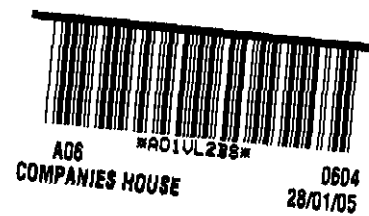


ESCAPE FAMILY SUPPORT LIMITED

FINANCIAL STATEMENTS

YEAR ENDED

31ST MARCH 2004



ESCAPE FAMILY SUPPORT LIMITED

FINANCIAL STATEMENTS

YEAR ENDED

31ST MARCH 2004

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ESCAPE FAMILY SUPPORT LIMITED

1

COMPANY INFORMATION

YEAR ENDED 31ST MARCH 2004

| | |
|--------------------------|---|
| INCORPORATED | In England on 30th September 1996 |
| COMPANY NUMBER | 3256554 |
| CHAIR | K. Fraser |
| OTHER DIRECTORS | B. Cole B. Robson A. Easton A Davison J Sproat M Robson |
| SECRETARY | G. Murphy |
| TREASURER | D. Lodge |
| REGISTERED OFFICE | 93 Bondicar Terrace Emily Davidson House Blyth Northumberland |
| BANKERS | Lloyds TSB Plc 43 Waterloo Road Blyth Northumberland |
| AUDITORS | Peter Weldon & Company Chartered Accountants 87 Station Road Ashington Northumberland NE63 8RS Tel : (01670) 523841 |

ESCAPE FAMILY SUPPORT LIMITED

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DIRECTORS' REPORT

YEAR ENDED 31ST MARCH 2004

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

PRINCIPAL ACTIVITY

The principal activity of the charitable company is that of aid and support to drug users and their families.

BUSINESS REVIEW

The company's Balance Sheet as detailed on page 7 shows a satisfactory position, funds amounting to £211,529 (2003 : £207,071).

RESULTS & DIVIDENDS

The results for the period are shown in the Income & Expenditure Account on Page 6.

FIXED ASSETS

In the opinion of the directors the value of the property is in excess of the amount in the accounts, however, in the absence of a recent valuation this amount cannot be quantified. Details are set out in Note 5.

DIRECTORS

The directors of the charitable company during the period were as follows :-

K. Fraser
B. Cole
G. Murphy
B. Robson
A. Easton
D. Lodge
A Davison
M Robson
J Sproat

ESCAPE FAMILY SUPPORT LIMITED

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DIRECTORS' REPORT CONTINUED

YEAR ENDED 31ST MARCH 2004

DIRECTORS RESPONSIBILITIES

Law applicable to charities in England & Wales requires the directors to prepare financial statements for each financial year which give a true and fair view of the charity's financial activities during the period and of its financial position at the end of the period. 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 a going concern basis unless it is inappropriate to presume that the charity will continue in business

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at anytime 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 and other irregularities

AUDITORS

The company has elected to dispense with annual appointment of auditors. Peter Weldon & Company were appointed during the year and in the absence of a specific resolution to the contrary Peter Weldon & Company will continue in office.

ON BEHALF OF THE BOARD



Secretary

19th October 2004

AUDITORS REPORT TO THE MEMBERS OF
ESCAPE FAMILY SUPPORT LIMITED

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We have audited the financial statements of pages 5 to 14 which have been prepared under the historical cost convention and the accounting policies set out on page 8.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As described on page 4, the charitable company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

BASIS OF OPINION

We conducted our audit in accordance with 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 judgements made by the directors 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 consider necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material mis-statement, 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.

In our opinion the financial statements give a true and fair view of the state of the charitable company's affairs as at 31st March 2004 and of its incoming resources and application of resources, including its income and expenditure in the period then ended and have been properly prepared in accordance with the Companies Act 1985.

Peter Weldon & Co
Chartered Accountants
87 Station Road
Ashington
Northumberland
NE63 8RS

*Peter Weldon & Co
19th October 2004*

ESCAPE FAMILY SUPPORT LIMITED
STATEMENT OF FINANCIAL ACTIVITY
YEAR ENDED 31ST MARCH 2004

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| | Unrestricted Funds 2,004 | Restricted Funds 2,004 | Total 2,004 | Total 2,003 |
|---------------------------------------|---|---------------------------------------|------------------------|------------------------|
| Income | 14,514 | 250,737 | 265,251 | 295,437 |
| Direct Charitable Expenses | 0 | 246,590 | 246,590 | 271,125 |
| | 14,514 | 4,148 | 18,661 | 24,312 |
| Other Expenditure | | | | |
| Admin Expenses | 14,728 | 0 | 14,728 | 22,013 |
| Net incoming resources in the year | -214 | 4,148 | 3,933 | 2,299 |
| Fund Balance b/fwd 01.04.03 | 1,032 | 206,039 | 207,071 | 204,772 |
| Fund Balance c/fwd 31.03.04 | 818 | 210,187 | 211,004 | 207,071 |

Movements in reserves are shown in the Notes to the Financial Statements.

