

COMPANY REGISTRATION NUMBER 3141067

**BUTTERWICK LOTTERIES
LIMITED**

FINANCIAL STATEMENTS

31 DECEMBER 2009



GILCHRIST TASH

Chartered Accountants & Statutory Auditor
Cleveland Buildings
Queen's Square
Middlesbrough
TS2 1PA

BUTTERWICK LOTTERIES LIMITED

FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2009

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BUTTERWICK LOTTERIES LIMITED

THE DIRECTORS' REPORT

YEAR ENDED 31 DECEMBER 2009

The directors have pleasure in presenting their report and the financial statements of the company for the year ended 31 December 2009

PRINCIPAL ACTIVITIES

The principal activity of the company during the year was the operation of a lottery. The company pays all its trading profits to its parent undertaking, Butterwick Limited (Registered Charity No 1044816) under gift aid. In respect of the financial year ended 31 December 2009 amounts payable under gift aid were £352,202.

DIRECTORS

The directors who served the company during the year were as follows

P F Riley
C J Davey
G Leggatt-Chidgey

DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they 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 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 adequate accounting records that are sufficient to show and explain the company's transactions and 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 2006. 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.

In so far as the directors are aware

- there is no relevant audit information of which the company's auditor is unaware, and
- the directors have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

BUTTERWICK LOTTERIES LIMITED

THE DIRECTORS' REPORT *(continued)*

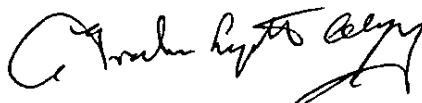
YEAR ENDED 31 DECEMBER 2009

SMALL COMPANY PROVISIONS

This report has been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006

Registered office
Middlefield Road
Stockton on Tees
TS19 8XN

Signed on behalf of the directors



G LEGGATT-CHIDGEY
Director

Approved by the directors on *27th September 2010*

BUTTERWICK LOTTERIES LIMITED

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF BUTTERWICK LOTTERIES LIMITED

YEAR ENDED 31 DECEMBER 2009

We have audited the financial statements of Butterwick Lotteries Limited for the year ended 31 December 2009 on pages 5 to 9. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (effective April 2008) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

This report is made solely to the company's shareholders, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's shareholders 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 shareholders as a body, for our audit work, for this report, or for the opinions we have formed.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITOR

As explained more fully in the Directors' Responsibilities Statement set out on page 1, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors.

SCOPE OF THE AUDIT OF THE FINANCIAL STATEMENTS

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by directors, and the overall presentation of the financial statements.

OPINION ON FINANCIAL STATEMENTS

In our opinion the financial statements

- give a true and fair view of the state of the company's affairs as at 31 December 2009 and of its result for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities, and
- have been prepared in accordance with the requirements of the Companies Act 2006.

OPINION ON OTHER MATTERS PRESCRIBED BY THE COMPANIES ACT 2006

In our opinion the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

BUTTERWICK LOTTERIES LIMITED

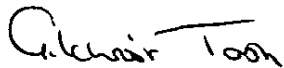
INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF BUTTERWICK LOTTERIES LIMITED *(continued)*

YEAR ENDED 31 DECEMBER 2009

MATTERS ON WHICH WE ARE REQUIRED TO REPORT BY EXCEPTION

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us, or
- the financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of directors' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit, or
- the directors were not entitled to prepare the financial statements and the directors' report in accordance with the small companies regime



FIONA PARKIN (Senior Statutory Auditor)

For and on behalf of

GILCHRIST TASH


Chartered Accountants & Statutory Auditor

Cleveland Buildings

Queen's Square

Middlesbrough

TS2 1PA

 28 SEPTEMBER 2010

BUTTERWICK LOTTERIES LIMITED

PROFIT AND LOSS ACCOUNT

YEAR ENDED 31 DECEMBER 2009

	Note	2009 £	2008 £
TURNOVER		609,787	607,419
Cost of sales		<u>150,273</u>	<u>172,802</u>
GROSS PROFIT		459,514	434,617
Administrative expenses		146,632	161,547
Other operating income		<u>(39,320)</u>	<u>(38,540)</u>
OPERATING PROFIT	2	352,202	311,610
Payments to parent undertaking under gift aid		<u>(352,202)</u>	<u>(311,610)</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		—	—
Tax on profit on ordinary activities	3	—	—
PROFIT FOR THE FINANCIAL YEAR		<u>—</u>	<u>—</u>

The notes on pages 7 to 9 form part of these financial statements.

