

**HERITAGE OF LONDON TRUST OPERATIONS
LIMITED BY GUARANTEE**

REGISTERED NUMBER 2774232

CHARITY NUMBER 1017579

ANNUAL REPORT

YEAR ENDED 31 MARCH 2010

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**HERITAGE OF LONDON TRUST OPERATIONS
LIMITED BY GUARANTEE
ANNUAL REPORT
YEAR ENDED 31 MARCH 2010**

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**HERITAGE OF LONDON TRUST OPERATIONS
LIMITED BY GUARANTEE
LEGAL AND ADMINISTRATIVE INFORMATION**

The governing body presents their report together with the financial statements for the year ended 31 March 2010

The registered charity number is 1017579

The company registration number is 2774232

DIRECTORS AND GOVERNING BODY

Mr J Spicer OBE
Mr R Barden
Mrs D Beattie
Mr M Brooke
Mr P Wise
Mr N Bell
Mr S Enthoven (appointed 9 March 2010)

SECRETARY

Ms L Norris

REGISTERED OFFICE AND PRINCIPAL ADDRESS

34 Grosvenor Gardens
London
SW1W 0DH

SOLICITORS

Mills & Reeve
1 St James Court
Whitefriars
Norwich
NR3 1RU

BANKERS

Co-Operative Bank PLC
69 London Street
Norwich
Norfolk
NR2 1HT

AUDITORS

PKF (UK) LLP
Cedar House
105 Carrow Road
Norwich
NR1 1HP

**HERITAGE OF LONDON TRUST OPERATIONS
LIMITED BY GUARANTEE
REPORT OF THE TRUSTEES
YEAR ENDED 31 MARCH 2010**

Structure, governance and management

Governing document

The Company is a charitable company limited by guarantee, incorporated on 16 December 1992 and registered as a charity on 23 February 1993. The company was established under a Memorandum of Association which defined the objects and powers of the charitable company and is governed under its Articles of Association.

The form of the Memorandum and the Articles of Association is similar to the standard form recommended by the Architectural Heritage Fund. In the event of the company being wound up members are required to contribute an amount not exceeding £5.00 (five pounds).

Recruitment and appointment of the board

The directors of the company are also charity trustees for the purposes of charity law and under the company's Articles are known as members of the Council of Management. The original number of members was two but the Council of Management can approve further numbers and currently this is six. Under the requirements of the Memorandum and Articles the members of the Council of Management retire by rotation with one-third of the members retiring each year and able to offer themselves for re-election at the Annual General Meeting.

Appointments are made on the recommendation of the Council of Management.

Trustee induction and training

Those trustees appointed are normally already experienced with the work of charities and in addition bring an appropriate interest and skill to the Governing Body. The Memorandum and Articles of Association are made available together with advice on the dual role of member and trustee.

The nature of the Company as a Building Preservation Trust and its operation as a rolling fund Trust is explained together with a current report on projects in hand and planned with a financial summary and an outline of sources of funding.

New trustees will be provided with Charity Commission booklets CC3 and CC3a.

Risk management

The records of the Company are held at its Registered Office at 58-60 King Street, Norwich NR1 1PG and the majority are held on computer. A weekly back-up is taken and a copy stored at another location. The use of alternating back-up units ensures that records on both sites are sufficiently current to minimise risk from lost data.

Financial payments are made only by cheque or standing order and transfers between the current and deposit accounts by telephone calls to the bank; cheques require two signatures.

Risk in undertaking projects is managed in the careful selection of professional teams experienced in historic building conservation with the client interest being represented by an experienced project organiser.

The Company has no salaried staff, the fee the Vivat Trust Ltd provides the services of a named person as the Company's Project Organiser and Secretary. Loss of the Project Organiser and Secretary before any formal hand-over of responsibilities and records could lead to lack of continuity and thereby a potentially difficult period.

A comprehensive risk management assessment is regularly reviewed by the Trustees.

