

LYCEUM THEATRE TRADING LIMITED

FINANCIAL STATEMENTS

For the year to 31 March 2003



LYCEUM THEATRE TRADING LIMITED

DIRECTORS' REPORT

The directors submit their report and financial statements for the year ended 31 March 2003.

Results

The profit for the year before tax amounted to £301 (2002: £782). A contribution was made to the ultimate parent undertaking under gift aid of £61,162 (2002: £72,615). The retained profit for the year was £301 (2002: £782).

Review of the business

The company's principal activity during the year was the provision of bar and catering facilities.

Fixed assets

The changes in fixed assets during the year are summarised in the notes to the financial statements.

Directors and their interests

The directors and their interests in the shares of the company during the year were as follows:

	Ordinary shares	
	2003	2002
Councillor Stephen Cardownie	-	-
Philip Oppenheim (resigned 27/09/02)	-	-

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 accounts 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 accounts 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

A resolution to reappoint Messrs Chiene & Tait, CA as auditors will be put to the shareholders at the Annual General Meeting.

BY ORDER OF THE BOARD



TM COMPANY SERVICES LIMITED
Secretaries

26/9 2003



INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDER OF LYCEUM THEATRE TRADING LIMITED

We have audited the financial statements of Lyceum Theatre Trading Limited for the year ended 31 March 2003 set out on pages 3 to 8. These financial statements have been prepared under the historical cost convention and the accounting policies set out therein.

This report is made solely to the company's shareholder, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's shareholder 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 company and the company's shareholder, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As described in the Statement of Directors' Responsibilities the company's directors are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

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 Companies Act 1985. 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 with the company is not disclosed.

We read the Directors' Report and consider the implications for our report if we become aware of any apparent misstatements within it.

Basis of audit opinion

We conducted our audit in accordance with United Kingdom 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 2003 and of its result for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

CHIENE & TAIT CA
Registered Auditors
61 Dublin Street
Edinburgh EH3 6NL

27 August, 2003

LYCEUM THEATRE TRADING LIMITED

PROFIT and LOSS ACCOUNT

For the year ended 31 March 2003

	Notes	2003 £	2002 £
Turnover	2	238,845	242,790
Cost of sales		(158,796)	(146,632)
Gross profit		80,049	96,158
Administrative expenses		(19,110)	(22,817)
Operating profit	3	60,939	73,341
Interest receivable		528	62
Interest payable	5	(4)	(6)
Contribution to parent undertaking under gift aid		(61,162)	(72,615)
Profit for the year before taxation		301	782
Taxation	6	-	-
Profit for the year after taxation and retained profit for the year		301	782

All results relate to continuing activities.

A Statement of Total Recognised Gains and Losses is not shown as all gains and losses are recognised in the profit and loss account.

The notes on page 5 to 8 form part of these financial statements.

LYCEUM THEATRE TRADING LIMITED

BALANCE SHEET

As at 31 March 2003

	Notes	£	2003 £	£	2002 £
Fixed assets					
Tangible assets	7		4,616		5,719
Current assets					
Stocks	8	8,037		6,226	
Debtors	9	7,026		17,572	
Cash at bank and in hand		15,450		11,125	
		<u>30,513</u>		<u>34,923</u>	
Creditors: Amounts falling due within one year	10	<u>43,201</u>		<u>49,015</u>	
Net current liabilities			<u>(12,688)</u>		<u>(14,092)</u>
Total assets less current liabilities			<u>(8,072)</u>		<u>(8,373)</u>
Capital and reserves					
Share capital	11		2		2
Reserves	12		(8,074)		(8,375)
Equity shareholders' funds	13		<u>(8,072)</u>		<u>(8,373)</u>

Approved by the Board of Directors and signed on its behalf by:

..... *S Candennie* Director

Edinburgh, 12 August 2003

The notes on page 5 to 8 form part of these financial statements.

LYCEUM THEATRE TRADING LIMITED

NOTES to the FINANCIAL STATEMENTS

For the year ended 31 March 2003

1. Accounting policies

Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with generally accepted accounting standards in the United Kingdom.

Depreciation

Depreciation is provided on all tangible fixed assets at rates calculated to write off the cost, less estimated residual value, of each asset evenly over its expected useful life, as follows:

Bar and room hire equipment - over 5 years

Stocks

Stocks are stated at the lower of cost incurred in bringing each product to its present location and condition, and net realisable value.

