

R N I D ACTIVITIES LIMITED
REPORT AND FINANCIAL STATEMENTS
31 MARCH 2006



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R N I D ACTIVITIES LIMITED
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2006

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R N I D ACTIVITIES LIMITED
DIRECTORS' REPORT
FOR THE YEAR ENDED 31 MARCH 2006

DIRECTORS

J M Low
R H Heathcote

COMPANY SECRETARY

R H Heathcote

REGISTERED OFFICE

19 – 23 Featherstone Street
London
EC1Y 8SL

COMPANY NUMBER

913439

AUDITORS

Horwath Clark Whitehill LLP
St Brides House
10 Salisbury Square
London
EC4Y 8EH

R N I D ACTIVITIES LIMITED
DIRECTORS' REPORT
FOR THE YEAR ENDED 31 MARCH 2006

The directors present their report and audited financial statements for the year ended 31 March 2006. This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

RESULTS AND DIVIDEND

There was no profit or loss for the year after a payment under gift aid to RNID (2005 – no profit or loss for the year after a payment under gift aid to RNID). The directors do not recommend the payment of a dividend.

PRINCIPAL ACTIVITIES, TRADING REVIEW AND FUTURE DEVELOPMENT

The principal activities for the year consisted of fund-raising events and developing sponsorship agreements with commercial participators. Trading income for the year was generated mainly from the sale of Christmas and Valentine cards (8%).

Trading operations have continued to generate a profit and this year a gift aid transfer of £5.2K was made to the holding company (£7.7K in 2005).

There have been no events since the balance sheet date that materially affect the position of the company.

DIRECTORS

The directors of the company during the year were:

R H Heathcote
J M Low

No director had any beneficial interest in the shares of the company.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the company's state of affairs at the end of the year and of its profit or loss for the year. 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;
- State whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- Prepare the financial statements on the going concern basis unless it is inappropriate to assume that the company will continue in business.

R N I D ACTIVITIES LIMITED
DIRECTORS' REPORT
FOR THE YEAR ENDED 31 MARCH 2006

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 or other irregularities.

AUDITORS

Horwath Clark Whitehill LLP have expressed their willingness to continue in office and a resolution to reappoint them will be proposed at the annual general meeting.

On behalf of the Board



R H Heathcote
Director

Date: 29th September 2006

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDER OF RNID ACTIVITIES LIMITED

We have audited the financial statements of RNID Activities Limited for the year ended 31 March 2006 which comprise the Profit and Loss Account, the Balance Sheet and the related notes. These financial statements have been prepared under the accounting policies set out therein.

This report is made solely to the company's member in accordance with Section 235 of the Companies Act 1985. Our audit 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 member for our audit work, for this report, or for the opinion 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, the financial statements are properly prepared in accordance with the Companies Act 1985 and the information given in the directors' report is consistent with the financial statements. We also report to you if, in our opinion, 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 other transactions is not disclosed.

Basis of Opinion

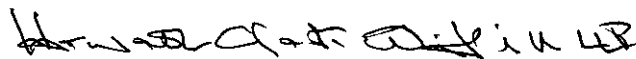
We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the 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 the information in the financial statements.

Unqualified Opinion

In our opinion:

- the financial statements give a true and fair view of the state of the company's affairs as at 31 March 2006 and of its result for the year then ended,
- the financial statements have been properly prepared in accordance with the Companies Act 1985, and
- the information provided in the directors' report is consistent with the financial statements



Horwath Clark Whitehill LLP
Chartered Accountants and Registered Auditors

Date: 29 September 2006

St Bride's House
10 Salisbury Square
London
EC4Y 8EH

R N I D ACTIVITIES LIMITED
PROFIT AND LOSS ACCOUNT
YEAR ENDED 31 MARCH 2006

	Notes	2006 £	2005 £
TURNOVER	1	87,179	98,464
Cost of sales		<u>(62,393)</u>	<u>(62,553)</u>
GROSS PROFIT		24,786	35,911
Administrative expenses		<u>(19,556)</u>	<u>(28,180)</u>
OPERATING PROFIT	2	5,230	7,731
Gift Aid to RNID	3	<u>(5,230)</u>	<u>(7,731)</u>
PROFIT / (LOSS) FOR THE YEAR		-	-
Retained profit / (loss) brought forward		<u>-</u>	<u>-</u>
BALANCE CARRIED FORWARD		<u>-</u>	<u>-</u>

There are no recognised gains or losses in either period other than as recorded above.