**HERITAGE OF LONDON TRUST OPERATIONS
LIMITED BY GUARANTEE
REPORT OF THE TRUSTEES (continued)
YEAR ENDED 31 MARCH 2010**

Related parties

Related parties might include those members of the Board connected with the Heritage of London Trust which gives grants towards projects undertaken by the Company

The President and Honorary Treasurer earns a fee for financial management services to the Company but is not a member of the Council of Management

Objectives and activities

The company's primary object is to preserve on behalf of the townspeople of Greater London and of the nation at large buildings of particular beauty or historical, architectural or constructional interest

The company achieves its objects by working with the local authorities, statutory bodies, grant and loan giving agencies to take on, restore, repair and refurbish buildings at risk to bring them back into beneficial use

On completion of the project the restored buildings are either sold on or let with sale receipts or loans secured by rental income forming the revolving fund by which the company maintains its facility to continue its work

Public benefit

As set out in its primary object the work carried out by the Trust is for the benefit of the townspeople of Greater London and the nation at large. Its work conserves the built heritage and brings it back into beneficial use, restoring individual buildings and groups of buildings often enhancing the streetscape and encouraging further improvement in the vicinity. In this work the trustees take due account of the Charity Commission guidance and requirements

Achievements and performance

The Trust has undertaken and completed five projects providing both residential and commercial units. The projects have all been buildings on the English Heritage Buildings at Risk Register for Greater London and have involved partnerships with other interests including regeneration bodies and health authorities. The projects have provided both residential accommodation and business premises from formerly derelict buildings.

It is currently actively engaged with development work at Abbey Mills Pumping Station, Newham, 549 Lordship Lane, Southwark, The Spotted Dog, Newham and St Georges Chapel, Woolwich with further engagement likely with 46-84 Dalston Lane, Hackney

The Trust's President has seen the Haringey Building Preservation Trust project at 810 High Road, Haringey to a successful conclusion

Financial review

With the pressure being exerted on English Heritage, the Heritage Lottery Fund and local authority resources it is becoming increasingly difficult to source funding for historic buildings other than those classified as being of exceptional quality and requiring, in many cases, other inputs such as community involvement, educational benefit, public access and sustainability, with the latter usually requiring a detailed business plan

Principal funding sources

To date these have included grants from English Heritage, the Heritage Lottery Fund, Heritage of London Trust, the Architectural Heritage Fund, some London Boroughs and other funding bodies all directed towards particular projects. Proceeds of sales, commercial loans secured on property and an annual rental from Thorpe Coombe House complement these sources

**HERITAGE OF LONDON TRUST OPERATIONS
LIMITED BY GUARANTEE
REPORT OF THE TRUSTEES (continued)
YEAR ENDED 31 MARCH 2010**

Investment policy

The company can invest moneys not immediately required for its immediate purposes in or upon such investments, securities or property as may be thought fit subject to conditions or consents as may for the time being be imposed or required by law. The order of moneys held in an interest earning bank deposit account is £400, although this does vary from time to time.

Reserves policy

The company has reviewed its past requirements and based on that review has adopted a policy to aim to hold in the order of one to two years' operating costs as a reserve to cover those periods when there are no active projects providing income.

Plans for future periods

The Trust, in partnership with Thames Water and the London Borough of Newham is developing signage to raise awareness of a substantial group of Grade II* and Grade II listed buildings at the Abbey Mills Pumping Station.

The Trust has signed an agreement to lease the Grade II listed concrete building at 549, Lordship Lane, Southwark, following confirmation of a compulsory purchase order initiated by the London Borough of Southwark.

The Trust continues to be involved in the restoration project and the development of the substantial terrace of unlisted properties at 46-84 Dalston Lane, Hackney, the properties being within a conservation area. The local authority is currently considering its options and development funding is to be sought.

The Trust is undertaking an Options Appraisal on the Grade II listed Spotted Dog at 212, Upton Lane, Newham, with support from the London Borough of Newham, the Heritage of London Trust and the Architectural Heritage Fund. This is likely to require the local authority to exercise compulsory purchase powers to gain possession of the property.

An Options Appraisal is being undertaken on St Georges Chapel, Woolwich.

All these projects with the exception of Dalston Lane are on the English Heritage Greater London Buildings at Risk Register. The Trust will continue to work with English Heritage in seeking to remove buildings from the Register.

