

AUDITORS' REPORT TO THE DIRECTORS OF

Company no. 1544768

ASSOCIATION OF CROSSROADS CARE ATTENDANT SCHEMES LIMITED

PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8

TO THE COMPANIES ACT 1985

We have examined the abbreviated accounts on pages 2 to 6 together with the full financial statements of Association of Crossroads Care Attendant Schemes Limited for the year ended 31st March 1994. The scope of our work for the purpose of this report was limited to confirming that the directors are entitled to deliver abbreviated accounts and that the abbreviated accounts have been properly prepared from the full financial statements.

In our opinion the directors are entitled under sections 246 to 247 of the Companies Act 1985 to the exemptions conferred by Section A Part III of the Schedule 8 to that Act in respect of the year ended 31st March 1994 and the abbreviated accounts on pages 2 to 6 have been properly prepared in accordance with that Schedule.

On 1st July 1994, we reported, as auditors of Association of Crossroads Care Attendant Schemes Limited to the members on the full financial statements prepared under Section 226 of the Companies Act 1985 for the year ended 31st March 1994 and our audit report was as follows:-

"We have audited the financial statements on pages 3 to 8 which have been prepared under the historical cost convention as modified by the revaluation of quoted investments and the accounting policies set out on page 6.

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 affairs of the company and of the profit or loss of the company for that 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;

prepare the financial statements on the going concern basis unless it is inappropriate to presume 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 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.

RESPONSIBILITIES OF THE AUDITORS

It is our responsibility to form an independent opinion, based on our audit, on the financial statements prepared by the directors and to report our opinion to you.



AM976341

A22 RECEIPT DATE: 21/07/94

AUDITORS' REPORT TO THE DIRECTORS OF
ASSOCIATION OF CROSSROADS CARE ATTENDANT SCHEMES LTD
PURSUANT TO PARAGRAPH 24 SCHEDULE 8
TO THE COMPANIES ACT 1985

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 company's circumstances, consistently applied and adequately disclosed:

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

QUALIFIED OPINION ARISING FROM DISAGREEMENT ABOUT ACCOUNTING TREATMENT

Freehold buildings are stated at cost and no provision is made for depreciation which is contrary to the requirements of the Companies Act 1985 and Statement of Standard Accounting Practice No 12. Except for the absence of this provision for depreciation, in our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31st March 1994 and of its surplus for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985 applicable to small companies.


J. R. WATSON & CO:

Chartered Accountants & Registered Auditors,
50, Hazelwood Road,
Northampton.

1st July, 1994

ASSOCIATION OF CROSSROADS CARE ATTENDANT SCHEMES LIMITED

BALANCE SHEET AS AT 31st MARCH 1994

	Notes	1994 £	1993 £
FIXED TANGIBLE ASSETS	6	93839	109468
INVESTMENTS	2	544349	417375
		<u>638188</u>	<u>526843</u>
CURRENT ASSETS			
Stock	2	1608	9173
Debtors - sundry		15744	16238
Cash at bank and in hand	2a	<u>570282</u>	<u>261783</u>
		<u>587634</u>	<u>287194</u>
CREDITORS: Amounts falling due within one year			
Trade creditors		43375	18956
Accruals and deferred income	2a	390219	145671
Tax and social security		<u>13265</u>	-
		<u>446859</u>	<u>164627</u>
NET CURRENT ASSETS		140775	122567
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>£778963</u>	<u>£649410</u>
RESERVES	4		
GENERAL FUND			
At 31st March 1993		161127	150578
Surplus for year		<u>5377</u>	<u>10549</u>
At 31st March 1994		166504	161127
DESIGNATED FUND	5		
At 31st March 1993		488283	495280
Transfer from/(to) general fund		<u>45972</u>	<u>(6997)</u>
At 31st March 1994		534255	488283
REVALUATION RESERVE	2		
Unrealised profit on investment		<u>78204</u>	-
		<u>£778963</u>	<u>£649410</u>

The directors have taken advantage of the exemption conferred by S. A. Part III of Schedule 8 of the Companies Act 1985 and have done so on the grounds that, in their opinion the company is entitled to those exemptions as a small company.

Signed on behalf of the Board of Directors

E. Dunwoody
E. Dunwoody)
) Directors
W. Ridley
W. Ridley)

ASSOCIATION OF CROSSROADS CARE ATTENDANT SCHEMES LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31st MARCH 1994

1. CONSTITUTION

The company is limited by guarantee and does not have a share capital.

