

WOLVERHAMPTON AND DISTRICT

FRIENDS OF A.R.M.S. LIMITED

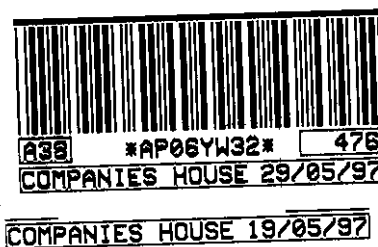
FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31ST DECEMBER, 1996

COMPANY NUMBER : 2269310

LANCASTER & CO.,
Chartered Accountants,
Wolverhampton WV1 4SB.



AUDITORS' REPORT TO THE COMMITTEE OF MANAGEMENT OF WOLVERHAMPTON AND DISTRICT
FRIENDS OF A.R.M.S. LIMITED PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8 TO THE
COMPANIES ACT, 1985

We have examined the abbreviated accounts together with the financial statements of Wolverhampton and District Friends of A.R.M.S. Limited prepared under Section 226 of the Companies Act, 1985 for the year ended 31st December, 1996.

Respective Responsibilities of Committee of Management and Auditors

The Committee of Management are responsible for preparing the abbreviated accounts in accordance with Schedule 8 to the Companies Act, 1985. It is our responsibility to form an independent opinion as to the company's entitlement to the exemptions claimed in the Directors' Statement on the Balance Sheet and whether the abbreviated accounts have been properly prepared in accordance with that Schedule.

Basis of Opinion

We have carried out the procedures we considered necessary to confirm, by reference to the audited financial statements, that the company is entitled to the exemptions and that the abbreviated accounts have been properly prepared from those financial statements. The scope of our work for the purpose of this report does not include examining or dealing with events after the date of our report on the full financial statements.

Opinion

In our opinion the company is entitled under Section 246 and 247 of the Companies Act, 1985 to the exemptions conferred by Section A of Part III of Schedule 8 to that Act, in respect of the year ended 31st December, 1996 and the abbreviated accounts have been properly prepared in accordance with that Schedule.

Other Information

On the 14th March, 1997 we reported, as auditors of Wolverhampton and District Friends of A.R.M.S. Limited, to the Members on the financial statements prepared under Section 226 of the Companies Act, 1985 for the year ended 31st December, 1996 and our audit report was as follows:

'We have audited the financial statements on pages 4 to 9 which have been prepared under the Historical Cost Convention and the accounting policies set out on page 6.

AUDITORS' REPORT TO THE COMMITTEE OF MANAGEMENT OF WOLVERHAMPTON AND DISTRICT
FRIENDS OF A.R.M.S. LIMITED PURSUANT TO PARAGRAPH 24 OF SCHEDULE 8 TO THE
COMPANIES ACT, 1985 - (Continued)

Respective Responsibilities of Committee of Management and Auditors

As described on page 2 the Committee of Management 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 Committee 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.

Opinion

In our opinion the financial statements give a true and fair view of the state of the Company's affairs at 31st December, 1996 and of its Deficit for the year then ended and have been properly prepared in accordance with the Companies Act, 1985.

14th March, 1997
Wolverhampton WV1 4SB.



LANCASTER & CO.,
Chartered Accountants
and Registered Auditors.

WOLVERHAMPTON AND DISTRICT FRIENDS OF A.R.M.S. LIMITED

BALANCE SHEET - 31st December, 1996

		1996	1995
	Notes	£	£
<u>FIXED ASSETS</u>			
Tangible Assets	3	72555	80165
<u>CURRENT ASSETS</u>			
Stocks	4	1702	1543
Debtors	5	-	-
Cash at Bank and in Hand		66857	66073
		-----	-----
		68559	67616
<u>CREDITORS: Amounts falling due within one year</u>	6	3419	6745
		-----	-----
<u>NET CURRENT ASSETS</u>		65140	60871
		-----	-----
<u>TOTAL ASSETS LESS CURRENT LIABILITIES</u>		137695	141036
		=====	=====
<u>CAPITAL AND RESERVES</u>			
Development Reserve	7	50000	50000
Profit and Loss Account	7	87695	91036
		-----	-----
		137695	141036
		=====	=====

COMMITTEE OF MANAGEMENT

P. WILLIAMS

J. SHENTON

The Directors have taken advantage of the exemptions conferred by Section A of Part 111 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.

