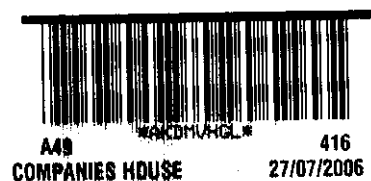


Companies House Copy  
Company No. 03292500

**THE MAKING IT INDUSTRIAL HERITAGE  
TRUST LIMITED**  
(A company limited by guarantee  
and a registered charity)

**Report and Financial Statements**

**For the year ended 30th September 2005**



**THE MAKING IT INDUSTRIAL HERITAGE TRUST LIMITED**  
**(A company limited by guarantee)**

**REPORT AND FINANCIAL STATEMENTS**  
For the year ended 30th September 2005

<b>Contents</b>	<b>Page</b>
Charity Information	1
Directors' and Trustees' Report	2
Independent Auditors' Report	6
Consolidated Statement of Financial Activities	7
Consolidated Balance Sheet	8
Balance Sheet	9
Accounting Policies	10
Notes to the Consolidated Financial Statements	12
Detailed Income and Expenditure Account	20

**THE MAKING IT INDUSTRIAL HERITAGE TRUST LIMITED**  
**(A company limited by guarantee)**

1

**CHARITY INFORMATION**

<b>Directors and Trustees:</b>	J. Fearon (Chairman) Cllr. G.K. Naylor W. McCosh CBE Cllr. C. Winterton Cllr. J.D. McCrossan K. Daly (appointed 8th November 2004)
<b>Secretary:</b>	Mrs. S. Walters
<b>Company Number:</b>	3292500
<b>Charity Number:</b>	1064919
<b>Registered Office and Principal Address:</b>	Chadburn House, Weighbridge Road, Littleworth, Mansfield, Notts. NG18 1AH
<b>Registered Auditors:</b>	Horwath Barnett & Turner, Chartered Accountants and Registered Auditors, Cromwell House, 68 West Gate, Mansfield, Notts. NG18 1RR
<b>Bankers:</b>	HSBC Bank PLC, 1 Leeming Street, Mansfield, Notts. NG18 1LU
<b>Solicitors:</b>	Shacklocks, Solicitors, St. Peter's House, Bridge Street, Mansfield, Notts. NG18 1AL

**DIRECTORS' AND TRUSTEES' REPORT**

The directors and trustees present their report and financial statements for the year ended 30th September 2005.

**Objects, Principal Activities and Organisation**

The Trust is constituted as a company limited by guarantee and is therefore governed by a memorandum and articles of association.

The objects for which the Trust has been established are the advancement of education and running of an Interactive Discovery Centre through the provision of a tourist attraction.

In furtherance of this Making It! Enterprises Limited was incorporated on 1st October 1997 as a wholly owned subsidiary of the Trust.

In the accounting period the principal activity of the subsidiary has been the letting of office space and conference facilities.

**Charity Restrictions**

- i. The income of the Trust shall be applied solely towards the promotion of all or any of the objects of the Trust in accordance with clause 4 of the memorandum of association.
- ii. The Trust shall not engage in any substantial permanent trading activity in raising funds for the objects.
- iii. No member shall have any personal claim on any property of the Trust and no portion thereof shall be paid directly or indirectly to the members.
- iv. No trustee shall be appointed to any office paid by salary or fees, or receive any remuneration or other benefit from the Trust.

**Investment Powers**

To invest the monies of the Trust not immediately required for its purposes in or upon such investments, securities or property as may be thought fit, subject to such conditions as may be imposed or required by law.

**Developments, Activities and Achievements**

Chadburn House provides serviced office accommodation and conference facilities to tenants and outside organisations. Occupancy levels of the office accommodation remained at 100% throughout the year.

The Making It! Discovery Centre continued to provide an educational resource for schools, a family based tourist attraction, private hire facilities and children's birthday parties and art related activities during the school holidays.

During the year, the internet café closed to the general public due to low level income -v- high maintenance costs. The UK On-Line training facility ceased to operate in November 2005 due to a fall off in usage. All equipment was transferred to a local UK On-Line centre. The discovery centre attracted 17505 visitors (2004 : 20661) of which 45% came from the education sector.

The trust is achieving its objectives which are "the advancement of educational and running of an interactive discovery centre through the provision of a tourist attraction" and has attracted 7936 (2004 : 8928) school children throughout the year who visited the centre on curriculum related activities for design and technology and other related subjects.

