

**MEITHRINFA GYMUNDEDOL MACHYNLLETH COMMUNITY NURSERY
LIMITED**

STATEMENT OF ACCOUNTS

covering the year ended
31st August 1997

2714750



ACCOUNTANTS' REPORT TO THE MEMBERS
ON THE UNAUDITED ACCOUNTS

OF MEITHRINFA GYMUNEDOL MACHYNLLETH COMMUNITY NURSERY
LIMITED

We report on the Accounts for the year ended 31st August 1997 set out on pages 1 to 6.

Respective responsibilities of directors and reporting accountants

As described in the Report of the Directors, the directors are responsible for the preparation of the accounts, and they consider that the Company is exempt from an audit. It is our responsibility to carry out procedures designed to enable us to report our opinion.

Basis of opinion

Our work was conducted in accordance with the Statement of Standards for Reporting Accountants, and so our procedures consisted of comparing accounts with the accounting records kept by the Company, and making such limited enquiries of the officers of the Company as we considered necessary for the purposes of this report. These procedures provide only the assurance expressed in our opinion.

Opinion

In our opinion:

- a) The accounts are in agreement with the accounting records kept by the Company under section 221 of the Companies Act 1985, as amended.
- b) Having regard only to, and on the basis of, the information contained in those accounting records:
 - i) The accounts have been drawn up in a manner consistent with the accounting requirements specified in section 249C(6) of the Act, and
 - ii) The Company satisfied the conditions for exemption from an audit of the accounts for the year specified in section 249A(4) of the Act, and did not at any time within that year fall within the categories of companies not entitled to exemption specified in section 249B(1).

Major and Evans

Major and Evans,
Certified Accountants
and Registered Auditors,
Bull House,
15 Penrallt Street,
Machynlleth,
Powys,
SY20 8AG

19th May 1998

Meithrinfa Gymunedol Machynlleth Community Nursery Limited

REPORT OF THE DIRECTORS

for the Year Ended 31st August 1997

The directors present their Report and Accounts for the year to 31st August 1997.

Constitution of the company

The Company is limited by guarantee and does not have a share capital. It is registered in England and Wales under Number 2714750.

Total exemption from audit

The Company is exempt under Section 249A (2) of the Companies Act (Audit Exemption) Regulation 1994 in respect of the financial year.

Objects of the company

These are stated in the Memorandum of Association to advance the education of children up to the age of eight years in Machynlleth and the surrounding area by promoting facilities for daily care, recreation and education of such children, and by promoting good standards of child care by the parents of such children and all persons and organisations providing such facilities.

Charitable status

The Company has been incorporated for charitable purposes only, and is registered as a Charity as from 5th January 1995 under number 11043102.

Clause 4 of the Memorandum of Articles of Association, as amended by special resolution of the Company on 7th December 1994, states that the income and property of the Charity shall be applied solely towards the promotion of the objects and no part shall be paid or transferred directly or indirectly, by way of dividend, bonus or otherwise by way of profit, to Members of the Charity, and no trustee shall be appointed to any office of the Charity paid by salary or fees, or receive any remuneration or other benefit in money or money's worth from the Charity.

Review of activities and results

The Statement of Financial Activities is shown on page 1 to the accounts, and shows income of £90,742 and expenditure of £69,545, resulting in net incoming resources of £21,197 as analysed between the various funds detailed therein.

In the case of the Nursery Gardens, the surplus for the year has been expended during the year on Capital Works. The surplus of income in respect of the After School and Holiday Play Clubs will be utilised to fund expenditures in the coming year as will the surplus on the Lottery Project.

Meithrinfa Gymunedol Machynlleth Community Nursery Limited

REPORT OF THE DIRECTORS

for the Year Ended 31st August 1997

continued

Fixed assets

During the year the Company expended £30200 on fixed assets as is detailed in Note 8 to the Financial Statements.

