon.

THE LORD'S TAVERNERS LIMITED

Facts and Figures 2005

Grant aid

In 2005 our Foundation Committee awarded grants totalling £1.46 million (2004 £2.03 million) net of minibus self-help and supplier rebate. The Chairman of the Foundation Committee is Christopher Laing OBE DL.

The Trustees have confirmed that our grants should normally be allocated under the following guidelines:

50% to Cricket; followed by £30,000 to The National Playing Fields Association.; followed by the balance in the following proportions: 70% to Minibuses and 30% to Sports and Recreation for Young People with Special Needs.

Cricket

We are recognised by the England and Wales Cricket Board (ECB) as the national charity for the recreational game. To ensure that we retain firm links with the aims of the Founder Members, the Trustees maintain a policy that 50% of our grants are directed to youth cricket.

We actively support The Lord's Taverners Colts Trophy for Schools, Portman Building Society Under 15 and the MCC Spirit of Cricket Under 13 Club Championships. These are the largest competitions of their kind in the world. We also run the annual Lord's Taverners Under 14 Inner Cities Cricket Cup with the finals at Arundel in August. We support the Girls National under 13 and 15 Indoor and Outdoor Competitions. 2005 saw the fourth year of Street Cricket, an initiative to encourage the playing of cricket by inner city children and the fourth year of the National Table Cricket Competition in partnership with The Youth Sports Trust and the ECB. Grants to Youth Cricket in 2005 totalled £773,581.

Minibuses

Since 1976 we have donated 776 minibuses. In the year 2005 we placed 48 minibuses on the road at a net cost of £538,929 to the charity.

Sport and Recreation for Young People with Special Needs

From more than 500 applications received last year, the Foundation awarded grants totalling £273,171. (2004 : £333,784) to such wide-ranging projects as the purchase of multi-sensory equipment, pool hoists, gym and sporting equipment and the provisions of grants towards the cost of sports wheelchairs.

National Playing Fields Association

Close links are maintained with the NPFA and we give an annual grant of £30,000.

THE LORD'S TAVERNERS LIMITED

Facts and Figures 2005

The Brian Johnston Memorial Trust

The Lord's Taverners is the sole Corporate Trustee of The Brian Johnston Memorial Trust, which raises funds to enable financial support to be given to the young cricketers with potential to succeed in the game, as well as to cricket for the blind. We gave the Trust a grant of £15,000 in 2005 (2004 : £15,000).

Management and Administration

The Trustees of the Lord's Taverners are responsible for the management of the Club through our Committee and Regional Structure. This voluntary commitment is supported by full time staff based at Buckingham Place. The administration costs of The Lord's Taverners have been calculated at 5p in the £. Costs directly attributable to fundraising add a further 15p in the £. Thus overheads for running the Club and Charity were 20p in the £ (2004 : 16p) as a proportion of our overall income.

Summary

The key components of The Lord's Taverners will continue to be a well-balanced mix of Club and Charity and Fun and Fundraising.

THE LORD'S TAVERNERS LIMITED

Independent Auditors' Report to the members of The Lord's Taverners Limited

We have audited the financial statements of The Lord's Taverners Limited for the year ended 31 December 2005 which comprise the Consolidated and Charity Statements of Financial Activities, Balance Sheets, Consolidated Cash Flow Statement and related notes. These financial statements have been prepared under the accounting policies set out therein.

This report is made solely to the charitable company's members, as a body, in accordance with section 235 of the Companies Act 1985 and section 43 of the Charities Act 1993. Our audit work has been undertaken so that we might state to the charitable 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 charitable company and the charitable 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 Trustees' Responsibilities, the Trustees, who are also the directors for the purposes of company law, are responsible for the preparing the Report of the Trustees and 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 in 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 Report of the Trustees is not consistent with the financial statements, if the charitable 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 trustees' remuneration and transactions with the charitable company is not disclosed.

We read other information contained in the Trustees' Annual Report and consider whether it is consistent with the audited financial statements. We consider the implications for our report if we become aware of any apparent misstatement within it.

