

# MUSCULAR DYSTROPHY GROUP (TRADING) LIMITED

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Company Number: 893086

## Annual Report and Accounts 1997



# **Muscular Dystrophy Group (Trading) Limited**

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## **DIRECTORS' REPORT AND ACCOUNTS FOR THE YEAR ENDED 30 APRIL 1997**

### **Principal Activities**

The business of the company continues to be raising funds for the Muscular Dystrophy Group of Great Britain and Northern Ireland, a registered charity, through trading events and activities. It covenants all its profits to the Charity.

### **Accounting Reference Date**

During the year the Directors determined to prepare their next set of accounts up to 31 December 1997, in order to bring the year end in line with that of the parent.

### **Results and Dividends**

The results for the year and the state of the company's affairs are set out in the attached accounts.

### **Directors and their Interests**

The Directors who served during the year were:

J F G Logan  
A Jackson (resigned 22 April 1997)  
D Sowter  
L G N Onwufuju (resigned 22 April 1997)  
C K Rushton  
C L Washington

No director had a beneficial interest in the share capital of the company at any time during the year.

### **Statement of Directors Responsibilities in Respect of the Accounts**

Company law requires the Directors to prepare accounts for each financial year which give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit or loss of the company for that period. In preparing those accounts, 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.

By order of the board



D Sowter  
Secretary  
22 October 1997

# Muscular Dystrophy Group (Trading) Limited

## **AUDITORS' REPORT TO THE SHAREHOLDERS OF MUSCULAR DYSTROPHY GROUP (TRADING) LIMITED**

We have audited the accounts on pages 3 to 7.

### **Respective responsibilities of Directors and Auditors**

As described on page 1 the Company's Directors are responsible for the preparation of accounts. It is our responsibility as auditors to form an independent opinion, based on our audit, on those accounts 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 accounts. It also includes an assessment of the significant estimates and judgements made by the Directors in the preparation of the accounts, 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 information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the accounts 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 accounts.

### **Opinion**

In our opinion the accounts give a true and fair view of the state of the company's affairs as at 30 April 1996 and of its results for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

*Moores Rowland*  
**Moores Rowland**  
Chartered Accountants  
Registered Auditors  
London *27 October 1997*

# Muscular Dystrophy Group (Trading) Limited

## PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 30 APRIL 1997

	Notes	1997 £	1996 £
Turnover	2	1,901,366	1,462,402
Cost of Sales		(1,014,442)	(1,023,147)
Gross Profit		886,924	439,255
Other operating income	3	12,362	35,380
		899,286	474,635
Administrative Expenses		(100,205)	(84,613)
Profit on Ordinary Activities	4	799,081	390,022
Tax on profit on ordinary activities	5	276	-
Profit for the year		799,357	390,022
Payment under deed of covenant		(799,355)	(390,045)
Retained Profit /(Loss) for the Year	10	2	(23)

There are no recognised gains and losses other than those disclosed above. All operations are continuing operations.

# Muscular Dystrophy Group (Trading) Limited

BALANCE SHEET AT 30 APRIL 1997

	Notes	1997 £	1996 £
<b>Fixed Assets</b>			
Tangible Assets	6	740	1,319
<b>Current Assets</b>			
Stocks of goods held for resale		48,432	19,562
Debtors	7	77,340	273,909
Cash at bank and in hand		10,796	85,582
		<u>136,568</u>	<u>379,053</u>
<b>Creditors: amounts falling due within one year</b>	8	137,208	380,274
<b>Net current assets/(liabilities)</b>		<u>(640)</u>	<u>1,221</u>
<b>Total Assets</b>		<u>100</u>	<u>98</u>
<b>Capital and Reserves</b>			
Share capital	9	100	100
Profit and Loss account	10	-	(2)
Equity Shareholders' Funds	11	<u>100</u>	<u>98</u>

Approved on behalf of the Directors on 22 October 1997

*James Brooke Turner*

JE Brooke Turner  
Director

# Muscular Dystrophy Group (Trading) Limited

## NOTES TO THE ACCOUNTS

### 1 ACCOUNTING POLICIES

#### Accounting convention

The Accounts are prepared under the historical cost convention and in accordance with applicable accounting standards.