There are no recognised gains and losses in 2004 other than the profit for the year.

ESCAPE FAMILY SUPPORT LIMITED
INCOME AND EXPENDITURE ACCOUNT
YEAR ENDED 31ST MARCH 2004

6

| | Notes | 2003 | 2003 |
|----------------------------------|--------------|--------------------|--------------------|
| Income | 2 | 265,251 | 295,437 |
| Direct Charitable Expenses | | -246,590 | -271,107 |
| | | <hr/> | <hr/> |
| | | 18,662 | 24,330 |
| Other Expenses | | | |
| Administration Expenses | | -14,728 | -22,013 |
| Net income resources in the year | | <hr/> <u>3,934</u> | <hr/> <u>2,317</u> |

Movements in reserves are shown in the Notes to the Financial Statements.

There are no recognised gains and losses in 2004 other than the profit for the year.

ESCAPE FAMILY SUPPORT LIMITED**7****BALANCE SHEET****YEAR ENDED 31ST MARCH 2004**

| | Notes | 2004 | 2003 |
|--|-----------|----------------|----------------|
| FIXED ASSETS | | | |
| Tangible Assets | 5 | 61,487 | 63,178 |
| CURRENT ASSETS | | | |
| Debtors | 7 | 379 | 379 |
| Cash at Bank & in Hand | | <u>151,705</u> | <u>145,556</u> |
| | | 152,084 | 145,935 |
| CREDITORS : Amounts falling due within one year | 8 | <u>-2,042</u> | <u>-2,042</u> |
| NET CURRENT ASSETS | | 150,042 | 143,893 |
| | | <u>211,529</u> | <u>207,071</u> |
| FUNDS | | | |
| Restricted Funds | 10 | 210,186 | 206,039 |
| Unrestricted Funds | | 1,343 | 1,032 |
| Total Funds | | <u>211,529</u> | <u>207,071</u> |

The Financial Statements on pages 7 to 14 were approved by the Board of Directors on 19th October 2005 and signed its behalf by :-

Chair *K. St. James* 19/10/04.

ESCAPE FAMILY SUPPORT LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31ST MARCH 2004

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1. ACCOUNTING POLICIES

Basis of Accounting

The financial statements have been prepared in accordance with applicable accounting standards and follow the recommendations in Statement of Recommended Practice : Accounting by Charities (SORP)

The company has taken advantage of the exemption from preparing a cash flow statement conferred by Financial Reporting Standards No 1. on the grounds that it qualifies as a small company under the Companies House Act 1985

Grants

Grants including grants for the purchase of fixed assets are recognised in full in the Statement of Financial Activities in the year of receipt.

Restricted Funds

Restricted funds are to be used for specified purposes as laid down by the donor. Expenditure which meets these criteria is identified to the fund, together with a fair allocation of management and support costs.

Unrestricted Funds

Unrestricted funds are to be used to further the objects of the charity without further specified purpose.

Gifts in Kind

The value of gifts in kind are estimated at an average market value.

Depreciation

Depreciation of fixed assets is calculated to write off their cost or valuation less any residual value over their estimated useful lives as follows :-

| | |
|--------------------|---------------------------|
| Freehold Buildings | Nil |
| Plant & Machinery | 15% reducing balance p.a. |
| Caravan | 25% reducing balance p.a. |

ESCAPE FAMILY SUPPORT LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31ST MARCH 2004

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The freehold property has not been depreciated as required by SSAP 12, as in the opinion of the directors the market value of the property is substantially in excess of its book value. The property will also be maintained to a high standard to prevent a decrease in its value.

| 2. INCOME | 2004 | 2003 |
|------------------|-------------|-------------|
|------------------|-------------|-------------|

Included in income are the following grants and donations received during the period :-