Basis of audit opinion

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) 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 trustees in the preparation of the financial statements, and of whether the accounting policies are appropriate to the charitable 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.

THE LORD'S TAVERNERS LIMITED

Independent Auditors' Report to the members of The Lord's Taverners Limited

Opinion

In our opinion the financial statements:

- give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of affairs of the charitable company and the group as at 31 December 2005 and of their incoming resources and application of resources in the year then ended; and
- have been properly prepared in accordance with the Companies Act 1985.

Chantrey Vellacott DFK LLP

CHANTREY VELLACOTT DFK LLP

Chartered Accountants

Registered Auditors

LONDON

Date:

21 March 2006

Chantrey Vellacott DFK LLP

THE LORD'S TAVERNERS LIMITED

Consolidated statement of financial activities (incorporating income and expenditure account) For the year ended 31 December 2005

	Notes	Unrestricted funds £	Restricted funds £	Total 2005 £	Total 2004 £
Incoming resources					
Donations, legacies and similar incoming resources		259,193	865,624	1,124,817	1,354,789
Incoming resources from operating activities of the charity:					
Subscriptions and entrance fees		213,177	-	213,177	196,045
Activities for generating funds	3	3,669,858	-	3,669,858	4,378,422
Investment and other income	4	78,205	-	78,205	108,855
Total incoming resources		4,220,433	865,624	5,086,057	6,038,111
Resources expended					
Cost of generating funds	5	2,514,260	-	2,514,260	2,569,716
Charitable expenditure					
Grant aid	6	1,455,268	865,624	2,320,892	3,142,167
Management and administration	7	355,912	-	355,912	266,729
Total charitable expenditure		1,811,180	865,624	2,676,804	3,408,896
Total resources expended	8	4,325,440	865,624	5,191,064	5,978,612
Net (outgoing)/incoming resources for the year, being net (expenditure)/income for the year		(105,007)	-	(105,007)	59,499
Unrealised gains on revaluation of freehold property		-	-	-	510,000
Unrealised loss on listed investments		(23,212)	-	(23,212)	-
Net movement in funds		(128,219)	-	(128,219)	569,499
Balances brought forward at 1 January					
As previously stated		2,870,509	-	2,870,509	2,189,010
Prior year adjustment	25	-	-	-	112,000
Balances carried forward at 31 December	18	2,742,290	-	2,742,290	2,870,509

The consolidated accounts reflect the activities of the Charity and its subsidiary company. All amounts relate to continuing activities.

There are no recognised gains and losses for the current financial year and the preceding financial year other than as shown above.

The notes on pages 14 to 22 form part of these financial statements.

THE LORD'S TAVERNERS LIMITED

Charity statement of financial activities (incorporating Income & Expenditure Account)

For the year ended 31 December 2005

	Notes	Unrestricted funds £	Restricted funds £	Total 2005 £	Total 2004 £
Incoming resources					
Donations, legacies and similar incoming resources		259,193	865,624	1,124,817	1,354,789
Gift aid donation from subsidiary	13	42,848	-	42,848	42,876
Incoming resources from operating activities of the charity:					
Subscriptions and entrance fees		213,177	-	213,177	196,045
Activities for generating funds	3	3,669,858	-	3,669,858	4,378,422
Investment and other income		39,675	-	39,675	60,837
Total incoming resources		4,224,751	865,624	5,090,375	6,032,969
Resources expended					
Cost of generating funds		2,517,110	-	2,517,110	2,513,658
Charitable expenditure					
Grant aid	6	1,455,268	865,624	2,320,892	3,142,167
Management and administration		357,380	-	357,380	333,570
Total charitable expenditure		1,812,648	865,624	2,678,272	3,475,737
Total resources expended	8	4,329,758	865,624	5,195,382	5,989,395
Net (outgoing)/incoming resources for the year, being net (expenditure)/income for the year		(105,007)	-	(105,007)	43,574
Unrealised loss on listed investments		(23,212)	-	(23,212)	-
Net movement in funds		(128,219)	-	(128,219)	43,574
Balances brought forward at 1 January		2,195,217	-	2,195,217	2,151,643
Balances carried forward at 31 December		2,066,998	-	2,066,998	2,195,217

All amounts relate to continuing activities

There are no recognised gains and losses for the current financial year and preceding financial year other than the surplus shown above.