**DIRECTORS' AND TRUSTEES' REPORT**

**Events Since the Year End**

Due to the majority of our target audience being at school during term time and in an attempt to reduce running costs for the discovery centre, the centre will remain closed during term time and only open to the general public during Nottinghamshire school holidays. The centre will be open to group bookings (educational or other) during term time. The café will remain open to the general public Monday – Friday and during school holiday periods.

Due to the reduced opening periods at the Making It! Discovery Centre, there were three staff redundancies in November 2005. Chadburn House will be converted to 100% serviced office accommodation in May 2006 with conference facilities being re-located to the Making It! Discovery Centre from this date.

**Plans for the Future**

The Trust will continue in its endeavours to secure grants to assist with the refurbishment of the exhibits/galleries and to provide financial assistance to enable children in Nottinghamshire and the surrounding counties to visit the centre at a reduced rate.

**Transactions and Financial Position**

During the financial year the Trust's main source of income was from grants and donations. Full details of grant income are given in note 1 on page 12 of these financial statements.

In addition to grants and donations the Trust continues to receive financial support from Mansfield District Council, North Nottinghamshire Training and Enterprise Council and Wolverhampton & Dudley Breweries plc, by way of interest free loans which at 30th September 2005 totalled £248964 and a loan from Nottinghamshire County Council. The trustees would like to record their thanks to these organisations for their valuable support.

The consolidated deficit for the financial year was £133832 (2004:£74751) which, when deducted from funds brought forward, leaves funds of £2033012 at 30th September 2005 (2004:£2166844). These funds include restricted funds of £1876646 (2004:£1955075) detailed in note 10 of these financial statements.

**Risk Policy**

The directors and trustees are responsible for the management of the risks faced by the Trust. Detailed considerations of the risk are identified, assessed and controls established throughout the year. A formal review of the Trust's risk management processes is undertaken on an annual basis. Through the risk management process established by the Trust, the directors and trustees are satisfied that the major risks identified have been adequately mitigated where necessary. It is recognised that systems can only provide reasonable but not absolute assurance that major risks have been adequately managed.

**Reserves**

The Trust needs reserves to enable it to meet both its ongoing commitments in respect of its general charitable activities and to meet its future operating requirements.

The level of unrestricted funds in the Trust at 30th September 2005 amounted to £156366 (2004:£211769).

The level of restricted funds in the Trust at 30th September 2005 amounted to £1876646 (2004:£1955075).

The level of total reserves is judged appropriate for the present situation and needs of the Trust.

The trustees will review this position and policy on an annual basis.

**DIRECTORS' AND TRUSTEES' REPORT**

**The Subsidiary Undertaking**

During the year, Chadburn House hosted 15 different organisations with licence fees and overhead contributions receivable amounting to £167859 (2004:£150948). The hiring out of conference facilities generated further income of £49726 (2004:£56867).

The cost of catering for conference facilities amounted to £8594 (2004:£11586) which when deducted from income resulted in a gross profit of £208991 (2004: £196229). Administrative expenses, excluding a management charge of £19000 (2004:£30000) amounted to £146578 (2004:£149899) which, following deduction from gross profit, generated an operating profit of £43413 (2004: £16330).

During the year ended 30th September 2005, the trading activity within the Discovery Centre generated gross income of £77541. Cost of sales amounted to £31554 resulting in a gross profit of £45987.

Administrative expenses incurred amounted to £106542 with wages, salaries, recruitment and marketing costs accounting for £64282 of this total. The operating loss incurred in the period amounted to £60555 which was financed to the value of £22388 by grants received from various sources and other income. For the purposes of the consolidated financial statements the grant income has been included within grants receivable as detailed in note 1 on page 12 of these financial statements.

The overall operating loss of the subsidiary undertaking amounted to £17142 (2004:£66735).

**Directors and Trustees**

All directors of the company are also trustees of the charity and there are no other trustees. Details of the trustees who served in the accounting period are shown on page 1.

**Liability Insurance**

During the year the Trust purchased trustees' liability insurance at a cost of £2084 (2004: £1943).

**Statement of Trustees' Responsibilities**

The trustees are required by law to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Trust and of the income and expenditure of the Trust for that period. In preparing those financial statements the trustees 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 assume that the Trust will continue in operation.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Trust and to enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the Trust and hence for taking reasonable steps for the prevention and detection of fraud or other irregularities.

**Compliance with Statutory Requirements**

The trustees confirm that the financial statements comply with current statutory requirements and with those of the governing document.