Approved by the Committee: 14th March, 1997

WOLVERHAMPTON AND DISTRICT FRIENDS OF A.R.M.S. LIMITED

NOTES TO THE FINANCIAL STATEMENTS - 31st December, 1996

1. ACCOUNTING POLICIES

(a) Basis of Preparation of Financial Statements

The financial statements have been prepared under the Historical Cost Convention. Because the company is a registered charity and is limited by guarantee without a share capital the committee considers that the profit and loss account on page 4 is the most appropriate form for reporting its operation. This represents a departure from the standard format of schedule 4 of the Companies Act, 1985 and it has been made to enable the financial statements to show a true and fair view.

(b) Financial Reporting Standard No. 3 'Reporting Financial Performance'

The financial statements have been prepared to conform with the new requirements of this standard and in particular, unless otherwise stated, the results arise totally from continuing operations.

(c) Tangible Fixed Assets

Depreciation is provided at the following annual rates and bases in order to write off each asset over its estimated useful life:

Leasehold Premises - Long Lease	-	Lifetime of Lease
Computer Equipment	-	15% reducing balance
Hyperbaric Oxygen Installation	-	15% Reducing balance

(d) Stocks

Stock is valued at the lower of cost and net realisable value.

2. STATUS OF COMPANY

The Company is incorporated under the Companies Act and is limited by guarantee.

WOLVERHAMPTON AND DISTRICT FRIENDS OF A.R.M.S. LIMITED

NOTES TO THE FINANCIAL STATEMENTS (Continued) - 31st December, 1996

3. TANGIBLE FIXED ASSETS

	<u>Leasehold Premises</u>	<u>Computer Equipment</u>	<u>Hyperbaric Oxygen Installation</u>	<u>Total</u>
	<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>
<u>Cost or Valuation</u>				
At 1st January, 1996	32038	2388	68684	103110
Additions	-	744	-	744
	-----	-----	-----	-----
At 31st December, 1996	32038	3132	68684	103854
	=====	=====	=====	=====
<u>Depreciation</u>				
At 1st January, 1996	3234	1014	18697	22945
Charge for Year	539	317	7498	8354
	-----	-----	-----	-----
At 31st December, 1996	3773	1331	26195	31299
	=====	=====	=====	=====
<u>Written Down Values</u>				
At 31st December, 1996	28265	1801	42489	72555
	=====	=====	=====	=====
At 1st January, 1996	28804	1374	49987	80165
	=====	=====	=====	=====

4. STOCKS

	<u>1996</u>	<u>1995</u>
	<u>£</u>	<u>£</u>
Goods for Resale	1702	1543
	=====	=====

5. DEBTORS

	<u>1996</u>	<u>1995</u>
	<u>£</u>	<u>£</u>
Other Debtors	-	-
	=====	=====

WOLVERHAMPTON AND DISTRICT FRIENDS OF A.R.M.S. LIMITED

NOTES TO THE FINANCIAL STATEMENTS (Continued) - 31st December, 1996

6. CREDITORS: Amounts falling due
within one year

	<u>1996</u>	<u>1995</u>
	<u>£</u>	<u>£</u>
Trade Creditors	540	4160
Other Creditors	1629	1432
Social Security and Other Taxes	750	653
Accruals	500	500
	-----	-----
	3419	6745
	=====	=====

7. RESERVES

	<u>1996</u>	<u>1995</u>
	<u>£</u>	<u>£</u>
<u>Profit and Loss Account</u>		
At 1st January, 1996	91036	82662
Development Reserve	50000	50000
(Deficit Sustained) Surplus retained for the Year	(3341)	8374
	-----	-----
At 31st December, 1996	137695	141036
	=====	=====