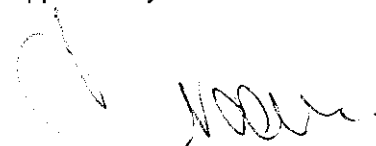
The notes on pages 14 to 22 form part of these financial statements.

THE LORD'S TAVERNERS LIMITED

Balance Sheets as at 31 December 2005

	Notes	Group 2005 £	Charity 2005 £	Group 2004 £	Charity 2004 £
Fixed assets					
Tangible fixed assets	11	2,810,934	60,934	2,825,823	75,823
Investments	12	71,274	1,971,277	91,487	1,991,489
		<u>2,882,208</u>	<u>2,032,211</u>	<u>2,917,310</u>	<u>2,067,312</u>
Current assets					
Stock	14	39,118	20,440	33,517	12,313
Debtors	15	478,638	670,374	725,787	921,599
Cash at bank and in hand		382,174	382,174	881,954	881,954
		<u>899,930</u>	<u>1,072,988</u>	<u>1,641,258</u>	<u>1,815,866</u>
Current liabilities					
Creditors: amounts falling due within one year	16	(1,039,848)	(1,038,201)	(1,598,059)	(1,597,961)
Net current (liabilities)/assets		<u>(139,918)</u>	<u>34,787</u>	<u>43,199</u>	<u>217,905</u>
Total assets less current liabilities		<u>2,742,290</u>	<u>2,066,998</u>	<u>2,960,509</u>	<u>2,285,217</u>
Creditors: amounts falling due after more than one year					
Grants payable in over one year	17	-	-	(90,000)	(90,000)
Net assets		<u>2,742,290</u>	<u>2,066,998</u>	<u>2,870,509</u>	<u>2,195,217</u>
Represented by:					
Unrestricted funds – general funds		2,073,457	2,066,998	2,201,676	2,195,217
Unrestricted funds - Revaluation Reserve		668,833	-	668,833	-
	18	<u>2,742,290</u>	<u>2,066,998</u>	<u>2,870,509</u>	<u>2,195,217</u>

Approved by the Trustees on 21 March 2006 and signed on their behalf by:



RICHARD GROOM

: Chairman



JONATHAN HOFFMAN FCA, FCCA

: Treasurer

The notes on pages 14 to 22 form part of these financial statements.

THE LORD'S TAVERNERS LIMITED

Consolidated cash flow statement For the year ended 31 December 2005

	Notes	2005 £	2004 £
Net cash (outflow)/inflow from operating activities	20	(521,454)	(169,806)
Returns on investments and servicing of finance			
Interest received		24,674	45,836
Capital expenditure			
Payments to acquire fixed assets	11	-	(27,498)
Payments to acquire investments	12	(3,000)	-
		(3,000)	(27,498)
(Decrease)/increase in cash in period	21	(499,780)	(151,468)

Reconciliation of net cash flow to movements in net funds

		2005 £	2004 £
(Decrease) in cash in period		(499,780)	(151,468)
Net funds brought forward		881,954	1,033,422
Net funds carried forward	21	382,174	881,954

THE LORD'S TAVERNERS LIMITED

Notes to the financial statements For the year ended 31 December 2005

1. Accounting policies

a) Basis of accounting

The financial statements are prepared under the historical cost convention, as modified by the revaluation of certain fixed assets, and in accordance with applicable accounting standards, the Companies Act 1985 and the Statement of Recommended Practice "Accounting and Reporting by Charities", issued in October 2000.

The consolidated financial statements comprise the financial statements of the charity and its subsidiary, Lord's Taverners Enterprises Limited, on a line by line basis.