It is a charity, number 282102 registered with the Charity Commissioners under the provisions of the Charities Act 1960. Accordingly the company is exempt from tax under the provisions of S505 of the Income and Corporation Taxes Act 1988 applying to charities.

2. ACCOUNTING POLICIES

(a) Basis of accounting

The accounts have been prepared using the historical cost convention.

Income and expenditure are accounted for using the accruals basis except for investment income which is accounted for when received. Grants and donations received for specific projects or periods of time are matched to the related expenditure. Such amounts not expended or committed at the year end are included in deferred income. Deferred income at 31st March 1994 totalled £372522 (1993 - £125209) and the increase is reflected by a corresponding increase in the cash at bank balance.

(b) Depreciation

Depreciation is provided to write off the cost of office furniture and equipment over the expected useful lives of the assets. For periods upto the year ended 31st March 1993, the reducing balance method, and an annual rate of 25%, was used. Depreciation is now being provided at 25% on a straight line basis, as it is considered that this is a more realistic expectation of the useful lives of the assets involved. The additional depreciation charged in these accounts as a result of the change in method is £20167.

No depreciation is provided on freehold property.

(c) Investments

Investments, which consist of quoted UK equities and fixed interest stocks, are stated at market value at 31st March as determined by the advising stockbrokers. The surplus on revaluation of £78204 has been credited to a revaluation reserve, which is not available for distribution. The cost of investments at 31st March 1994 was £466127.

Until 31st March 1993, investments were stated at cost and the market value at this date was £500098.

(d) Stocks

Stocks, which consist of goods for resale and consumable stores, are valued at the lower of cost and net realisable value. Cost is defined as the invoiced price.

(e) Cashflow statement

A cashflow statement is not presented as the company is entitled to the exemptions available in Section 246 to 249 of the Companies Act 1985 and accordingly Financial Reporting Standard 1 does not apply.

3. TRUSTEES REPORT

These financial statements should be read in conjunction with the 1993/94 Review which is published separately

ASSOCIATION OF CROSSROADS CARE ATTENDANT SCHEMES LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31st MARCH 1994

4. RESERVES

The income and property of the company must be applied solely to the promotion of its objects and accordingly the reserves are not distributable.

5. DESIGNATED FUND

Anonymous donations received in 1987 and 1992 were, at the discretion of the executive committee, transferred to the designated fund. Realised profits and losses on investments are transferred annually to this fund. The use of the fund is unrestricted but it is intended that it should be used for future development in connection with the Association's objects.

6.	Freehold property	Office furniture & equipment	Total
	£	£	£
COST			
Brought forward	78190	89716	167906
Additions	-	13449	13449
At 31st March 1994	78190	103165	181355
DEPRECIATION			
Brought forward	-	58438	58438
Charge for year	-	29078	29078
At 31st March 1994	-	87516	87516
NET BOOK VALUE			
As at 31st March 1994	£78190	£15649	£93839
As at 31st March 1993	£78190	£31278	£109468

7. LONDON BOROUGH GRANTS COMMITTEE

In accordance with the terms of this grant, made under S37 of the Local Government and Housing Act 1989, the money was entirely expended on the London Regional office.

8. PENSION COSTS

A defined contributions scheme is operated for employees of the company. The assets of the scheme are held separately from those of the company in independently administered funds. The pension cost charge represents contributions payable by the company to the fund and amounted to £13548 (1993 - £12317). Accruals and deferred income includes unpaid contributions of £2357 (1993 - £-).

9. DIRECTORS' REMUNERATION

No remuneration was paid to the directors, who serve as executive committee members.

10. AUDITORS' REMUNERATION

Remuneration of the auditors, including expenses, amounted to £2200 (1993 - £2100).

ASSOCIATION OF CROSSROADS CARE ATTENDANT SCHEMES LIMITED

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH 1994

11. MARKETING	Income	Expenditure
	£	£
Christmas cards	15590	12476
Advertising goods	2434	3504
Publications for sale	5090	3650
Other publications	-	440
Video	-	6000
Computer services	4572	-
	<u>£27686</u>	<u>£26070</u>

12. DIRECTORS AND OFFICERS LIABILITY INSURANCE

During the year the company purchased insurance to indemnify any claims made against the directors and officers.

13. APPROVAL OF THE ACCOUNTS

These accounts were approved by the Executive Committee on 30th June 1994.