Directors

The following have served as directors during the year:

Carwen Jarman (resigned 08/07/97)
Z. Savidou
Janet Margaret Bethell (resigned 08/07/97)
Nathalie Booth
Angela Hall (resigned 20/04/97)
Grug Maria (appointed 08/05/97)
Michael Williams (appointed 08/07/96)


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 state of the company and of the surplus/deficit of the company for that period. In preparing these financial statements, the directors are required to select suitable accounting policies and then to apply them consistently; make judgements and estimates that are reasonable and prudent; and prepare the financial statements on a going concern basis, unless it is inappropriate to assume 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 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.

By Order of the Board

Date 15th June 1998


Secretary

NICOLA DUNKLEY

Meithrinfa Gymunedol Machynlleth Community Nursery Limited

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for the Year Ended 31st August 1997

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MEITHRINFA GYMUNEDOL MACHYNLLETH COMMUNITY NURSERY LIMITED

STATEMENT OF FINANCIAL ACTIVITIES

for the Year Ended 31st August 1997

Note	Restricted Funds				Unrestricted Fund	Total Funds 1997	Total Funds 1996
	Nursery Gardens	After School Club	Holiday Play Club	Lottery Project	General Fund (Nursery)		
	£	£	£	£	£	£	£
Income and Expenditure							
Income resources:							
Child care fees	-	1533	1384	-	29447	32364	22892
Donations and gift	-	-	131	-	802	933	4
Grants Receivable	9886	6648	3031	34176	2858	56599	25807
Investment income	-	19	-	119	231	369	281
Fund raising events	-	-	135	-	342	477	1638
	<u>9886</u>	<u>8200</u>	<u>4681</u>	<u>34295</u>	<u>33680</u>	<u>90742</u>	<u>50622</u>
Resources expended:							
Direct Charitable expenditure	5	-	4434	1511	23614	36142	65701
Fund raising and publicity	-	-	-	-	34	34	671
Management and administration	6	-	164	-	2484	1162	3810
Interest payable	7	-	-	-	-	-	2
	<u>-</u>	<u>4598</u>	<u>1511</u>	<u>26098</u>	<u>37338</u>	<u>69545</u>	<u>36028</u>
Net incoming/(outgoing) resources for the year	9886	3602	3170	8197	(3658)	21197	14594
Inter fund transfers	664	-	121	(634)	(151)	-	-
Fund balance brought forward at 1st September 1996	-	-	-	18726	9730	28456	13862
Fund balances carried forward at 31st August 1997	<u>10550</u>	<u>3602</u>	<u>3291</u>	<u>26289</u>	<u>5921</u>	<u>49653</u>	<u>28456</u>

The Notes on pages 3 to 6 form part of these Accounts

MEITHRINFA GYMUNEDOL MACHYNLLETH COMMUNITY NURSERY
LIMITED

BALANCE SHEET

as at 31st August 1997

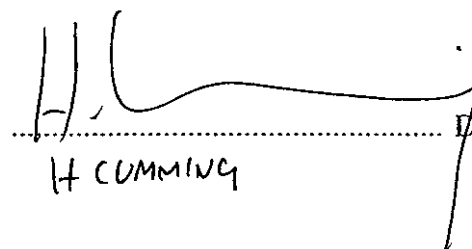
	Notes	1997 £	1996 £
Fixed assets			
Tangible assets	8	<u>39834</u>	<u>10408</u>
Current assets			
Debtors	9	1303	1462
Cash at bank	10	9655	17349
Cash in hand		<u>630</u>	<u>23</u>
		<u>11588</u>	<u>18834</u>
Creditors: amounts falling due			
within one year	11	<u>1769</u>	<u>786</u>
Net current assets		<u>9819</u>	<u>18048</u>
Total net assets		<u>£49653</u>	<u>£28456</u>
Financed by:			
Funds - unrestricted	12(a)	5921	9730
- restricted	12(b)	<u>43732</u>	<u>18726</u>
		<u>£49653</u>	<u>£28456</u>

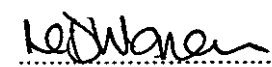
The Notes on pages 3 to 6 form part of these Accounts

The directors confirm that:

- a) for the year in question the company was entitled to exemption under subsection (1) of section 249A of the Companies Act 1985.
- b) no notice has been deposited under section 249B(2) in relation to its accounts for the financial year, and
- c) they acknowledge their responsibilities for:
 - i) ensuring that the company keeps accounting records which comply with section 221, and
 - ii) preparing accounts 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 loss for the financial year, in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to accounts, so far as applicable to the company.

