

LYCEUM THEATRE TRADING LIMITED

FINANCIAL STATEMENTS

For the year ended 31 March 2004



LYCEUM THEATRE TRADING LIMITED

Company Information

Director	Councillor Stephen Cardownie
Company Secretary	T M Company Services Limited
Registered Office	Royal Lyceum Theatre Grindlay Street Edinburgh EH3 9AX
Bankers	Bank of Scotland 1 Castle Terrace Edinburgh
Auditors	Chiene & Tait, CA 61 Dublin Street Edinburgh EH3 6NL
Company Number	SC125708

LYCEUM THEATRE TRADING LIMITED

DIRECTOR'S REPORT

The director submits his report and financial statements for the year ended 31 March 2004.

Principal activity

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

Results

The trading profit for the year amounted to £54,787 (2003: £61,463). A contribution was made to the parent undertaking, The Royal Lyceum Theatre Company Limited, under gift aid of £46,713 (2003: £61,162). This resulted in a retained profit for the year of £8,074 (2003: £301).

Director and his interests

The director and his interests in the shares of the company during the year were as follows:

	Ordinary shares of £1 each	
	2004	2003
Councillor Stephen Cardownie	-	-

Statement of director's responsibilities

Company law requires the director 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 director is 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 going concern basis of preparation is discussed further in note 15 to the financial statements.

The director is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable him to ensure that the accounts comply with the Companies Act 1985. He is 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
Company Secretary

WJ 1 2004



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 2004 set out on pages 4 to 9. 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 director and auditors

As described in the Statement of Director's Responsibilities the company's director is 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 Director's 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 director's remuneration and transactions with the company is not disclosed.

We read the Director's 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 director 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 2004 and of its profit 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

31 January 2005

LYCEUM THEATRE TRADING LIMITED**PROFIT and LOSS ACCOUNT****For the year ended 31 March 2004**

	Note	2004 £	2003 £
Turnover	2	220,221	238,845
Cost of sales		(146,168)	(158,796)
Gross profit		74,053	80,049
Administrative expenses		(20,135)	(19,110)
Operating profit	3	53,918	60,939
Interest receivable		869	528
Interest payable and similar charges	5	-	(4)
Contribution to parent undertaking under gift aid		(46,713)	(61,162)
Profit on ordinary activities before taxation		8,074	301
Taxation	6	-	-
Retained profit for the financial year		8,074	301

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 pages 6 to 9 form part of these financial statements.

LYCEUM THEATRE TRADING LIMITED

BALANCE SHEET

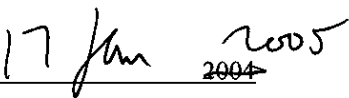
As at 31 March 2004

	Note	£	2004 £	£	2003 £
Fixed assets					
Tangible assets	7		4,109		4,616
Current assets					
Stocks	8	6,114		8,037	
Debtors	9	7,153		7,026	
Cash at bank and in hand		33,848		15,450	
		<u>47,115</u>		<u>30,513</u>	
Creditors: Amounts falling due within one year	10	<u>51,222</u>		<u>43,201</u>	
Net current liabilities			(4,107)		(12,688)
Net assets/(liabilities)			<u>2</u>		<u>(8,072)</u>
Capital and reserves					
Share capital	11		2		2
Profit and loss account	12		-		(8,074)
Equity shareholder's funds	13		<u>2</u>		<u>(8,072)</u>

Approved by the Director:



STEPHEN CARDOWNIE


17 Jan 2005
2004

The notes on pages 6 to 9 form part of these financial statements.

LYCEUM THEATRE TRADING LIMITED

NOTES to the FINANCIAL STATEMENTS

For the year ended 31 March 2004

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

	2004	2003
	£	£
This is stated after charging:		
Auditors' remuneration	2,350	1,150
Depreciation	2,276	2,008
Director's remuneration	-	-
	<u> </u>	<u> </u>

4. Staff costs

	2004	2003
	£	£
Wages and salaries	45,221	61,613
Social security costs	1,648	2,873
Pension costs	63	229
	<u> </u>	<u> </u>
	46,932	64,715
	<u> </u>	<u> </u>

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

	No.	No.
Bar and catering staff	<u> 7 </u>	<u> 10 </u>

LYCEUM THEATRE TRADING LIMITED

NOTES to the FINANCIAL STATEMENTS (Contd.)

For the year ended 31 March 2004

	2004	2003
	£	£
5. Interest payable and similar charges		
Bank interest	-	4
	<u> </u>	<u> </u>
6. Taxation		
Charge for the year	-	-
	<u> </u>	<u> </u>
Factors affecting the tax charge for the year:		
Profit on ordinary activities before taxation	8,074	301
	<u> </u>	<u> </u>
Profit on activities multiplied by standard rate of		
Corporation tax in the UK (19%)	1,534	57
Utilisation of nil rate band	(1,616)	-
Capital allowances for year lower than / (in excess) of depreciation	30	(57)
Expenses disallowed	52	-
	<u> </u>	<u> </u>
	-	-
	<u> </u>	<u> </u>

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

	Bar and Room Hire Equipment £
7. Tangible fixed assets	
Cost	
At 1 April 2003	61,457
Additions	1,769
	<u> </u>
At 31 March 2004	63,226
	<u> </u>
Depreciation	
At 1 April 2003	56,841
Provided during the year	2,276
	<u> </u>
At 31 March 2004	59,117
	<u> </u>
Net book value	
At 31 March 2004	4,109
	<u> </u>
At 31 March 2003	4,616
	<u> </u>

LYCEUM THEATRE TRADING LIMITED

NOTES to the FINANCIAL STATEMENTS (Contd.)

For the year ended 31 March 2004

8. Stocks	2004	2003
	£	£
Goods for resale	6,114	8,037

9. Debtors	2004	2003
	£	£
Trade debtors	4,236	6,457
Prepayments and accrued income	2,917	569
	7,153	7,026

10. Creditors: amounts falling due within one year

	2004	2003
	£	£
Trade creditors	16,097	6,605
Amount owed to parent undertaking	25,628	23,154
Other taxes and social security costs	5,139	8,850
Accruals	4,358	1,373
Deferred income	-	3,219
	51,222	43,201

11. Share capital	Authorised No.	Allotted & Called Up £
Ordinary shares of £1 each	100	2

12. Profit and loss account	2004	2003
	£	£
At 1 April 2003	(8,074)	(8,375)
Retained profit for the year	8,074	301
At 31 March 2004	-	(8,074)

LYCEUM THEATRE TRADING LIMITED

NOTES to the FINANCIAL STATEMENTS (Contd.)

For the year ended 31 March 2004

13. Reconciliation of movements in equity shareholder's funds

At 1 April 2003	(8,072)	(8,373)
Retained profit for the year	8,074	301
At 31 March 2004	2	(8,072)

14. 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.

15. 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 is dependent on grants and facilities being obtained from outside sources.

16. Related party transactions and ultimate controlling party

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

At the year end the company was owed £21,085 by its parent undertaking, The Royal Lyceum Theatre Company Limited. In addition, the company owed its parent undertaking £46,713, representing the contribution of its profits for the year under gift aid, leaving a balance of £25,628 due to the parent undertaking.