The Lord's Taverners is the sole member of Brian Johnston Memorial Trust, but it is not consolidated on the grounds that the Trustees believe it to be an independent organisation. It is also not considered to be material. Further disclosures have been made in this regard, and transactions between BJMT and The Lord's Taverners have been disclosed separately.

b) Fund accounting

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

Designated funds comprise unrestricted funds that have been set aside by the Trustees for particular purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by the donors or which have been raised by the charity for specific purposes.

c) Incoming resources

Annual subscriptions are treated as income when they are received: entrance fees are recognised as income in the year of receipt: income from events and regions is treated as income when the events actually occur: donations and all other receipts from fundraising are reported gross, and are recognised on receipt. Related gift aid is recognised when received from Her Majesty's Revenue & Customs.

Legacies notified by the balance sheet date are included as income for the year, provided that they have either been received or otherwise are known and can be measured with certainty. Other material legacies to which the charity is likely to be entitled, whether notified before or after the balance sheet date, are disclosed in note 2 to the financial statements.

Where a claim for repayment of income tax has or will be made, such income is grossed up to incorporate the recoverable tax. Investment income is accounted for when receivable and includes the related tax recoverable.

All other income is recognised in the Statement of Financial Activities when the conditions for receipt have been met and there is reasonable assurance of receipt.

The value of assets donated for use at events is recognised when the related income is received.

THE LORD'S TAVERNERS LIMITED

Notes to the financial statements For the year ended 31 December 2005

1. Accounting policies

d) Resources expended

The charity's operating costs includes staff costs, rent and other related costs. Such costs are allocated between cost of generating funds (including fundraising) and management and administration. Staff costs are allocated according to the costs of staff working directly in the relevant department. Where costs are not directly applicable to any department, they have been apportioned according to the total of all other costs relating to each department.

Cost of generating funds comprises expenditure directly attributable to fundraising events and the staff costs directly attributable to fundraising.

Charitable expenditure comprises all expenditure directly related to the objects of the charity and includes grants payable, which are recognised at the time they are approved. Management and administration costs represent expenditure incurred in the management of the charity's assets, organisational administration and compliance with constitutional and statutory requirements.

e. Tangible fixed assets

Where the Trustees consider it appropriate, property and gifted art is revalued to market value and depreciation charged on the revalued amount.

Depreciation has been provided to write off tangible fixed assets over their expected useful lives. The rates of depreciation applied to other assets are:

Gifted art	-	2% per annum
Fixtures and fittings	-	25% per annum
Computer equipment	-	33.3% per annum

Freehold property is not depreciated as it is held as an investment in the subsidiary undertaking and as such its valuation is considered every year. Therefore any depreciation is considered to be immaterial.

f. Investments

Investments are held at market value. Investments in subsidiary undertakings are held at cost less any impairment in value.

g. Stock

Stock is stated at the lower of cost and net realisable value.

h. Leases

Rental costs on operating leases are charged to the Statement of Financial Activities over the period of the lease.

i. Pensions

The Charity contributes to the personal pension schemes of its employees. The charge in the year represents contributions paid during the year.

2. Legacies

In accordance with the accounting policy shown in note 1(c), income from legacies during the year amounted to £NIL (2004 : £NIL).

THE LORD'S TAVERNERS LIMITED

Notes to the financial statements For the year ended 31 December 2005

3.	Activities for generating funds Group and charity	Unrestricted funds £	Restricted funds £	Total funds 2005 £	Total funds 2004 £
	Central and National	1,216,185	-	1,216,185	1,438,311
	Regions	1,302,166	-	1,302,166	1,577,568
	Lady Taverners	1,087,668	-	1,087,668	1,316,053
	Young Lord's Taverners	63,839	-	63,839	46,490
		<u>3,669,858</u>	<u>-</u>	<u>3,669,858</u>	<u>4,378,422</u>

4.	Investment and other income Group	Unrestricted funds £	Restricted funds £	Total funds 2005 £	Total funds 2004 £
	Bank interest and investment income	24,674	-	24,674	45,836
	Rental and other income	53,531	-	53,531	63,019
		<u>78,205</u>	<u>-</u>	<u>78,205</u>	<u>108,855</u>

The investment income arose wholly in the United Kingdom.

