

COMPANY NUMBER: 913439

**R N I D ACTIVITIES LIMITED**  
**REPORT AND FINANCIAL STATEMENTS**  
**31 MARCH 2004**



**R N I D ACTIVITIES LIMITED**  
**ANNUAL REPORT AND FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2004**

---

<b>Contents</b>	<b>Page</b>
Directors' Report	3
Independent Auditors' Report	6
Profit and Loss Account	7
Balance Sheet	8
Notes to the financial statements	9

**R N I D ACTIVITIES LIMITED  
DIRECTORS' REPORT  
FOR THE YEAR ENDED 31 MARCH 2004**

---

**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 2004**

---

The directors present their report and audited financial statements for the year ended 31 March 2004

**RESULTS AND DIVIDEND**

There was no profit or loss for the year after a payment under gift aid to RNID (2003 - £67). 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 one-off fund-raising events and developing sponsorship agreements with commercial participators. Trading income for the year was generated mainly from the sale of Christmas cards (66%).

Trading operations have continued to generate a profit and this year a gift aid transfer of £26K was made to the holding company (£72 K in 2003).

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 2004**

---

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**

Following the transfer of substantially all of the business of Horwath Clark Whitehill to a limited liability partnership on 1 April 2004, Horwath Clark Whitehill will be resigning as auditors to the Company at the conclusion of the Annual General Meeting.

The Board has decided to recommend Horwath Clark Whitehill LLP for appointment as auditors of the company and, Horwath Clark Whitehill LLP have expressed their willingness to accept this appointment, a resolution appointing them is to be submitted to the forthcoming Annual General Meeting.

**By order of the Board**



R H Heathcote  
**Director**

19 January 2005

**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 2004, which comprise the Profit and Loss Account, the Balance Sheet and the related notes. These financial statements have been prepared under the historical cost convention and 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 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 members as a body, for our audit work, for this report, or for the opinion we have formed.

**Respective responsibilities of directors and auditors**

The directors' responsibilities for preparing the Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards are set out in the Statement of Directors' Responsibilities.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

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 United Kingdom 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 judgments 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.

**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 2004 and of its loss for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

  
Horwath Clark Whitehill LLP  
Chartered Accountants and Registered Auditors

Date



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

**R N I D ACTIVITIES LIMITED**  
**PROFIT AND LOSS ACCOUNT**  
**YEAR ENDED 31 MARCH 2004**

---

	Notes	2004 £	2003 £
<b>TURNOVER</b>	1	<b>67,756</b>	147,993
Cost of sales		<u>(35,656)</u>	<u>(70,729)</u>
<b>GROSS PROFIT</b>		<b>32,100</b>	77,264
Administrative expenses		<u>(5,990)</u>	<u>(5,333)</u>
<b>OPERATING PROFIT</b>	2	<b>26,110</b>	71,931
Gift Aid to RNID	3	<u>(26,110)</u>	<u>(71,998)</u>
<b>LOSS FOR THE YEAR</b>		-	(67)
Retained profit / (loss) brought forward		<u>-</u>	<u>67</u>
<b>BALANCE CARRIED FORWARD</b>		<u>-</u>	<u>-</u>

All amounts relate to continuing activities.

All recognised gains and losses are included in the profit and loss account.

There are no movements in shareholders' funds apart from the result for the year.

**R N I D ACTIVITIES LIMITED**  
**BALANCE SHEET**  
**31 MARCH 2004**

	Notes	2004 £	2003 £
<b>CURRENT ASSETS</b>			
Stock	4	4,238	-
Debtors	5	7,760	15,226
Bank		<u>58,086</u>	<u>75,293</u>
		70,084	90,519
<b>CREDITORS: amounts falling due within one year</b>	6	<u>(70,082)</u>	<u>(90,517)</u>
<b>NET CURRENT LIABILITIES</b>		<u>2</u>	<u>2</u>
 <b>CAPITAL AND RESERVES</b>			
Called up share capital	7	2	2
Profit and loss account		<u>-</u>	<u>-</u>
<b>SHAREHOLDER'S FUNDS - EQUITY INTERESTS</b>		<u>2</u>	<u>2</u>

Approved by the Board on 19 January 2005

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 2004**

---

**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, which prepared a cash flow statement at 31 March 2004. 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.

<b>2. OPERATING PROFIT/(LOSS)</b>	<b>2004</b>	<b>2003</b>
	<b>£</b>	<b>£</b>
This is arrived at after charging:		
Auditors' remuneration	<u>2,000</u>	<u>2,000</u>

**3. GIFT AID DONATION**

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

<b>4. STOCKS</b>	<b>2004</b>	<b>2003</b>
	<b>£</b>	<b>£</b>
Publications	<u>4,238</u>	<u>-</u>

The replacement cost of stock is not materially different from that stated above.

<b>5. DEBTORS</b>	<b>2004</b>	<b>2003</b>
	<b>£</b>	<b>£</b>
Trade debtors	<u>4,977</u>	15,226
Value added tax	<u>2,783</u>	<u>-</u>
	<u><b>7,760</b></u>	<u><b>15,226</b></u>

**R N I D ACTIVITIES LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS (Continued)**  
**FOR THE YEAR ENDED 31 MARCH 2004**

---

**6. CREDITORS: amounts falling due within one year**

	2004 £	2003 £
Bank overdraft	-	-
Trade creditors	67,441	88,057
Accruals and deferred income	2,641	2,460
	<u>70,082</u>	<u>90,517</u>

**7. SHARE CAPITAL**

	Authorised		Allotted, called up and fully paid	
	2004 £	2003 £	2004 £	2003 £
Ordinary shares of £1 each	2	2	2	2

**8. 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 entities that are included in the consolidated financial statements of The Royal National Institute for Deaf People.

**9. 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.

**R N I D ACTIVITIES LIMITED**  
**DETAILED TRADING AND PROFIT AND LOSS ACCOUNT**  
**FOR THE YEAR ENDED 31 MARCH 2004**

(For the information of the directors only)

	2004	2003
	£	£
<b>SALES</b>	<b>67,756</b>	<b>147,993</b>
<b>Less: COST OF SALES</b>		
Stock at 1 April	0	0
Purchases and related costs	<u>39,894</u>	<u>70,729</u>
	<b>39,894</b>	<b>70,729</b>
Less: Stock at 31 March	<u>(4,238)</u>	<u>0</u>
	<b>35,656</b>	<b>70,729</b>
<b>GROSS PROFIT</b>	<b>32,100</b>	<b>77,264</b>
<b>LESS: EXPENSES</b>		
Audit and accountancy	2,000	2,000
Miscellaneous expenses	<u>3,990</u>	<u>3,333</u>
	<b>5,990</b>	<b>5,333</b>
<b>OPERATING PROFIT FOR THE FINANCIAL YEAR</b>	<b>26,110</b>	<b>71,931</b>