| | | |
|---|--------|--------|
| Northumberland Health Authority (Drug Action Team Contract) | 33,171 | 33,171 |
| Sir James Knott | | 3,000 |
| Community Foundation | | 1,250 |
| Greggs Trust | | 10,000 |
| Tudor Trust | | 15,000 |
| GlaxoSmithKline | | - |
| Lotteries Charity Board (Community Fund) | 31,656 | - |
| Northumbria Police | | - |
| Northern Rock | 29,651 | 2,000 |
| Lloyds TSB | | 30,000 |
| Sherburn Trust | 6,000 | 6,000 |
| Blyth Valley Borough Council Arts Dept | 11,000 | 1,500 |
| Tynedale District Council (Communities Against Drugs, Crime & Disorder Partnership) | 9,250 | 5,064 |
| Wansbeck District Council (Crime & Disorder Partnership CAD & Local Authority) | 21,503 | 16,545 |
| Morpeth Borough Council Crime & Disorder Partnership CAD | 11,652 | 11,705 |
| Northumberland Care Trust (DAT) | | 12,585 |
| Northumberland Care Trust DAT Building Rebuild | | 52,585 |
| Berwick D C (Crime & Disorder Partnership CAD) | 15,000 | 8,681 |
| Social Services (Computer Funding) | | 3,736 |
| Alnwick MACPI Group | 6,000 | 2,000 |
| Barbour Trust | | 1,000 |
| Alnwick Crime & Disorder Partnership CAD | | 3,000 |
| Blyth Valley Crime & Disorder Partnership CAD | | 11,000 |
| Hospital of God at Greatham | 2,000 | 2,000 |
| Alnwick (Crime & Disorder Partnership CAD) | | 3,000 |
| The Dickon Trust | | 500 |
| Kobler Trust | 3,000 | |
| Guinness Trust | 1,203 | |
| St Hilda's Trust | 5,000 | |
| BCF Escape Services | 7,478 | |
| DTTO | 57,064 | |

ESCAPE FAMILY SUPPORT LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31ST MARCH 2004

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3. INCOME AND RESOURCES

2004

2003

Income and Resources are stated after charging :-

| | | |
|---------------------------------------|--------------|--------------|
| Auditors Remuneration | 900 | 900 |
| Depreciation of Tangible Fixed Assets | <u>1,691</u> | <u>2,183</u> |

4. TAXATION

All of the charity's income is applied for charitable purposes and therefore the charity is exempt from Corporation Tax.

5. TANGIBLE FIXED ASSETS

| | Caravan | Plant & Machinery | Land & Buildings | Total |
|-----------------------|----------------|----------------------------------|---------------------------------|---------------|
| COST | | | | |
| As at 01.04.03 | 16,000 | 7,255 | 55,181 | 78,436 |
| Additions | | | | - |
| As at 31.03.04 | <u>16,000</u> | <u>7,255</u> | <u>55,181</u> | <u>78,436</u> |
| DEPRECIATION | | | | |
| As at 01.04.03 | 11,083 | 4,175 | - | 15,258 |
| Charge for Year | 1,229 | 462 | - | 1,691 |
| As at 31.03.04 | <u>12,312</u> | <u>4,637</u> | <u>-</u> | <u>16,949</u> |
| NET BOOK VALUE | | | | |
| As at 31.03.04 | <u>3,688</u> | <u>2,618</u> | <u>55,181</u> | <u>61,487</u> |
| As at 31.03.03 | <u>4,917</u> | <u>3,080</u> | <u>55,181</u> | <u>63,178</u> |

6. LAND AND BUILDING

2004

2003

| | | |
|----------|---------------|---------------|
| Freehold | <u>55,181</u> | <u>55,181</u> |
|----------|---------------|---------------|

ESCAPE FAMILY SUPPORT LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31ST MARCH 2004

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| 7. DEBTORS | 2004 | 2003 |
|---|--------------|--------------|
| Amounts falling due within one year :- | | |
| Prepayments & Accrued Income | <u>379</u> | <u>379</u> |
| 8. CREDITORS : Amounts falling due within one year | | |
| Accruals & Deferred Income | <u>2,042</u> | <u>2,042</u> |

9. CALLED UP SHARE CAPITAL

The share capital of the company is nil. The company is limited by guarantee with each member agreeing to contribute up to £10 each in the event of the company being wound up within one year of cessation of membership.

ESCAPE FAMILY SUPPORT LIMITED

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NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31ST MARCH 2004