BUTTERWICK LOTTERIES LIMITED

BALANCE SHEET

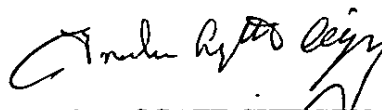
31 DECEMBER 2009

	Note	2009 £	2008 £
FIXED ASSETS			
Tangible assets	4	1,182	1,452
CURRENT ASSETS			
Debtors	5	43,061	13,609
Cash at bank and in hand		165,038	158,120
		<u>208,099</u>	<u>171,729</u>
CREDITORS: Amounts falling due within one year	6	<u>209,279</u>	<u>173,179</u>
NET CURRENT LIABILITIES		(1,180)	(1,450)
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>2</u>	<u>2</u>
CAPITAL AND RESERVES			
Called-up equity share capital	9	<u>2</u>	<u>2</u>
SHAREHOLDERS' FUNDS		<u>2</u>	<u>2</u>

These financial statements have been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006 and with the Financial Reporting Standard for Smaller Entities (effective April 2008)

These financial statements were approved by the directors and authorised for issue on 27th September 2010, and are signed on their behalf by


P F RILEY


G LEGGATT-CHIDGEY

Company Registration Number 3141067

The notes on pages 7 to 9 form part of these financial statements

BUTTERWICK LOTTERIES LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2009

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

Turnover

Turnover represents income received from subscriptions to the lottery adjusted to eliminate any advance payments received

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows

Computer equipment	- 25% straight line
Fixtures & Fittings	- 20% straight line

Deferred taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more tax, with the following exceptions

Provision is made for tax on gains arising from the revaluation (and similar fair value adjustments) of fixed assets, and gains on disposal of fixed assets that have been rolled over into replacement assets, only to the extent that, at the balance sheet date, there is a binding agreement to dispose of the assets concerned. However, no provision is made where, on the basis of all available evidence at the balance sheet date, it is more likely than not that the taxable gain will be rolled over into replacement assets and charged to tax only where the replacement assets are sold

Deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date

2. OPERATING PROFIT

Operating profit is stated after charging

	2009	2008
	£	£
Directors' remuneration	—	—
Depreciation	270	365
Auditor's fees	<u>3,000</u>	<u>3,235</u>

BUTTERWICK LOTTERIES LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2009

3. TAXATION ON ORDINARY ACTIVITIES

No UK corporation tax is payable as the company pays all profits to Butterwick Limited, a registered charity, under gift aid

4. TANGIBLE FIXED ASSETS

	Computer Equipment £	Fixtures & Fittings £	Total £
COST			
At 1 January 2009 and 31 December 2009	<u>3,737</u>	<u>987</u>	<u>4,724</u>
DEPRECIATION			
At 1 January 2009	2,534	738	3,272
Charge for the year	<u>196</u>	<u>74</u>	<u>270</u>
At 31 December 2009	<u>2,730</u>	<u>812</u>	<u>3,542</u>
NET BOOK VALUE			
At 31 December 2009	<u>1,007</u>	<u>175</u>	<u>1,182</u>
At 31 December 2008	<u>1,203</u>	<u>249</u>	<u>1,452</u>

5. DEBTORS

	2009 £	2008 £
Other debtors	<u>43,061</u>	<u>13,609</u>

6. CREDITORS: Amounts falling due within one year

	2009 £	2008 £
Trade creditors	1,652	1,764
Amounts owed to group undertakings	122,638	75,097
Other creditors	<u>84,989</u>	<u>96,318</u>
	<u>209,279</u>	<u>173,179</u>

7. PENSIONS

The group operates a defined contribution pension scheme. The assets of the scheme are held in independently administered funds.

The total pension cost charge for the year represents contributions payable by the company and amounted to £708 (2008 - £3,187).

BUTTERWICK LOTTERIES LIMITED

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2009

8. RELATED PARTY TRANSACTIONS

Butterwick Limited has a 25% interest in North East Hospices Lottery Limited. Butterwick Lotteries Limited acts as manager of North East Hospices Lottery Limited for which it receives a management fee. Fees charged for the year were £39,320 (2008 - £38,540).

All of the above transactions were carried out on an arms length commercial basis. The balance due to the company from North East Hospices Lottery Limited at 31 December 2009 was £40,025 (2008 - £11,922).

Advantage has been taken of the exemption not to disclose details of transactions with fellow group undertakings on the grounds that they are included in the consolidated accounts. The consolidated accounts are available from Butterwick Limited at its registered office, Middlefield Road, Stockton on Tees.

9. SHARE CAPITAL

Allotted, called up and fully paid:

	2009		2008	
	No	£	No	£
2 Ordinary shares of £1 each	<u>2</u>	<u>2</u>	<u>2</u>	<u>2</u>

10. ULTIMATE PARENT COMPANY

The company is a 100% owned subsidiary of Butterwick Limited, the ultimate parent company, which is a registered charity (no 1044816) incorporated in England.