**HERITAGE OF LONDON TRUST OPERATIONS
LIMITED BY GUARANTEE
REPORT OF THE TRUSTEES (continued)
YEAR ENDED 31 MARCH 2010**

Responsibilities of the trustees

The trustees are responsible for preparing the trustees' annual report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Practice)

Company law requires the trustees to prepare financial statements for each financial year that give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the net income or expenditure, of the charity for the year. In preparing those financial statements the trustees are required to

- select suitable accounting policies and then apply them consistently
- observe the methods and principles in the Charities SORP,
- 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 charity will continue in business

The trustees are responsible for keeping accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities

In accordance with company law, as the trustees, we certify that

- so far as we are aware, there is no relevant audit information of which the company's auditors are unaware, and
- as the directors of the company we have taken all the steps that we ought to have taken in order to make ourselves aware of any relevant audit information and to establish that the charity's auditors are aware of that information

Indemnity insurance

Third party indemnity insurance has been provided by the trust for the trustees

Auditors

PKF (UK) LLP were re-appointed as the charitable company's auditors during the year and have expressed their willingness to continue in that capacity

Basis of preparation

This report has been prepared in accordance with the Statement of Recommended Practice Accounting and Reporting by Charities (issued in March 2005) and in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006

Approved by the trustees/directors on 11/11/10. and signed on their behalf by



Ms L Norris
Secretary

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF HERITAGE OF LONDON TRUST OPERATIONS LIMITED BY GUARANTEE

We have audited the financial statements of Heritage of London Trust Operations Limited for the year ended 31 March 2010 which comprise the statement of financial activities, the balance sheet and the related notes. The financial statements have been prepared under the accounting policies set out therein.

This report is made solely to the charity's members as a body, in accordance with Chapter 3 of part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charity's members those matters we are required to state to them in an auditors' 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 charity and the charity's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of trustees and auditors

The responsibilities of the trustees (who are also the directors of the company for the purposes of company law) for preparing the trustees' annual report and the financial statements in accordance with applicable law and United Kingdom accounting standards ('United Kingdom Generally Accepted Accounting Practice') and for being satisfied that the financial statements give a true and fair view are set out in the statement of trustees' responsibilities.

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, have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and have been prepared in accordance with the Companies Act 2006. We also report to you whether in our opinion the information given in the trustees' annual report is consistent with those financial statements.

In addition we report to you if, in our opinion, the charity has not kept adequate accounting records, if the charity's financial statements are not in agreement with those accounting records, if we have not received all the information and explanations we require for our audit or if certain disclosures of trustees' remuneration specified by law are not made.

We read other information contained in the annual report and consider whether it is consistent with the audited financial statements. This other information comprises only the trustees' annual report. We consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements. Our responsibilities do not extend to other information.

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 judgments made by the trustees in the preparation of the financial statements, and of whether the accounting policies are appropriate to the charity's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations 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.

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF
HERITAGE OF LONDON TRUST OPERATIONS LIMITED BY GUARANTEE
(continued)**

Opinion

In our opinion

- the financial statements give a true and fair view of the state of the charity's affairs as at 31 March 2010 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended,
- the financial statements have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice,
- the financial statements have been prepared in accordance with the Companies Act 2006, and
- the information given in the trustees' annual report is consistent with the financial statements

PKF (UK) LLP

Graham Randall

Senior statutory auditor

For and behalf of PKF (UK) LLP, Statutory auditors

Norwich

12 November 2010

**HERITAGE OF LONDON TRUST OPERATIONS
LIMITED BY GUARANTEE
STATEMENT OF FINANCIAL ACTIVITIES
(INCLUDING INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 MARCH 2010**