R N I D ACTIVITIES LIMITED
BALANCE SHEET
31 MARCH 2006

	Notes	2006 £	2005 £
CURRENT ASSETS			
Stock	4	0	1,173
Debtors	5	18,799	15,060
Bank		0	61,554
		<u>18,799</u>	<u>77,787</u>
CREDITORS: amounts falling due within one year	6	<u>(18,797)</u>	<u>(77,785)</u>
NET CURRENT ASSETS		<u>2</u>	<u>2</u>
CAPITAL AND RESERVES			
Called up share capital	7	2	2
Profit and loss account		-	-
SHAREHOLDER'S FUNDS – EQUITY INTERESTS		<u>2</u>	<u>2</u>

Approved by the Board on 29th September 2006

and signed on their behalf by:

R H Heathcote
Director



The notes on the following pages form part of these financial statements

R N I D ACTIVITIES LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2006

1. ACCOUNTING POLICIES

There have been no changes in accounting policies during the year.

The financial statements have been prepared under the historical cost convention and are in accordance with applicable accounting standards. The following principal accounting policies have been applied:

Cash flow statement

The company is a wholly owned subsidiary of The Royal National Institute for Deaf People, that prepared a cash flow statement as at 31 March 2006; accordingly under Financial Reporting Standard 1 this company has not prepared its own cash flow statement.

Turnover

Turnover represents sales and royalties receivable in the UK exclusive of value added tax.

Stocks

Stocks are valued at the lower of cost and net realisable value.

2. OPERATING PROFIT/(LOSS)

2006	2005
£	£

This is arrived at after charging:

Auditors' remuneration	<u>2000</u>	<u>2,000</u>
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3. GIFT AID DONATION

The company gift aided its net profits to the Royal National Institute for Deaf People.

4. STOCKS

2006	2005
£	£

Publications	<u>0</u>	<u>1,173</u>
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The replacement cost of stock is not materially different from that stated above.

5. DEBTORS

2006	2005
£	£

Trade debtors	631	7,746
Prepayments and accrued income	11,362	0
Value added tax	<u>6,806</u>	<u>7,314</u>
	<u>18,799</u>	<u>15,060</u>

R N I D ACTIVITIES LIMITED
NOTES TO THE FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED 31 MARCH 2006

6. CREDITORS: amounts falling due within one year

	2006 £	2005 £
Bank overdraft	11,550	0
Trade creditors	0	17,521
Amount due to parent undertaking	3,575	58,264
Accruals and deferred income	3,672	2,000
	<u>18,797</u>	<u>77,785</u>

7. SHARE CAPITAL

	Authorised		Allotted, called up and fully paid	
	2006 £	2005 £	2006 £	2005 £
Ordinary shares of £1 each	<u>2</u>	<u>2</u>	<u>2</u>	<u>2</u>

8. TAXATION

No taxation is payable as an amount equal to the operating profit is payable under gift aid to RNID.

9. RELATED PARTY TRANSACTIONS

The company has taken advantage of the exemption allowed by Financial Reporting Standard 8, 'Related Party Transactions', not to disclose any transactions with other group undertakings.

10. ULTIMATE PARENT COMPANY

The ultimate parent company is The Royal National Institute for Deaf People, a company limited by guarantee and registered in England and Wales. Copies of the accounts of The Royal National Institute for Deaf People can be obtained from the registered office of this company.

R N I D ACTIVITIES LIMITED
DETAILED TRADING AND PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2005

(For the information of the directors only)

	2006	2005
£	£	£
SALES	87,179	98,464
Less: COST OF SALES		
Stock at 1 April	1,173	4,238
Purchases and related costs	<u>61,220</u>	<u>59,488</u>
	62,393	63,726
Less: Stock at 31 March	<u>(0)</u>	<u>(1,173)</u>
	<u>62,393</u>	<u>62,553</u>
GROSS PROFIT	24,786	35,911
LESS: EXPENSES		
Audit and accountancy	2,000	2,000
Administrative expenses	<u>17,556</u>	<u>26,180</u>
	<u>19,556</u>	<u>28,180</u>
OPERATING PROFIT FOR THE FINANCIAL YEAR	<u>5,230</u>	<u>7,731</u>