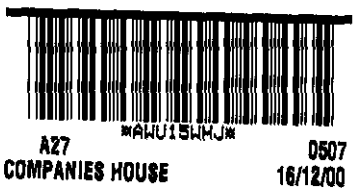
PRINCE'S TRUST TRADING LIMITED

ANNUAL REPORT

FOR THE YEAR ENDED 31 MARCH 2000

Registered No: 3161821



Registered Office:
18 Park Square East
London NW1 4LH

PRINCE'S TRUST TRADING LIMITED

DIRECTORS' REPORT
FOR THE YEAR ENDED 31 MARCH 2000

The directors present their report and the audited financial statements of the company for the year ended 31 March 2000.

Principal activities

The principal activity of the company is the raising of funds, through the holding of events and concerts and the sale of royalties and sponsorships, for The Prince's Trust, a registered charity.

Review of business and future developments

During the year the company generated an operating profit of £909,000 (1999: £1,218,000). The main activities included Capital 95.8FM's Party in the Park for The Prince's Trust, a Summer Banquet at Highgrove, and a celebrity gala preview of 'The World is Not Enough' .

The directors expect turnover and operating profit to reflect the number of events and activities organised in a financial year. Even though this may fluctuate year on year, they expect the number of activities and the profitability of the company to remain relatively consistent in the medium term.

Results and dividends

The result for the year was £Nil (1999: loss £Nil) after payments of £878,000 (1999: £1,248,000) under Deed of Covenant to The Prince's Trust and Gift Aided donations of £46,000 to Help A London Child (1999: £22,000 to Alone in London and £10,000 to British Institute of Florence).

The directors do not recommend the payment of a dividend.

Directors and their interests

The directors who held office during the year are given below:

Tom Shebbeare	
John Jarvis (Chairman)	
Harvey Goldsmith	
Rodney Aldridge	
Richard Anderson	(resigned 25 September 2000)
Charles Dunstone	
Michael Potter	
Deborah Higgins	(appointed 25 September 2000)

No director has an interest in the share capital of the company.

Company Secretary

Richard Anderson	(resigned 25 September 2000)
Rhiannon Markless	(appointed 25 September 2000)

Insurance of directors and officers

The Prince's Trust, in its capacity as the ultimate parent undertaking, maintains insurance for the company's directors in respect of their duties as directors.

Charitable donations

No other charitable donations other than those disclosed above have been made in the year.

DIRECTORS' REPORT
FOR THE YEAR ENDED 31 MARCH 2000 (Continued)

Statement of directors' responsibilities

Company law requires the directors to prepare financial statements for each financial year that 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 these financial statements, the directors are required to:

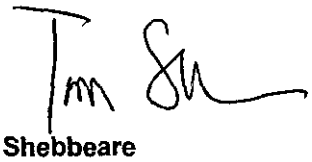
- Select suitable accounting policies and then apply them consistently.
- Make judgements and estimates that are reasonable and prudent.
- State whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements.
- Prepare the financial statements on 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 that 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.

Honorary Auditors

The auditors, PricewaterhouseCoopers, have indicated their willingness to continue in office, and a resolution concerning their reappointment will be proposed at the Annual General Meeting.

By order of the board



T Shebbeare
Director
30 October 2000

REPORT OF THE HONORARY AUDITORS TO THE MEMBERS OF PRINCE'S TRUST TRADING LIMITED

We have audited the financial statements on pages 4 to 8.

Respective responsibilities of directors and auditors

The directors are responsible for preparing the Annual Report. As described on page 2, this includes responsibility for preparing the financial statements, in accordance with applicable United Kingdom accounting standards. Our responsibilities, as independent auditors, are established in the United Kingdom by statute, the Auditing Practices Board and our profession's ethical guidance.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the United Kingdom Companies Act. We also report to you if, in our opinion, the directors' report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions is not disclosed.

We read the other information contained in the Report and Accounts and consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements.

Basis of audit 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 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 as at 31 March 2000 and of its result for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

PricewaterhouseCoopers

PricewaterhouseCoopers
Chartered Accountants and Registered Auditors
London
30 October 2000

PRINCE'S TRUST TRADING LIMITED

PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2000

	Notes	2000 £'000	1999 £'000
Turnover	2	**3,656**	3,518
Cost of sales		**(2,561)**	(2,024)
Gross profit		**1,095**	1,494
Administration costs		**(240)**	(244)
Operating profit/(loss)		**855**	1,250
Interest receivable		**17**	30
		872	1,280
Payments under Deed of Covenant & Gift Aid	7	**(872)**	(1,280)
Profit/(loss) on ordinary activities before taxation and retained profit/(loss) for the year	5	-	-

All the operations of the company are continuing.

The company has no recognised gains and losses other than the profits/(losses) shown above and therefore no separate statement of total recognised gains and losses has been presented.