	Notes	Unrestricted funds £	Restricted funds £	2010 Total funds £	2009 Total funds £
INCOMING RESOURCES					
Incoming resources from generated funds					
Investment income	2	19	-	19	197
Incoming resources from charitable activities	3	48,825	36,020	84,845	91,874
Total incoming resources		<u>48,844</u>	<u>36,020</u>	<u>84,864</u>	<u>92,071</u>
RESOURCES EXPENDED					
Charitable activities	4	19,962	23,320	43,282	68,150
Governance costs	4	28,721	-	28,721	28,408
Total resources expended		<u>48,683</u>	<u>23,320</u>	<u>72,003</u>	<u>96,558</u>
Net incoming/(outgoing) resources before other recognised gains and losses		161	12,700	12,861	(4,487)
Unrealised (deficit) on revaluation of properties		(30,000)	-	(30,000)	(50,000)
NET MOVEMENT IN FUNDS BEFORE TRANSFERS		<u>(29,839)</u>	<u>12,700</u>	<u>(17,139)</u>	<u>(54,487)</u>
Transfer		12,700	(12,700)		
NET MOVEMENT IN FUNDS		<u>(17,139)</u>	<u>-</u>	<u>(17,139)</u>	<u>(54,487)</u>
RECONCILIATION OF FUNDS					
Total funds brought forward		<u>277,068</u>	<u>-</u>	<u>277,068</u>	<u>331,555</u>
Total funds carried forward	10	<u>259,929</u>	<u>-</u>	<u>259,929</u>	<u>277,068</u>

The Statement of Financial Activities includes all gains and losses in the year. All incoming resources and resources expended derive from continuing activities.


There were no movements on restricted funds during the year and all fund movements shown above relate to unrestricted funds.


**HERITAGE OF LONDON TRUST OPERATIONS
LIMITED BY GUARANTEE
BALANCE SHEET
AS AT 31 MARCH 2010
REGISTERED NUMBER 2774232**

	Notes	£	<u>2010</u> £	£	<u>2009</u> £
FIXED ASSETS					
Tangible assets	8		470,001		500,001
CURRENT ASSETS					
Cash at bank and in hand		19,175		13,156	
Debtors	9	9,149		581	
		<u>28,324</u>		<u>13,737</u>	
CREDITORS					
Amounts falling due within one year	10	238,396		43,761	
NET CURRENT (LIABILITIES)			<u>(210,072)</u>		<u>(30,024)</u>
CREDITORS			<u>259,929</u>		<u>469,977</u>
Amounts falling after more than one year	10		-		(192,909)
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>259,929</u>		<u>277,068</u>
INCOME FUNDS					
Unrestricted funds	11		<u>259,929</u>		<u>277,068</u>
TOTAL FUNDS			<u>259,929</u>		<u>277,068</u>

The financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006 and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 11/11/10 by


Director - MR J SPICER OBE


Director - MR M BROOKE

**HERITAGE OF LONDON TRUST OPERATIONS
LIMITED BY GUARANTEE
NOTES FORMING PART OF THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2010**

1 ACCOUNTING POLICIES

The principal accounting policies are summarised below. The accounting policies have been applied consistently throughout the year and in the preceding year.

(a) Basis of accounting

The financial statements have been prepared under the historical cost convention, as modified by the inclusion of fixed asset investment property at market value, and in accordance with the Companies Act 2006 and the Statement of Recommended Practice Accounting and Reporting by Charities issued in March 2005 and the Financial Reporting Standard for Smaller Entities (effective April 2008).

Although the accounts show net current liabilities, this is due to the bank loan being shown as due within one year. However, since the year end the bank has confirmed that the loan repayments can continue to be made in accordance with the original agreement which would result in only £26,500 being payable within one year.

(b) Fund accounting

- Unrestricted funds are available for use at the discretion of the trustees in furtherance of the general objectives of the charity. Unrestricted funds include a revaluation reserve representing the restatement of investment assets at market values.
- Designated funds are unrestricted funds earmarked by the trustees for particular purposes.
- Restricted funds are subjected to restrictions on their expenditure imposed by the donor or through the terms of an appeal.

(c) Incoming resources

All incoming resources are included in the Statement of Financial Activities when the charity is entitled to the income and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income:

- voluntary income is received by way of grants, donations and gifts and is included in full in the Statement of Financial Activities when receivable. Grants, where entitlement is not conditional on the delivery of a specific performance by the charity, are recognised when the charity becomes unconditionally entitled to a grant,
- donated services and facilities are included at the value to the charity where this can be quantified. The value of services provided by volunteers has not been included in these accounts,
- incoming resources from grants, where related to performance and specific deliverables, are accounted for as the charity earns the right to consideration by its performance,
- investment income is included when receivable,
- incoming resources including rental income from charitable activities are accounted for when earned (to the nearest quarter end for rental income),
- annual rentals from operating leases are included in incoming resources over the lease terms.