**THE MAKING IT INDUSTRIAL HERITAGE TRUST LIMITED**  
**(A company limited by guarantee)**

**5**

**DIRECTORS' AND TRUSTEES' REPORT**

**Auditors**

A resolution for the reappointment of the auditors Horwath Barnett & Turner will be proposed at the Annual General Meeting in accordance with Section 385 of the Companies Act 1985.

The above report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

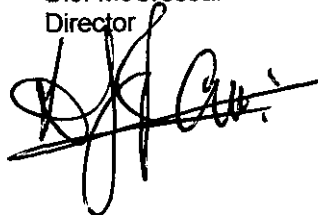
Approved by the trustees

on 13<sup>th</sup> July 2006

Signed on behalf of the directors and trustees

D.J. McCrossan

Director

A handwritten signature in black ink, appearing to be 'D.J. McCrossan', written over the printed name and title.

# **INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE MAKING IT INDUSTRIAL HERITAGE TRUST LIMITED (A company limited by guarantee)**

We have audited the financial statements of The Making It Industrial Heritage Trust Limited for the year ended 30th September 2005 on pages 7 to 19. These financial statements have been prepared under the accounting policies set out on pages 10 and 11.

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 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 members as a body, for our audit work, for this audit report, or for the opinion we have formed.

## **Respective Responsibilities of Directors, Trustees and Auditors**

As described in the Statement of Trustees Responsibilities the company's directors and trustees are 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 Directors' and Trustees' 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 directors' and trustees' remuneration and transactions with the company is not disclosed.

We read the Directors' and Trustees' Report and consider the implications for our report if we become aware of any apparent misstatements within it.

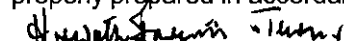
## **Basis of Audit Opinion**

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 directors and trustees in the preparation of the financial statements, and of whether the accounting policies are appropriate to the circumstances of the company and the group, 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.

## **Unqualified Opinion**

In our opinion the financial statements give a true and fair view of the state of affairs of the charitable company and of the group as at 30th September 2005 and of the group's incoming resources and application of resources, including its income and expenditure in the year then ended and have been properly prepared in accordance with the Companies Act 1985.

  
**Horwath Barnett & Turner**  
**Chartered Accountants**  
**and Registered Auditors**  
**Mansfield**

*DSM July 2006*



**THE MAKING IT INDUSTRIAL HERITAGE TRUST LIMITED**  
**(A company limited by guarantee)**

7

**CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES (including Income and Expenditure Account)**  
**For the year ended 30th September 2005**

	<b>Note</b>	<b>Unrestricted funds</b>	<b>Restricted funds</b>	<b>2005 Total</b>	<b>2004 Total</b>
		<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
<b>Incoming resources:</b>					
Grants, donations and similar incoming resources:					
Grants receivable	1	911	13664	14575	72629
Other incoming resources:					
Sale of brewery equipment		-	-	-	22160
Incoming resources from operating activities:					
Admission fees and educational party bookings		83977	-	83977	76738
Commercial trading operations	4	304710	-	304710	328122
Interest receivable		1724	-	1724	940
		<hr/>	<hr/>	<hr/>	<hr/>
Total incoming resources		391322	13664	404986	500589
		<hr/>	<hr/>	<hr/>	<hr/>
<b>Resources expended:</b>					
Cost of generating funds:					
Commercial trading operations	4	293268	-	293268	343100
Charitable expenditure:					
Costs of activities in furtherance of the charity's objects	3	124231	105187	229418	213019
Costs of management and administration of the charity		16132	-	16132	19221
		<hr/>	<hr/>	<hr/>	<hr/>
Total resources expended		433631	105187	538818	575340
		<hr/>	<hr/>	<hr/>	<hr/>
Net movement in funds:					
Net expenditure for the year		(42309)	(91523)	(133832)	(74751)
Transfer between funds		(13094)	13094	-	-
Balances brought forward at 1st October 2004		211769	1955075	2166844	2241595
		<hr/>	<hr/>	<hr/>	<hr/>
Balances carried forward at 30th September 2005		156366	1876646	2033012	2166844
		<hr/>	<hr/>	<hr/>	<hr/>

The consolidated statement of financial activities contains all the gains and losses recognised in the current and preceding year. All the results are derived from continuing activities.

