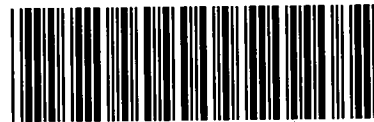


**Report of the Directors and
Financial Statements for the Year Ended 31 December 2013
for
Butterwick Lotteries Limited**

TUESDAY



A3HI279E

A89

30/09/2014

#129

COMPANIES HOUSE

**Contents of the Financial Statements
for the Year Ended 31 December 2013**

	Page
Company Information	1
Report of the Directors	2
Report of the Independent Auditors	3
Profit and Loss Account	4
Balance Sheet	5
Notes to the Financial Statements	6

Butterwick Lotteries Limited

**Company Information
for the Year Ended 31 December 2013**

DIRECTORS:

G Leggatt-Chidgey
J P Bury
Mrs B S Blakey

SECRETARY:

B Brown

REGISTERED OFFICE:

Middlefield Road
Stockton-on-Tees
Cleveland
TS19 8XN

REGISTERED NUMBER:

03141067 (England and Wales)

AUDITORS:

Davies Tracey
Chartered Accountants and Statutory Auditors
Swan House
Westpoint Road
Teesdale Business Park
Stockton on Tees
TS17 6BP

**Report of the Directors
for the Year Ended 31 December 2013**

The directors present their report with the financial statements of the company for the year ended 31 December 2013.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of 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 2013 amounts payable under gift aid were £313,019.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 January 2013 to the date of this report.

G Leggatt-Chidgey
J P Bury
Mrs B S Blakey

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Report of the Directors 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 these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting 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.

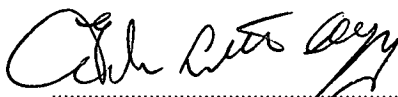
The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies 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.

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and each director has taken all the steps that he or she ought to have taken as a director in order to make himself or herself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

ON BEHALF OF THE BOARD:



.....
G Leggatt-Chidgey - Director

Date: 24.9.14
.....

We have audited the financial statements of Butterwick Lotteries Limited for the year ended 31 December 2013 on pages four to eight. 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 members, 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 members those matters we are required to state to them in a Report of the Auditors 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 explained more fully in the Statement of Directors' Responsibilities set out on page two, 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 and express an opinion on 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 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 the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Report of the Directors to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

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 2013 and of its profit 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 matter prescribed by the Companies Act 2006

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

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 in accordance with the small companies regime and take advantage of the small companies' exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Directors.



Craig McBride (Senior Statutory Auditor)
for and on behalf of Davies Tracey
Chartered Accountants and Statutory Auditors
Swan House
Westpoint Road
Teesdale Business Park
Stockton on Tees
TS17 6BP

Date: 24/9/14

**Profit and Loss Account
for the Year Ended 31 December 2013**

	Notes	2013 £	2012 £
TURNOVER		511,421	546,827
Cost of sales		<u>112,553</u>	<u>113,008</u>
GROSS PROFIT		398,868	433,819
Administrative expenses		<u>120,634</u>	<u>136,574</u>
		278,234	297,245
Other operating income		<u>34,785</u>	<u>35,200</u>
OPERATING PROFIT	2	313,019	332,445
Payments to parent undertaking under gift aid		<u>313,019</u>	<u>332,445</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		-	-
Tax on profit on ordinary activities	3	<u>-</u>	<u>-</u>
PROFIT FOR THE FINANCIAL YEAR		<u><u>-</u></u>	<u><u>-</u></u>

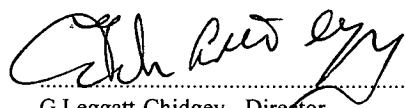
The notes form part of these financial statements

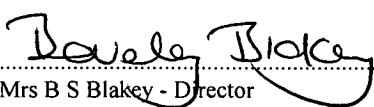
Balance Sheet
31 December 2013

		2013		2012	
	Notes	£	£	£	£
FIXED ASSETS					
Tangible assets	4		707		707
CURRENT ASSETS					
Debtors	5	12,056		12,734	
Cash at bank and in hand		82,407		73,745	
		<u>94,463</u>		<u>86,479</u>	
CREDITORS					
Amounts falling due within one year	6	95,168		87,184	
		<u></u>		<u></u>	
NET CURRENT LIABILITIES			(705)		(705)
			<u></u>		<u></u>
TOTAL ASSETS LESS CURRENT LIABILITIES			2		2
			<u><u>2</u></u>		<u><u>2</u></u>
CAPITAL AND RESERVES					
Called up share capital	7		2		2
			<u>2</u>		<u>2</u>
SHAREHOLDERS' FUNDS			<u><u>2</u></u>		<u><u>2</u></u>

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

The financial statements were approved by the Board of Directors on 24.9.14 and were signed on its behalf by:


G Leggatt-Chidgey - Director


Mrs B S Blakey - Director

**Notes to the Financial Statements
for the Year Ended 31 December 2013**

1. ACCOUNTING POLICIES

Accounting convention

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.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Fixtures and fittings	- 20% on cost
Computer equipment	- 25% on cost

Deferred tax

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 receive more tax, with the following exceptions:-

Provision is made for tax gains arising from the revaluation (and similar fair value adjustments) of fixed assets, and gains on disposal of fixed assets that have rolled over into replacement assets, only to the extent that, 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 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

The operating profit is stated after charging:

	2013 £	2012 £
Depreciation - owned assets	-	86
Auditors remuneration	<u>3,216</u>	<u>3,120</u>
Directors' remuneration	<u>-</u>	<u>-</u>

3. TAXATION

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

Notes to the Financial Statements - continued
for the Year Ended 31 December 2013

4. TANGIBLE FIXED ASSETS

	Fixtures and fittings £	Computer equipment £	Totals £
COST			
At 1 January 2013			
and 31 December 2013	<u>987</u>	<u>3,737</u>	<u>4,724</u>
DEPRECIATION			
At 1 January 2013			
and 31 December 2013	<u>937</u>	<u>3,080</u>	<u>4,017</u>
NET BOOK VALUE			
At 31 December 2013	<u>50</u>	<u>657</u>	<u>707</u>
At 31 December 2012	<u>50</u>	<u>657</u>	<u>707</u>

5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2013 £	2012 £
Trade debtors	802	-
Amounts owed by group undertakings	-	1,333
Other debtors	<u>11,254</u>	<u>11,401</u>
	<u>12,056</u>	<u>12,734</u>

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2013 £	2012 £
Trade creditors	2,025	1,042
Amounts owed to group undertakings	7,390	-
Other creditors	<u>85,753</u>	<u>86,142</u>
	<u>95,168</u>	<u>87,184</u>

7. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:			2013 £	2012 £
Number:	Class:	Nominal value:		
2	Ordinary shares	£1	<u>2</u>	<u>2</u>

8. RESERVES

	Profit and loss account £
Profit for the year	-
At 31 December 2013	<u>-</u>

**Notes to the Financial Statements - continued
for the Year Ended 31 December 2013**

9. 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.

10. 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 £34,785 (2012 - £35,200).

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 2013 was £7,995 (2012 - £8,853).

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.

11. 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 £1,186 (2012 - £1,062).