5.	Cost of generating funds Group	Unrestricted funds £	Restricted funds £	Total funds 2005 £	Total funds 2004 £
	Central and National	604,119	-	604,119	483,898
	Regions	667,519	-	667,519	818,010
	Lady Taverners	508,860	-	508,860	522,085
	Young Lord's Taverners	42,874	-	42,874	29,217
	Headquarters	690,888	-	690,888	716,506
		<u>2,514,260</u>	<u>-</u>	<u>2,514,260</u>	<u>2,569,716</u>

6.	Grant aid Group and charity	Unrestricted funds £	Restricted funds £	Total funds 2005 £	Total funds 2004 £
	Grant to cricket	610,531	53,500	664,031	1,009,861
	National Playing Fields Association	30,000	-	30,000	30,000
	Minibuses	538,929	812,124	1,351,053	1,765,322
	Sports & Recreation for young people with special needs	275,808	-	275,808	336,984
		<u>1,455,268</u>	<u>865,624</u>	<u>2,320,892</u>	<u>3,142,167</u>

THE LORD'S TAVERNERS LIMITED

Notes to the financial statements For the year ended 31 December 2005

7. Management and administration					
Group		Unrestricted funds £	Restricted funds £	Total funds 2005 £	Total funds 2004 £
Auditors' fees	- for audit	18,500	-	18,500	19,000
	- for non audit	11,575	-	11,575	1,872
Office costs		351,977	-	351,977	259,633
		<u>382,052</u>	<u>-</u>	<u>382,052</u>	<u>280,505</u>
Less: reallocated to cost of generating funds		(26,140)	-	(26,140)	(13,776)
		<u>355,912</u>	<u>-</u>	<u>355,912</u>	<u>266,729</u>
8. Total resources expended					
Group	Staff costs (Note 9) £	Other costs £	Depreciation (Note 11) £	Total 2005 £	Total 2004 £
Cost of generating funds	397,073	2,107,360	9,827	2,514,260	2,569,716
Grant aid	-	2,320,892	-	2,320,892	3,142,167
Management and Administration	204,553	146,297	5,062	355,912	266,729
	<u>601,626</u>	<u>4,574,549</u>	<u>14,889</u>	<u>5,191,064</u>	<u>5,978,612</u>
Charity					
Cost of generating funds	397,073	2,110,210	9,827	2,517,110	2,513,658
Grant aid	-	2,320,892	-	2,320,892	3,142,167
Management and Administration	204,553	147,765	5,062	357,380	333,570
	<u>601,626</u>	<u>4,578,867</u>	<u>14,889</u>	<u>5,195,382</u>	<u>5,989,395</u>
9. Staff costs					
				2005 £	2004 £
Wages and salaries				525,533	494,627
Social security costs				56,061	51,856
Other pension costs (Note 1(i))				20,032	18,184
				<u>601,626</u>	<u>564,667</u>

The average number of persons employed by the Charity during the year was 17 (2004 : 17). No staff member works exclusively in fundraising or administration. It is considered that 66% (2004 : 66%) of staff costs are attributable to fundraising and 34% (2004 : 34%) to administration. The remuneration of one employee fell within £70,000 to £80,000 p.a. (2004 : £70,000 - £80,000 one employee).

THE LORD'S TAVERNERS LIMITED

Notes to the financial statements For the year ended 31 December 2005

10. Trustee remuneration and expenses

The Trustees of the Charity did not receive any remuneration during the year (2004 : nil).

The charity made a contribution of £9,873 (2004 : £4,733) towards the travel expenses of Trustees (2004 : 3 Trustees). 4

Trustee indemnity insurance was purchased for £1,250 (2004 : £1,522).