**HERITAGE OF LONDON TRUST OPERATIONS
LIMITED BY GUARANTEE
NOTES FORMING PART OF THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2010**

(d) Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates.

- costs of generating funds comprise the costs associated with attracting voluntary income,
- charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them,
- governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include the audit fees and costs linked to the strategic management of the charity,
- all costs are allocated between the expenditure categories of the Statement of Financial Activities on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly, others are apportioned on an appropriate basis for instance on a per capita basis or by estimated usage as set out in note 4.

(e) Tangible fixed assets – investment property

Fixed assets comprise investment property. This is included in the balance sheet at its open market value, as determined periodically by professional valuers and updated in the interim period by the directors, in accordance with the Financial Reporting Standard for Smaller Entities and is not depreciated. This treatment is contrary to the Companies Act 2006 which states that fixed assets should be depreciated but is, in the opinion of the trustees, necessary to give a true and fair view of the financial position of the company.

(f) Stock and work in progress

Stock, comprising project work in progress, is stated at the lower of cost and net realisable value. Cost comprises the direct cost of acquiring properties and improvements to property. Net realisable value is based on estimated selling price allowing for all further costs of completion and disposal.

**HERITAGE OF LONDON TRUST OPERATIONS
LIMITED BY GUARANTEE**
NOTES FORMING PART OF THE FINANCIAL STATEMENTS (continued)
YEAR ENDED 31 MARCH 2010

2 INCOMING RESOURCES FROM GENERATED FUNDS

	Unrestricted £	Restricted £	2010 Total £	2009 Total £
Investment income				
Interest on bank deposits	19	-	19	197
	<hr/>	<hr/>	<hr/>	<hr/>
Total income from generated funds	19	-	19	197
	<hr/>	<hr/>	<hr/>	<hr/>

3 INCOMING RESOURCES FROM ACTIVITIES TO FURTHER THE CHARITY'S OBJECTIVES

	Unrestricted £	Restricted £	2010 Total £	2009 Total £
Rental income	48,625	-	48,625	43,874
Fees received for project development	-	-	-	33,000
Grants received	-	36,020	36,020	15,000
Donations received	200	-	200	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total incoming resources from charitable activities	48,825	36,020	84,845	91,874
	<hr/>	<hr/>	<hr/>	<hr/>

**HERITAGE OF LONDON TRUST OPERATIONS
LIMITED BY GUARANTEE**
NOTES FORMING PART OF THE FINANCIAL STATEMENTS (continued)
YEAR ENDED 31 MARCH 2010

4 RESOURCES EXPENDED

	Basis of allocation	Rental income	Property	Governance	2010 Total	2009 Total
		£	£	£	£	£
Costs directly allocated to activities						
Loan interest	direct	7,135	200	-	7,335	15,220
Property projects	direct	-	7,020	-	7,020	-
Professional fees	usage	-	28,927	-	28,927	52,930
Project organiser's fees	direct	-	-	25,558	25,558	25,142
Audit fees	direct	-	-	1,570	1,570	1,599
Support costs allocated to activities						
General office costs	direct	-	-	1,044	1,044	1,065
Bank charges	direct	-	-	549	549	602
Total resources expended		7,135	36,147	28,721	72,003	96,558

5 TRUSTEE REMUNERATION

The trustees did not receive emoluments and were not reimbursed for expenses during the year other than payment of indemnity insurance as detailed in the trustees' report

During the year the company had no employees (2009 nil)

**HERITAGE OF LONDON TRUST OPERATIONS
LIMITED BY GUARANTEE
NOTES FORMING PART OF THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2010**

6 NET INCOMING RESOURCES FOR THE YEAR

This is stated after charging the following

	2010 £	2009 £
Auditors remuneration	1,570	1,599
	<u>1,570</u>	<u>1,599</u>

7 TAXATION

As a charity, the company is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 256 of the Taxation of Chargeable Gains Act 1992 to the extent that income or gains are applied to its charitable objects. No tax charges have arisen.

8 FIXED ASSETS

	£
Valuation as at 1 April 2009	500,001
Revaluation	(30,000)
	<u>470,001</u>
Valuation as at 31 March 2010	<u>470,001</u>

The properties are investment properties and are held for direct charitable purposes.