#### Stocks

Stocks of goods held for resale are valued at the lower of cost and net realisable value.

#### Income recognition

Income is recognised on receipt or accrued as income as soon as it is practicable and prudent to do so.

Income from fundraising activities is credited to the profit and loss account when receivable.

#### Depreciation

The expected useful life of certain assets was reassessed during the year. Depreciation is now provided on tangible fixed assets calculated on a straight line basis to write off the cost over four years. This has resulted in an additional charge of £249 in this year's accounts.

#### Deferred Taxation

Deferred tax, calculated using the liability method, is accounted for taxation deferred by reasons of timing differences, and to the extent that it is probable that a liability or asset will crystallise.

### 2 TURNOVER

Turnover represents the invoiced amount of Christmas cards, branded goods, and other goods sold during the year together with income from fundraising activities, stated net of recoverable value added tax.

### 3 OTHER OPERATING INCOME

Other operating income comprises:

Bank interest receivable

Commission from merchandising

1997  
£

1996  
£

12,362

11,918

-

23,462

12,362

35,380

### 4 PROFIT ON ORDINARY ACTIVITIES

This is stated after charging:

Depreciation

Directors' emoluments

Auditors' remuneration

1997  
£

1996  
£

579

330

3,000

3,000

The company has no employees and all administration services are provided by the parent company.

# Muscular Dystrophy Group (Trading) Limited

## NOTES TO THE ACCOUNTS

### 5 TAX ON PROFIT ON ORDINARY ACTIVITIES

	1997 £	1996 £
Deferred Tax	276	-
	<u>276</u>	<u>-</u>

### 6 TANGIBLE FIXED ASSETS

	Office equipment £
Cost:	
At 1 May 1996	1,744
Additions	-
At 30 April 1997	<u>1,744</u>
Depreciation:	
At 1 May 1996	425
Charge for the year	579
At 30 April 1997	<u>1,004</u>
Net book value:	
At 30 April 1997	<u>740</u>
Net book value:	
At 30 April 1996	<u>1,319</u>
At 30 April 1997	<u>740</u>

### 7 DEBTORS

	1997 £	1996 £
Trade receivables	27,711	54,141
Other debtors	908	21,895
Prepayments	8,810	76,390
Income tax debtor on covenant overpaid	11,876	52,489
Amount due from related party	28,035	68,994
	<u>77,340</u>	<u>273,909</u>

All trade receivables are for sales to branches on normal credit terms.

# Muscular Dystrophy Group (Trading) Limited

## NOTES TO THE ACCOUNTS

### 8 CREDITORS: amounts falling due within one year

	1997	1996
	£	£
Trade creditors	28,129	66,872
Income Tax payable	100,991	186,071
Accruals and deferred income	8,088	127,331
	<u>137,208</u>	<u>380,274</u>

### 9 SHARE CAPITAL

	1997	1996
	£	£
Authorised, allotted and fully paid ordinary shares of £1 each	<u>100</u>	<u>100</u>

### 10 PROFIT AND LOSS ACCOUNT

	1997	1996
	£	£
Retained profits at 1 May 1996	(2)	21
Retained profit for the period	<u>2</u>	<u>(23)</u>
Retained profits at 30 April 1997	<u>-</u>	<u>(2)</u>

### 11 RECONCILIATION OF MOVEMENT IN SHAREHOLDERS' FUNDS

	1997	1996
	£	£
Profit for the financial period	2	(2)
Opening equity shareholders' funds	<u>98</u>	<u>100</u>
Closing equity shareholders' funds	<u>100</u>	<u>98</u>

### 12 RELATED PARTIES

The ultimate parent company and controlling party is the Muscular Dystrophy Group of Great Britain & Northern Ireland, a company limited by guarantee and registered in England and Wales.

Copies of the consolidated accounts are available from 7-11 Prescott Place, London SW4 6BS.

Accordingly, advantage has been taken of the exemption from disclosing transactions and balances with other group companies as permitted by Financial Reporting Standard No 8.