10. OTHER RESERVES

| | Balance 01.04.03 | Movement Incoming | Resources Outgoing | Balance 31.03.04 |
|---------------------------|-----------------------------|------------------------------|-------------------------------|-----------------------------|
| Property Fund | 55,000 | | | 55,000 |
| Diversionary Projects | 1,054 | | | 1,054 |
| Training Fund | 0 | 5,236 | 3,335 | 1,901 |
| GAP | 0 | | | 0 |
| Respite Project | 5,383 | 3,449 | 3,449 | 5,383 |
| Helpline & Outreach | 1,721 | 2,205 | 1,841 | 2,085 |
| Publicity & Info | -158 | 1,520 | 712 | 650 |
| Travelling | 2,115 | 9,211 | 7,291 | 4,035 |
| Salaries | 29,481 | 48,441 | 62,169 | 15,753 |
| Business Manager | 28,247 | 33,171 | 30,220 | 31,198 |
| Rapid Detox Prog | 11,517 | 445 | 11,962 | 0 |
| Blyth CAD | 0 | 28,571 | 28,571 | 0 |
| Wansbeck CAD | 1 | 21,530 | 19,745 | 1,786 |
| Tynedale CAD | 94 | 16,728 | 16,822 | 0 |
| Morpeth CAD | 328 | 12,771 | 22,099 | -9,000 |
| Glaxosmithkline | 12,605 | 374 | 2,543 | 10,436 |
| Business Dev | 1,541 | | 559 | 982 |
| Social Services | 0 | | | 0 |
| Website Project | 402 | | 26 | 376 |
| Car Crazy | 746 | 1,526 | 2,271 | 0 |
| Alnwick CAD & MACPI Group | 2,357 | 7,165 | 9,522 | 0 |
| Berwick CAD | 796 | 15,000 | 15,743 | 53 |
| Care Trust | 224 | 63 | 287 | 0 |
| Building Upgrade DAT | 52,585 | | 3,642 | 48,943 |
| Northumberland Care Trust | 0 | | | 0 |
| Northern Rock Grant | | 29,651 | 8,071 | 21,580 |
| Sports & Activities | | 900 | 885 | 15 |
| Administrative Work | | 7,190 | 2,305 | 4,885 |
| Arts & Crafts | | 23,238 | 10,947 | 12,291 |
| Car Pool Expense | | 1,308 | 1,830 | -522 |
| DTTO Work | | 57,067 | 55,763 | 1,304 |
| | <u>206,039</u> | <u>326,759</u> | <u>322,612</u> | <u>210,186</u> |

The balance on the property fund represents the balance of grants received for the purchase of fixed assets received not yet expended by depreciation on the building.

ESCAPE FAMILY SUPPORT LIMITED**13****DETAILED INCOME AND EXPENDITURE ACCOUNT****YEAR ENDED 31ST MARCH 2004**

| | 2004 | 2003 |
|---------------------------------------|----------------|----------------|
| INCOME | | |
| Grants and Donations | 253,577 | 290,424 |
| Bank Interest Received | 2,166 | 1,049 |
| | 0 | 260 |
| Other | <u>9,509</u> | <u>3,704</u> |
| | 265,251 | 295,437 |
| DIRECT CHARITABLE EXPENSES | | |
| Diversiory Projects | | 8,412 |
| Training Costs | 3,335 | 6,568 |
| GAP | | 25,625 |
| Respite | 3,449 | 2,768 |
| Helpline & Outreach | 1,841 | 1,278 |
| Publicity & Information | 712 | 1,285 |
| Travelling | 7,291 | 3,679 |
| Salaries | 62,169 | 75,430 |
| Business Manager | 30,180 | 30,871 |
| Rapid Detox Prog | 11,962 | 17,627 |
| Blyth CAD | 28,571 | 15,454 |
| Wansbeck CAD | 17,805 | 16,584 |
| Tynedale CAD | 7,939 | 5,410 |
| Morpeth Cad | 20,195 | 11,377 |
| Glaxosmithkline | 2,543 | 13,089 |
| Business Development | 559 | 559 |
| Social Services | | 1,391 |
| Communities Website | 26 | 120 |
| Car Crazy | 2,271 | 19,837 |
| Alnwick CAD | 7,937 | 5,643 |
| Berwick CAD | 12,091 | 7,885 |
| Care Trust | 287 | 233 |
| Building Update DAT | 3,642 | 0 |
| Admin | 7,647 | 0 |
| Sports & Activities | 885 | 0 |
| Arts & Crafts | 10,947 | 0 |
| Car Pool Expenses | 2,305 | |
| | <u>246,590</u> | <u>271,125</u> |
| | 18,662 | 24,312 |

ESCAPE FAMILY SUPPORT LIMITED**14****DETAILED INCOME AND EXPENDITURE ACCOUNT****YEAR ENDED 31ST MARCH 2004**

| | 2004 | 2003 |
|-----------------------------------|---------------------|---------------------|
| Balance Carried Forward | 18,662 | 24,312 |
| LESS OTHER EXPENSES | | |
| Telephone Charges | 1,931 | 2,556 |
| Travelling | 50 | 3,298 |
| Printing, Postage & Stationery | 3,112 | 2,749 |
| Sundry Expenses | 2,250 | 2,627 |
| Heat, Light & Water | | 1,200 |
| Property Insurance | 3,924 | 1,755 |
| Repairs & Renewals | 712 | 1,682 |
| Audit & Accountancy | 1,058 | 1,127 |
| Bank Charges | | 17 |
| Depreciation | 1,691 | 2,183 |
| Consultancy Fees | | 2,367 |
| Rent & Rates | | 452 |
| | <u>14,728</u> | <u>22,013</u> |
| | <u><u>3,934</u></u> | <u><u>2,299</u></u> |