**THE MAKING IT INDUSTRIAL HERITAGE TRUST LIMITED**  
**(A company limited by guarantee)**

8

**CONSOLIDATED BALANCE SHEET**  
**As at 30th September 2005**

	Note	2005 £	2004 £
<b>Fixed assets:</b>			
Tangible fixed assets	5	2561234	2666539
<b>Current assets:</b>			
Stocks		3392	7166
Debtors	7	33455	34599
Cash at bank and in hand		43482	78321
		<hr/>	<hr/>
		80329	120086
<b>Creditors: amounts falling due within one year</b>	8	54069	56665
		<hr/>	<hr/>
<b>Net current assets</b>		26260	63421
		<hr/>	<hr/>
<b>Total assets less current liabilities</b>		2587494	2729960
<b>Creditors: amounts falling due after more than one year</b>	8	554482	563116
		<hr/>	<hr/>
		2033012	2166844
		<hr/>	<hr/>
<b>Funds:</b>	10		
Unrestricted funds		156366	211769
Restricted funds		1876646	1955075
		<hr/>	<hr/>
		2033012	2166844
		<hr/>	<hr/>

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

These financial statements were approved by the directors and trustees on 13.7.06

Signed on behalf of the directors and trustees

J. Fearon  
Chairman



**THE MAKING IT INDUSTRIAL HERITAGE TRUST LIMITED**  
**(A company limited by guarantee)**

9

**BALANCE SHEET**

As at 30th September 2005

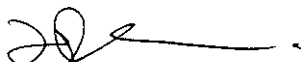
	Note	£	2005 £	£	2004 £
<b>Fixed assets:</b>					
Tangible fixed assets	5		2552144		2654280
Investment in group undertaking	6		1		1
			<hr/>		<hr/>
			2552145		2654281
<b>Current assets:</b>					
Debtors	7	31881		34143	
Cash at bank and in hand		15082		26375	
		<hr/>		<hr/>	
			46963		60518
<b>Creditors: amounts falling due within one year</b>	8	71934		39334	
		<hr/>		<hr/>	
<b>Net current liabilities/assets</b>			(24971)		21184
			<hr/>		<hr/>
<b>Total assets less current liabilities</b>			2527174		2675465
<b>Creditors: amounts falling due after more than one year</b>	8		504482		513116
			<hr/>		<hr/>
			2022692		2162349
			<hr/>		<hr/>
<b>Funds:</b>	10				
Unrestricted funds			146046		207274
Restricted funds			1876646		1955075
			<hr/>		<hr/>
			2022692		2162349
			<hr/>		<hr/>

The financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

These financial statements were approved by the directors and trustees on 13.7.06

Signed on behalf of the directors and trustees

J. Fearon  
Chairman



**ACCOUNTING POLICIES**

For the year ended 30th September 2005

**Basis of Accounting**

The financial statements have been prepared under the historical cost convention and in accordance with applicable United Kingdom accounting standards and the Statement of Recommended Practice "Accounting and Reporting by Charities" (SORP 2000).

**Basis of Consolidation**

These financial statements consolidate the results of the Trust and its wholly owned subsidiary, Making It! Enterprises Limited. A separate Statement of Financial Activities and Income and Expenditure Account for the Trust itself is not presented because the Trust has taken advantage of the exemptions afforded by section 230 of the Companies Act 1985 and paragraph 304 of SORP 2000.

**Incoming Resources**

- a. **Grants and Donations Receivable**  
Income from grants and donations including capital grants is recognised in the Statement of Financial Activities in the period in which it is receivable. Income is deferred only when the Trust has to fulfil conditions before becoming entitled to it or where the donor has specified that the income is to be expended in a future period.
- b. **Gifts in Kind**  
Gifts in kind are recognised as incoming resources when receivable providing a reasonable estimate of their value to the Trust can be determined. The Trust benefits from voluntary time and out-of-pocket expenses contributed by both individuals and organisations which would be impossible to value but for which the Trust is extremely grateful.
- c. **Admission Fees and Educational Party Bookings**  
Income from admissions and party bookings is included in incoming resources in the period in which a visit takes place.

**Commercial Trading Activities**

Licence fees and overhead contributions are included in incoming resources in the accounting period to which they relate. Café bar and shop takings are included in incoming resources when receivable. All are stated excluding value added tax.

**Resources Expended**

Resources expended are included in the Statement of Financial Activities on an accruals basis, inclusive of any VAT which cannot be recovered.

**Allocation of Charitable Expenditure**

All costs associated with the leasehold property are classified as direct charitable expenditure. Costs that can be attributed to the educational activities of the Trust which are centred around the Heritage Centre are also treated as direct charitable expenditure. All other expenditure relates to the management and administration of the Trust.

**ACCOUNTING POLICIES**

For the year ended 30th September 2005

**Leased Assets**

Rentals payable under operating leases are charged to the Statement of Financial Activities on a straight line basis over the lease term.

