

FESTIVAL FRINGE TRADING LIMITED

FINANCIAL STATEMENTS

30 November 2002

Registered number: SC 130813



BAKER TILLY

CHARTERED ACCOUNTANTS

EDINBURGH

FESTIVAL FRINGE TRADING LIMITED

FINANCIAL STATEMENTS

for the year ended 30 November 2002

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FESTIVAL FRINGE TRADING LIMITED**COMPANY INFORMATION****30 November 2002**

INCORPORATED	Scotland
NUMBER	SC 130813
DIRECTORS	Baroness Smith of Gilmorehill Allan Woolfe
SECRETARY	Lynn Taylor
REGISTERED OFFICE	16 Hill Street Edinburgh EH2 3LD
BANKERS	Royal Bank of Scotland plc 31 North Bridge Edinburgh EH1 1SF
SOLICITORS	Bell & Scott W.S. 16 Hill Street Edinburgh EH2 3LD
AUDITORS	Baker Tilly Chartered Accountants 23 Queen Street EDINBURGH EH2 1JX

FESTIVAL FRINGE TRADING LIMITED

DIRECTORS' REPORT

30 November 2002

The directors present their report and the audited financial statements for the year ended 30 November 2002.

Principal activity

The principal activity of the company is the sale of souvenir items relating to the Edinburgh Festival Fringe.

Directors

The directors of the company during the year and their interests in the shares of the company as recorded in the register of directors' interests were as follows

	30 November 2002	1 December 2001
	Ordinary shares	Ordinary shares
Baroness Smith of Gilmorehill	-	-
Allan Woolfe	-	-

Auditors

Baker Tilly have agreed to offer themselves for re-appointment as auditors of the company.

Small company exemptions

This report is prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

180 High Street
Edinburgh
EH1 1QS

On behalf of the Board

Lynne H. Taylor
.....
Secretary
Date: 14/6/03

FESTIVAL FRINGE TRADING LIMITED**STATEMENT OF DIRECTORS' RESPONSIBILITIES**

We are required under company law to prepare financial statements for each financial year which give a true and fair view of the state of the company's affairs, and of the profit or loss of the company for that year.

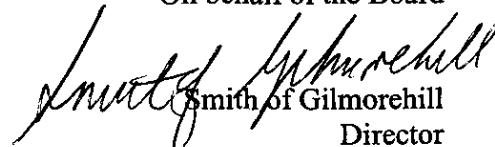
In preparing these financial statements, the directors are required to:

- select suitable accounting policies and 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.

We are responsible for:

- keeping proper accounting records;
- safeguarding the company's assets;
- taking reasonable steps for the prevention and detection of fraud and other irregularities.

On behalf of the Board


Stuart Gilmorehill
Director
14/6/03

FESTIVAL FRINGE TRADING LIMITED**AUDITORS' REPORT****Auditors' report to the members of****Festival Fringe Trading Limited**

We have audited the financial statements on pages 5 to 9 which have been prepared under the historical cost convention and the accounting policies set out on page 7.

This report is made solely to the company's members, as a body, 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 members those matters we are required to state to them in an auditor's 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 members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As described on page 3, the company's directors 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 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 error or other irregularity. 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 30 November 2002 and of its profits for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

Date: 18 June 2003
EDINBURGH

Baker Tilly
Registered Auditors
Chartered Accountants

FESTIVAL FRINGE TRADING LIMITED

PROFIT AND LOSS ACCOUNT

for the year ended 30 November 2002

		2002	2001
	Note	£	£
Turnover	2	86,180	61,830
Cost of sales		(39,729)	(29,424)
Gross profit		<u>46,451</u>	<u>32,406</u>
Net operating expenses			
Distribution costs		-	-
Administrative expenses		(18,214)	(12,388)
Other operating charges		(27,000)	(20,000)
Operating profit	3	<u>1,237</u>	<u>18</u>
Investment income	4	136	100
Profit on ordinary activities before taxation		<u>1,373</u>	<u>118</u>
Taxation		(45)	(12)
Profit on ordinary activities after taxation		<u>1,328</u>	<u>106</u>
retained for the year	9	<u>1,328</u>	<u>106</u>

Movements in reserves are shown in note 9.

None of the company's activities was acquired or discontinued during the above two financial years.