Thorpe Coombe House

This freehold property is leased to a third party. All rentals received are used by the company for charitable purposes.

The property was valued in June 2010 by Strettons Chartered Surveyors. The valuation given was £470,000. The trustees are of the opinion that this was the value at the year end.

On a historical basis the property would have been included at a cost of £226,089 (2009 £226,989).

St Pancras Waterpoint

No rent is receivable in respect of this freehold property because of its unusual nature and location.

The property was valued by M D Crowder OBE FRICS as at 31 March 2010 informally on behalf of the company in his capacity as company president. Its valuation is a nominal £1 as no rent is receivable.

On a historical cost basis the property would have been included at a cost of £94,562 (2009 £94,562) after deduction of grants and fees received towards the cost of its preservation.

9 DEBTORS

	2010 £	2009 £
VAT recoverable	1,665	581
Other debtors	464	-
Prepayments and Accrued income	7,020	-
	<u>9,149</u>	<u>581</u>

**HERITAGE OF LONDON TRUST OPERATIONS
LIMITED BY GUARANTEE
NOTES FORMING PART OF THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2010**

10 CREDITORS

	2010 £	2009 £
a) Amounts due within one year:		
Bank loan and overdraft	192,825	25,200
Trade creditors	2,250	2,280
Other creditors	43,321	16,281
	<u>238,396</u>	<u>43,761</u>
b) Amounts due after more than one year.		
Bank loan	-	192,909
	<u>-</u>	<u>192,909</u>

The bank loan is secured on the company's property Included within the bank loan above are loan instalments falling due as follows

	2010	2009
In two to five years	-	100,800
In more than five years	-	92,109
	<u>-</u>	<u>192,909</u>

Due to a fall in the valuation of the investment property, the covenants on the bank loan in respect of the property valuation have been breached at the year end The bank loan is being treated as falling due entirely within one year, in accordance with the Statement of Recommended Practice for Charities The bank has confirmed since the year end that the repayments can continue as originally set out in the loan agreement

11 MOVEMENTS IN FUNDS

The movement on funds during the year was as follows

	At 1 April 2009	Incoming resources £	Resources expended £	Transfer	At 31 March 2010 £
Restricted funds					
Abbey Mills	-	11,500	-	(11,500)	-
Lordship Lane	-	7,500	(7,500)	-	-
Spotted dog	-	10,000	(8,800)	(1,200)	-
St George's Chapel	-	7,020	(7,020)	-	-
	<u>-</u>	<u>36,020</u>	<u>(23,320)</u>	<u>(12,700)</u>	<u>-</u>
Unrestricted funds					
Free reserves	4,056	48,844	(48,683)	12,700	16,917
Revaluation reserve	273,012	-	(30,000)	-	243,012
	<u>277,068</u>	<u>48,844</u>	<u>(78,683)</u>	<u>12,700</u>	<u>259,929</u>
	<u>277,068</u>	<u>84,864</u>	<u>(102,003)</u>	<u>-</u>	<u>259,929</u>

**HERITAGE OF LONDON TRUST OPERATIONS
LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 MARCH 2010**

11 MOVEMENT IN FUNDS (CONTINUED)

Abbey Mills

Funding from the Architectural Heritage Fund and Thames Water to raise awareness of a group of Grade II* and Grade II listed buildings at the Abbey Mills Pumping Station

Lordship Lane

Funding received towards the costs of submitting a listed Building Application along with an agreement to lease 549 Lordship Lane, Southwark

Spotted Dog

Funding received to enable options Appraisals to be carried at on the Grade II listed Spotted Dog at Newham

St Georges Chapel

Funding received from English Heritage for scaffolding at St George's Chapel, Woolwich

Transfers between funds represent where expenditure has previously been paid for out of unrestricted funds

12 RELATED PARTY TRANSACTIONS

	2010	2009
	£	£
Ms L Norris (Company secretary)		
Fee paid in the year	1,000	-
	<u> </u>	<u> </u>
Heritage of London Trust (sister trust)		
Loan drawn down	20,000	-
Loan balance at year end	20,000	-
	<u> </u>	<u> </u>

The loan from Heritage of London Trust is repayable on demand and carries an interest charge of 4%