Approved by the Board of Trustees on 15/6/98 and signed on its behalf by


..... Director
H CUMMING


..... Director
2 NICOLA D. WORMAN

MEITHRINFA GYMUNEDOL MACHYNLLETH COMMUNITY NURSERY LIMITED

NOTES TO THE ACCOUNTS

as at 31st August 1997

1. Statement of accounting policies

The financial statements have been prepared in accordance with the Companies Act 1985, and with applicable Accounting Standards. The financial statements are prepared in accordance with the historical cost convention.

2. Tangible fixed assets

Expenditure on tangible fixed assets is capitalised at cost.

Depreciation of tangible fixed assets is calculated to write off the cost, less any residual value, commencing in the year of purchase, using the reducing balance method as follows:

Furniture, fixtures, fittings and equipment	15% per annum
Computer equipment	33 1/3% per annum

No depreciation has been provided on freehold property, as it is considered that the value of this asset, if adequately maintained, will increase rather than depreciate.

3. Income has been:

- i) included gross;
- ii) credited with all gifts in kind;
- iii) included for all amounts earned up to the accounting date.

4. Expenditure has been:

- i) included gross;
- ii) debited with all gifts in kind which have been expended;
- iii) accrued for all known items at the accounting date.

5. Direct charitable expenditure

	<u>-----Restricted Fund-----</u>				<u>Unrestricted Fund</u>		
	Nursery Garden	After School Club	Holiday Play Club	Lottery	General Project (Nursery)	Total	Total
	£	£	£	£	£	£	£
				1997	1997	1997	1996
Provision of child care services:							
Wages and salaries	-	2630	630	19157	28783	51200	22604
Training	-	25	-	930	168	1123	1190
Staff advertisements	-	-	121	403	436	960	684
Premises	-	53	-	1599	1578	3230	2980
Toys and publications	-	1711	190	-	2507	4408	2458
Travel and expenses	-	-	536	745	-	1281	-
Insurances	-	-	-	32	1268	1300	379
Depreciation of equipment, furniture and fittings	-	-	-	-	332	332	119
Other (*)	-	15	34	748	1104	1901	1243
	<u>£-</u>	<u>£4434</u>	<u>£1511</u>	<u>£23614</u>	<u>£36176</u>	<u>£65735</u>	<u>£31657</u>