There are no recognised gains and losses in 2002 or 2001 other than the profit for the year.

FESTIVAL FRINGE TRADING LIMITED

BALANCE SHEET

at 30 November 2002

	Note	2002 £	2001 £
Current assets			
Stocks		15,110	16,094
Debtors	5	4,048	3,197
Cash at bank and in hand		4,889	12,568
		<u>24,047</u>	<u>31,859</u>
Creditors: amounts falling due within one year	6	(13,462)	(22,602)
Net current assets		<u>10,585</u>	<u>9,257</u>
Total assets less current liabilities		<u>10,585</u>	<u>9,257</u>
Capital and reserves			
Called up share capital	8	100	100
Profit and loss account	9	10,485	9,157
Total shareholders' funds	7	<u>10,585</u>	<u>9,257</u>

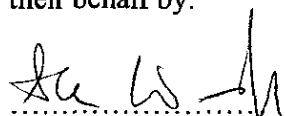
The directors are satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the accounts for the year by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

The directors acknowledge their responsibilities for:

- (i) ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and
- (ii) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company.

These financial statements have been prepared in accordance with the special provisions for small companies under Part VII of the Companies Act 1985.

These financial statements were approved by the directors on the 14/6/03, and are signed on their behalf by:



Director

FESTIVAL FRINGE TRADING LIMITED

NOTES ON FINANCIAL STATEMENTS

30 November 2002

1 Accounting policies

Basis of accounting

The financial statements have been prepared under the historical cost accounting rules.

Cash flow statement

The company has taken advantage of the exemption from preparing a cash flow statement conferred by Financial Reporting Standard No. 1 on the grounds that it qualifies as a small company under the Companies Act 1985.

Stocks

Stocks are valued at the lower of cost and net realisable value. Cost is computed on a first in first out basis. Net realisable value is based on estimated selling price less the estimated cost of disposal.

2 Turnover

Turnover represents the amount derived from the provision of goods and services falling within the company's activities after deduction of trade discounts and value added tax. All of the company's turnover was derived from within the United Kingdom.

3 Operating profit

	2002 £	2001 £
Operating profit is stated after charging:		
Auditors' remuneration	1,400	1,300
Gift aid	(27,000)	(20,000)

4 Investment income

	2002 £	2001 £
Interest receivable	136	100

FESTIVAL FRINGE TRADING LIMITED

NOTES ON FINANCIAL STATEMENTS

30 November 2002

5 Debtors

	2002	2001
	£	£
Amounts falling due within one year		
Trade debtors	806	1,598
VAT recoverable	3,242	1,599
	<u>4,048</u>	<u>3,197</u>
	<u><u>4,048</u></u>	<u><u>3,197</u></u>

There are no amounts falling due after one year.

6 Creditors: amounts falling due within one year

	2002	2001
	£	£
Trade creditors	150	1
Other creditors	13,267	22,589
Corporation tax	45	12
	<u>13,462</u>	<u>22,602</u>
	<u><u>13,462</u></u>	<u><u>22,602</u></u>

There are no amounts falling due after one year.

7 Reconciliation of movements in shareholders' funds

	2002	2001
	£	£
Profit for the financial year	1,328	106
	<u>1,328</u>	<u>106</u>
Net addition to shareholders' funds	1,328	106
Opening shareholders' funds	9,257	9,151
Closing shareholders' funds	<u>10,585</u>	<u>9,257</u>
	<u><u>10,585</u></u>	<u><u>9,257</u></u>

FESTIVAL FRINGE TRADING LIMITED

NOTES ON FINANCIAL STATEMENTS

30 November 2002

8 Called up share capital

	2002		2001	
	Number of shares	£	Number of shares	£
Authorised (equity)				
Ordinary shares of £1 each	100	100	100	100
Allotted called up and fully paid (equity)				
Ordinary shares of £1 each	100	100	100	100

9 Profit and loss account

	2002 £
1 December 2001	9,157
Accumulated profit for the year	1,328
30 November 2002	10,485

10 Ultimate parent undertaking

The ultimate controlling party is The Festival Fringe Society Limited, a company limited by guarantee and registered in Scotland.

11 Related Parties Transaction

Under Financial Reporting Standard 8, the company is exempt from disclosing related party transactions due to consolidated accounts being prepared by the ultimate controlling party.