11. Tangible fixed assets

Group

	Freehold property £	Gifted art £	Computer equipment £	Group Total £
Cost or valuation				
At 1 January 2005 and 31 December 2005	<u>2,750,000</u>	<u>54,640</u>	<u>41,811</u>	<u>2,846,451</u>
Depreciation				
At 1 January 2005	-	5,460	15,168	20,628
Charge for the year	-	1,092	13,797	14,889
At 31 December 2005	<u>-</u>	<u>6,552</u>	<u>28,965</u>	<u>35,517</u>
Net book value				
At 31 December 2005	<u>2,750,000</u>	<u>48,088</u>	<u>12,846</u>	<u>2,810,934</u>
At 31 December 2004	<u>2,750,000</u>	<u>49,180</u>	<u>26,643</u>	<u>2,825,823</u>

Charity

	Gifted art £	Computer equipment £	Charity Total £
Cost or valuation			
At 1 January 2005 and 31 December 2005	<u>54,640</u>	<u>41,811</u>	<u>96,451</u>
Depreciation			
At 1 January 2005	5,460	15,168	20,628
Charge for the year	1,092	13,797	14,889
At 31 December 2005	<u>6,552</u>	<u>28,965</u>	<u>35,517</u>
Net book value			
At 31 December 2005	<u>48,088</u>	<u>12,846</u>	<u>60,934</u>
At 31 December 2004	<u>49,180</u>	<u>26,643</u>	<u>75,823</u>

THE LORD'S TAVERNERS LIMITED

Notes to the financial statements For the year ended 31 December 2005

12. Investments

	2005 £	2004 £
UK Investments are held as follows:		
Listed investments	44,275	67,487
Unlisted investments	27,000	24,000
Group total	71,275	91,487
Investments in subsidiary undertakings (note 13) at cost	1,900,002	1,900,002
Charity total	1,971,277	1,991,489

Listed Investments

The market value of listed investments at 31 December 2005 was £44,275.

Unlisted investments

At 31 December 2005, The Charity owned a debenture of 6 seats at Lord's Cricket Ground which cost £27,000 (2004 : £24,000). In the opinion of the Trustees the market value of the debenture was also £27,000.

13. Subsidiary undertakings

- a) The charity owns 100% of the ordinary and preference share capital of the Lord's Taverners Enterprises Limited, a company registered in England and Wales, whose principal activity is commercial trading.

The subsidiary undertaking's audited financial statements, which will be filed with the Registrar of Companies, are summarised below:

	2005 £	2004 £
Turnover	134,251	143,738
Cost of sales	(38,876)	(37,327)
Gross profit	95,375	106,411
Administrative expenses	(52,515)	(47,603)
Interest payable and similar charges	(12)	(7)
Payment under Gift Aid	(42,848)	(42,876)
Retained profit for the year	-	15,925
Retained profit/(loss) brought forward	6,456	(121,469)
Prior year adjustment (Note 25)	-	112,000
Retained profit carried forward	6,456	6,456
Net assets	675,291	675,291

THE LORD'S TAVERNERS LIMITED

Notes to the financial statements For the year ended 31 December 2005

13. Subsidiary undertakings

- b) The charity is the corporate trustee and sole member of the Brian Johnston Memorial Trust. The Trust is not consolidated in these financial statements as it operates independently from the charity, and the charity does not exercise control over the trust.

The trust's audited financial statements, which will be filed with the Registrar of Companies, are summarised below.

	2005 £	2004 £
Total incoming resources	61,408	71,724
Resources expended	(76,230)	(83,254)
Net outgoing resources for the year	(14,822)	(11,530)
Funds brought forward at 1 January	47,906	59,436
Funds carried forward at 31 December	33,084	47,906