(*) Includes fund raising expenditure of £34 £34 £671

MEITHIRINFA GYMUNEDOL MACHYNLLETH COMMUNITY NURSERY LIMITED

NOTES TO THE ACCOUNTS

as at 31st August 1997

continued

	<u>----- Restricted Funds -----</u>				Unrestricted Fund General (Nursery)	Total	Total
	Nursery Garden	After School Club	Holiday Play Club	Lottery Project			
6. Management and administration	1997 £	1997 £	1997 £	1997 £	1997 £	1997 £	1996 £
Wages and contract fees	-	-	-	-	-	-	1529
Telephone	-	164	-	722	444	1330	441
Printing and stationery	-	-	-	1249	206	1455	1302
Legal and professional fees	-	-	-	-	54	54	-
Accountancy	-	-	-	150	379	529	520
Depreciation of office equipment	-	-	-	363	79	442	577
	<u>£ -</u>	<u>£ 164</u>	<u>£ -</u>	<u>£2484</u>	<u>£1162</u>	<u>£3810</u>	<u>£4369</u>
7. Interest payable							
On bank borrowing	-	-	-	-	-	-	£2
8. Fixed assets - tangible assets							
	Freehold £	Property Renovations £	Nursery Garden £	Computers and Other Equipment £	Furniture Fixtures and Fittings £	Total £	
Cost/valuation:							
at 1st September 1996	8235	-	-	2073	1322	11630	
Expenditure in Year	<u>-</u>	<u>16539</u>	<u>10550</u>	<u>414</u>	<u>2697</u>	<u>30200</u>	
	<u>8235</u>	<u>16539</u>	<u>10550</u>	<u>2487</u>	<u>4019</u>	<u>41830</u>	
Depreciation:							
at 1st September 1996	-	-	-	577	645	1222	
Amount provided in year	<u>-</u>	<u>-</u>	<u>-</u>	<u>442</u>	<u>332</u>	<u>774</u>	
	<u>-</u>	<u>-</u>	<u>-</u>	<u>1019</u>	<u>977</u>	<u>1996</u>	
Net book value at 31st August 1997	<u>£8235</u>	<u>£16539</u>	<u>£10550</u>	<u>£1468</u>	<u>£3042</u>	<u>£39834</u>	
Net book value at 31st August 1996	<u>£8235</u>	<u>£ -</u>	<u>£ -</u>	<u>£1496</u>	<u>£677</u>	<u>£10408</u>	

**MEITHRINFA GYMUNDEDOL MACHYNLLETH COMMUNITY NURSERY
LIMITED**

NOTES TO THE ACCOUNTS

as at 31st August 1997

continued

9. Debtors

	1997	1996
	£	£
Child care fees	640	948
Prepayments	<u>663</u>	<u>514</u>
	<u>£1303</u>	<u>£1462</u>

10. Cash at bank

	1997	1996
	£	£
Current accounts	1672	3867
Deposit accounts	<u>7983</u>	<u>13482</u>
	<u>£9655</u>	<u>£17349</u>

11. Creditors: amounts falling due within one year

	1997	1996
	£	£
Accruals	937	540
Other creditors	<u>832</u>	<u>246</u>
	<u>£1769</u>	<u>£786</u>

MEITHRINFA GYMUNEDOL MACHYNLLETH COMMUNITY NURSERY LIMITED

NOTES TO THE ACCOUNTS

as at 31st August 1997

continued

	Balance 1st September 1996 £	Movement in Incoming £	Resources Outgoing £	Inter Fund Transfers £	Balance 31st August 1997 £		
12. Funds							
(a) Unrestricted fund: Nursery (General)	9730	33680	37338	(151)	5921		
(b) Restricted funds:							
Nursery Garden	-	9886	-	664	10550		
Community Children's Project (Lottery)	18726	34295	26098	(634)	26289		
After School Club	-	8200	4598	-	3602		
Holiday Play Club	-	4681	1511	121	3291		
	18726	57062	32207	151	43732		
13. Analysis of total net assets between funds							
	----- Restricted Funds -----					Unrestricted Fund	
	Nursery Garden	After School Club	Holiday Play Club	Lottery	Project	General (Nursery)	Total
	£	£	£	£	£	£	£
Tangible fixed assets							
Freehold property, alterations and improvements	10550	-	-	-	24774		35324
Computers and other equipment							
Cost	-	-	-	1863		624	
Depreciation	-	-	-	846	1017	173	451
Furniture, fixtures and fittings							
Cost	-	-	-	-	-	4019	-
Depreciation	-	-	-	-	-	977	3042
	10550	-	-		25791	3493	39834
Current assets							
Debtors and prepayments	-	11	-		-	1292	1303
Cash at bank	-	3491	3041		1013	2110	9655
Cash in hand	-	100	250		-	280	630
	-	3602	3291		1013	3682	11588
Creditors:							
amounts falling due within one year	-	-	-		515	1254	1769
Net Current Assets	£ -	£3602	£3291		£498	£2428	£9819
Total Assets less Liabilities	£10550	£3602	£3291		£26289	£5921	£49653