Cash flow statement

The company is a small company as defined by S247 of the Companies Act 1985, and is entitled to exemption from the preparation of a cash flow statement as required under FRS1 (revised). Consequently, a cash flow statement has not been prepared.

2. Turnover

Turnover includes bar, catering and merchandise receipts and is stated net of value added tax.

3. Operating profit

	2003 £	2002 £
This is stated after charging:		
Auditors' remuneration	1,150	1,199
Depreciation - owned assets	2,008	1,897
leased assets	-	1,950
	<u> </u>	<u> </u>

4. Staff costs

	2003 £	2002 £
Wages and salaries	61,613	52,867
Social security costs	2,873	2,828
Pension costs	229	-
	<u> </u>	<u> </u>
	64,715	55,695
	<u> </u>	<u> </u>

The average monthly number of employees during the year was made up as follows:

	No.	No.
Bar and catering staff	10	8
	<u> </u>	<u> </u>

LYCEUM THEATRE TRADING LIMITED

NOTES to the FINANCIAL STATEMENTS (Contd.)

For the year ended 31 March 2003

	2003	2002
	£	£
5. Interest payable and similar charges		
Bank charges	4	6
	<u> </u>	<u> </u>
6. Taxation		
Charge for the year	-	-
	<u> </u>	<u> </u>

Factors affecting the tax charge for the period

Profit on ordinary activities before tax	301	782
	<u> </u>	<u> </u>
Profit on activities multiplied by standard rate		
Corporation tax in the UK (20%)	57	156
	<u> </u>	<u> </u>
Effects of Capital Allowances for period in excess of depreciation	(57)	(156)
	<u> </u>	<u> </u>
	<u> </u>	<u> </u>

Profits in the company are transferred by way of gift aid to the parent undertaking.

7. Tangible fixed assets	Bar and Room hire Equipment £
Cost	
At 1 April 2002	60,552
Additions	905
	<u> </u>
At 31 March 2003	61,457
	<u> </u>
Depreciation	
At 1 April 2002	54,833
Provided during the year	2,008
	<u> </u>
At 31 March 2003	56,841
	<u> </u>
Net book value	
At 31 March 2003	4,616
	<u> </u>
At 31 March 2002	5,719
	<u> </u>

LYCEUM THEATRE TRADING LIMITED**NOTES to the FINANCIAL STATEMENTS (Contd.)****For the year ended 31 March 2003**

8. Stocks	2003	2002
	£	£
Goods for resale	8,037	6,226

9. Debtors

Trade debtors	6,457	16,684
Prepayments	569	888
	7,026	17,572

10. Creditors: amounts falling due within one year

Trade creditors	6,605	12,287
Amount owed to parent undertaking	23,154	1,218
Other taxes and social security costs	8,850	8,650
Other creditors	-	5,589
Accruals	1,373	4,005
Deferred income	3,219	17,266
	43,201	49,015

11. Share capital

	Authorised No.	Allotted & Called Up £
Ordinary shares £1 each	100	2

LYCEUM THEATRE TRADING LIMITED

NOTES to the FINANCIAL STATEMENTS (Contd.)

For the year ended 31 March 2003

12. Reserves	2003	2002
	£	£
Profit and loss account		
At 1 April 2002	(8,375)	(9,157)
Retained profit for the year	301	782
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At 31 March 2003	<u>(8,074)</u>	<u>(8,375)</u>

13. Reconciliation of movements in equity shareholders' funds

At 1 April 2002	(8,373)	(9,155)
Retained profit for the year	301	782
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At 31 March 2003	<u>(8,072)</u>	<u>(8,373)</u>

14. Going concern

The company depends on funding from its parent undertaking, the Royal Lyceum Theatre Company Limited, to meet the claims of creditors as they fall due. The parent undertaking itself is dependent on grants and facilities from outside sources being obtained.

15. Parent undertaking

The parent undertaking and immediate controlling party throughout the year was the Royal Lyceum Theatre Company Limited which is limited by guarantee and incorporated in Scotland.

16. Related party transactions and ultimate controlling party

In the directors' opinion, there is no ultimate controlling party.

At the year end the company was owed £38,008 by its parent undertaking, the Royal Lyceum Theatre Company Limited. In addition, the company owed its parent undertaking £61,162, representing the contribution of its profits for the year under gift aid, leaving a balance of £23,154 due to its parent undertaking.