There is no difference between the profit/(loss) on ordinary activities before taxation and the retained profit/(loss) for the year stated above, and their historical cost equivalents.

The notes on pages 6 to 8 form part of these financial statements.

PRINCE'S TRUST TRADING LIMITED

BALANCE SHEET
AT 31 MARCH 2000

	Notes	2000 £'000	1999 £'000
Current assets			
Stock	8	**5**	5
Debtors	9	**609**	488
Cash at bank and in hand		**117**	48
		731	541
Creditors: amount falling due within one year	10	**731**	541
Net assets		-	-
Capital and reserves			
Called up share capital	11	-	-
Profit and loss account	12	-	-
Shareholders' funds	13	-	-

The notes on pages 6 to 8 form part of these financial statements.

The financial statements on pages 4 to 8 were approved by the board of directors on 30 October 2000 and were signed on its behalf by:

T Shebbeare
Director

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2000

1. Principal accounting policies

The financial statements have been prepared in accordance with applicable Accounting Standards in the United Kingdom. A summary of the more important accounting policies, which have been applied consistently, is set out below.

Basis of accounting

The financial statements are prepared in accordance with the historical cost convention.

Income recognition

Royalty income is accounted for when received.

Trading income and investment income are accounted for on an accruals basis.

Stock

Stocks are stated at the lower of cost and net realisable value. Cost is determined on a first in first out basis. Where necessary, provision is made for obsolete, slow moving and defective stocks.

Cash flow statement

The company is a wholly owned subsidiary of The Prince's Trust . The cash flows of the company are included in the consolidated group cash flow statement of The Prince's Trust. Consequently, the company is exempt under the terms of Financial Reporting Standard No. 1 (revised) from publishing a cash flow statement.

2. Turnover

Turnover comprises income from events, royalties and sponsorship earned in the UK. Income such as royalties may be received for several years after the event.

3. Directors' emoluments

Tom Shebbeare and Richard Anderson are remunerated by The Prince's Trust; no remuneration is received by them from the company. No other director received remuneration during the year (1999: nil).

4. Employee Information

Prince's Trust Trading Ltd has no employees. £216,000 (1999: £139,000) was recharged from The Prince's Trust to cover the cost of The Prince's Trust employees utilised by Prince's Trust Trading Ltd.

5. Profit/(Loss) on ordinary activities before taxation

The honorary auditors made no charge for the annual audit of the financial statements (1999: nil). No charges were made for other services in the year (1999: nil).

6. Taxation

For the years ended 31 March 2000 and 31 March 1999 no liability to Corporation Tax has arisen.

7. Payment under Deed of Covenant and Gift Aid

The taxable profit for the year to 31 March 2000 is payable to The Prince's Trust Group under Deed of Covenant. Payments totalling £ 826,000 (1999 - £1,248,000) were made in the year to 31 March 2000. In addition, Gift Aided donations were made to Help A London Child of £46,000 (1999: £22,000 to Alone in London and £10,000 to The British Institute of Florence).

8. Stock

	2000 £'000	1999 £'000
Finished goods and goods for resale	**5**	5

9. Debtors

	2000 £'000	1999 £'000
Amounts falling due within one year		
Trade debtors	**93**	219
Amounts due from group companies	**1**	5
Other debtors	**219**	125
Prepayments and accrued income	**296**	139
	609	488

10. Creditors: amounts falling due within one year

	2000 £'000	1999 £'000
Trade Creditors	**65**	-
Amounts owed to group companies	**285**	160
Other taxation and social security	**16**	160
Accruals and deferred income	**365**	221
	731	541

11. Called up share capital

	2000 £	1999 £
Authorised		
100 ordinary shares of £1 each	**100**	100
Allotted, called up and paid		
2 ordinary shares of £1 each	**2**	2

12. Profit and loss account

	2000 £'000	1999 £'000
At 1 April 1999	-	-
Retained profit/(loss) for the year	-	-
At 31 March 2000	-	-

13. Reconciliation of movements in shareholders' funds

	2000 £'000	1999 £'000
Opening shareholders' funds	-	-
Profit/(loss) for the financial year	-	-
Closing shareholders' funds	-	-

14. Related Party Transactions

The company has taken advantage of the exemption provided by Financial Reporting Standard No. 8 on Related Party Transactions from disclosing transactions with entities, 90% or more of whose voting rights are controlled within the group, and where consolidated financial statements are publicly available.

15. Ultimate parent undertaking

The company is beneficially controlled by The Prince's Trust, a company limited by guarantee (no. 3127222) and registered charity (no. 1053579). Its registered office is 18 Park Square East, London NW1 4LH.

Copies of the ultimate parent company's consolidated financial statements may be obtained from the Company Secretary, 18 Park Square East, London NW1 4LH.