14. Stock	Group 2005 £	Charity 2005 £	Group 2004 £	Charity 2004 £
Merchandise for resale	39,118	20,440	33,517	12,313
15. Debtors	Group 2005 £	Charity 2005 £	Group 2004 £	Charity 2004 £
Amounts due from subsidiary undertaking	-	194,836	-	204,899
Debtors from events	116,286	116,286	45,540	45,540
Debtors in respect of regions	99,758	99,758	85,925	85,925
Other debtors	177,968	174,868	469,176	460,089
Prepayments and accrued income	84,626	84,626	125,146	125,146
	478,638	670,374	725,787	921,599
16. Creditors: amounts falling due within one year	Group 2005 £	Charity 2005 £	Group 2004 £	Charity 2004 £
Grant creditors	451,644	451,644	1,345,136	1,345,136
Other creditors	497,626	495,979	180,466	180,368
Taxation and social security	17,842	17,842	18,103	18,103
Accruals and deferred income	72,736	72,736	54,354	54,354
	1,039,848	1,038,201	1,598,059	1,597,961

THE LORD'S TAVERNERS LIMITED

Notes to the financial statements For the year ended 31 December 2005

17.	Creditors: amounts falling due after more than one year	Group 2005 £	Charity 2005 £	Group 2004 £	Charity 2004 £
	Grants payable in over one year	-	-	90,000	90,000

18.	Funds					Balance at 31 December 2005 £
		Balance at 31 December 2004 £	Incoming resources £	Resources expended £	Realised loss investments £	
	Group					
	Unrestricted funds					
	- general	2,201,676	4,220,433	4,325,440	23,212	2,073,457
	- revaluation reserve	668,833	-	-	-	668,833
	Restricted funds	-	865,624	865,624	-	-
	Total funds	2,870,509	5,086,057	5,191,064	23,212	2,742,290

Group net assets between funds

All assets and liabilities at 31 December 2005 are represented by unrestricted funds.

19. Taxation

As the Lord's Taverners Limited is a registered charity under the Charities Act 1993 it is entitled to the exemptions from tax afforded by sections 505 ICTA 1988 and 256 TCGA 1992 so far as its income and gains are applied for charitable purposes.

20. Reconciliation of operating income to net cash (outflow)/inflow from operating activities

	2005 £	2004 £
Net (outgoing)/incoming resources for the year	(105,007)	59,499
Donated investments	-	(67,487)
Depreciation	14,889	11,023
(Increase) in stock	(5,600)	(8,188)
Decrease/(Increase) in debtors	247,149	(12,298)
(Decrease)/increase in creditors	(558,211)	(60,963)
(Decrease) in long term creditors	(90,000)	(50,000)
Interest received	(24,674)	(45,836)
Disposal of fixed assets	-	4,444
Net cash outflow from operating activities	(521,454)	(169,806)

21. Analysis of net funds

	2004 £	Cashflow £	2005 £
Cash at bank and in hand	881,954	(499,780)	382,174

THE LORD'S TAVERNERS LIMITED

Notes to the financial statements For the year ended 31 December 2005

22. Commitments

In 2005 the Charity pledged to donate £1m over 5 years to the Cricket Foundation's *Chance to Shine* Appeal, subject to certain conditions. £100,000 has been passed to the Cricket Foundation in 2005 (included in Grant Aid expenditure in the SOFA), and it is anticipated that the next £100,000 will be donated in the summer of 2006.

23. Related party transactions

Transactions and balances with the Lords Taverners Enterprises Limited are not disclosed, as advantage has been taken of the exemptions available under FRS 8.

Included in other debtors is an amount owing from Brian Johnston Memorial Trust of £18,987 (2004 : £51,315).

During the year Brian Johnston Memorial Trust was charged a management fee of £10,000 (2004 : £10,000) by the charity.

A grant of £15,000 (2004 : £15,000) was given to the Brian Johnston Memorial Trust in the year.

24. Constitution

The Lord's Taverners Limited is a company limited by guarantee with 18 members. The maximum liability on winding up for each member is £1. The members of the company are the Trustees named on page 1. In the event of the charity being wound up the liability in respect of the guarantee is limited to £1 per member.

25. Prior year adjustment

The prior year adjustment arose in 2004 because a property previously classified as freehold property was reclassified as investments. Depreciation previously charged to the SOFA was therefore written back.