**Leasehold Property**

Where in the opinion of the directors the costs of alterations and improvements to leasehold property enhance its value the costs are capitalised. All other costs are charged in the Statement of Financial Activities when incurred.

**Exhibits**

Costs associated with the acquisition of exhibits are charged to the Statement of Financial Activities when incurred.

**Tangible Fixed Assets and Depreciation**

No depreciation is provided on freehold land in accordance with Statement of Financial Reporting Standard 15. All other tangible fixed assets are stated at cost less depreciation.

Depreciation is provided at rates calculated to write off the cost or valuation of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Fixtures and fittings	-	20% straight line basis
Leasehold property	-	the shorter of the period of the lease or 50 years

Depreciation provided against assets held in restricted funds is charged against those funds.

**Stocks**

Stocks are valued at the lower of cost and net realisable value.

**Fund Accounting**

The Trust holds two categories of funds as follows:

**Unrestricted general funds:**

These are funds which can be used in accordance with the charitable objects at the discretion of the trustees.

**Restricted funds:**

These are funds that can only be used for particular restricted purposes within the objects of the Trust. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Grants and donations for major development projects are always classified as restricted funds.

**THE MAKING IT INDUSTRIAL HERITAGE TRUST LIMITED**  
**(A company limited by guarantee)**

12

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
For the year ended 30th September 2005

**1. Grants Receivable**

	<b>Unrestricted Funds £</b>	<b>Restricted funds £</b>	<b>2005 Total £</b>	<b>2004 Total £</b>
N.I.A.C.E.	-	-	-	13445
New Opportunities Fund	-	5314	5314	21256
Foyle Foundation	-	5000	5000	-
Co-operative Society	-	500	500	-
Adapt	-	-	-	3000
Ernest Cooke Trust	-	1500	1500	1000
H.M. McCosh Charity	-	350	350	500
Puri Foundation	-	-	-	200
Thomas Farr Charity	-	-	-	5000
Mansfield District Council	-	-	-	1852
John Eastwood Charity	-	-	-	1000
EMMLAC	-	1000	1000	3000
Garfield Weston Foundation	-	-	-	20000
The Lady Hind Trust	-	-	-	1000
Young Enterprise	-	-	-	225
Sundry	-	-	-	240
Deferred income	911	-	911	911
	<hr/>	<hr/>	<hr/>	<hr/>
	911	13664	14575	72629
	<hr/>	<hr/>	<hr/>	<hr/>

**2. Resources Expended**

The following amounts are included in resources expended:

	<b>2005 £</b>	<b>2004 £</b>
Auditors' remuneration:		
In their capacity as auditors	3000	3000
For their services in preparing the financial statements	1000	1000
Depreciation of tangible fixed assets:		
Leasehold property	52669	52669
Fixtures, fittings and equipment	52243	51550
Loss on disposal of fixed assets	395	-
Operating lease charges for hire of equipment	2042	2587
Staff costs:		
Wages and salaries	51719	47610
Social security costs	3001	4574
	<hr/>	<hr/>

No remuneration was paid to trustees in the year, nor were any expenses reimbursed to them.

The average number of employees employed within the group during the year on either a full or part time basis was 21 (2004:23). This number excludes trustees. No employee earned more than £50000 in the current or preceding year.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
**For the year ended 30th September 2005**

**3. Charitable Expenditure**

	<b>2005</b>	<b>2004</b>
	<b>£</b>	<b>£</b>
Costs of activities in furtherance of the charity's objects:		
Wages and salaries	51139	48589
Exhibits	10782	11192
Professional charges	3056	5858
Marketing	4618	5004
Property running expenses	26768	19402
Sundry expenses	7902	3621
Depreciation and amortisation	98509	98509
Educational visit subsidies	25218	20844
Bad debt	1031	-
Loss on disposal	395	-
	<hr/>	<hr/>
	229418	213019
	<hr/>	<hr/>
Costs of management and administration of the charity:		
Wages and salaries	3581	3595
Professional fees	4000	4000
Bank charges	958	816
Loan interest payable	7593	10810
	<hr/>	<hr/>
	16132	19221
	<hr/>	<hr/>
Total resources expended	<hr/> <hr/> 245550	<hr/> <hr/> 232240

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
For the year ended 30th September 2005

**4. Net Income from Trading Activities of Subsidiary**

The Trust has a wholly owned trading subsidiary, Making It! Enterprises Limited whose principal activities are the letting of office and conference facilities and the operation of a café bar and shop. The company pays an annual management charge to the Trust. A summary of the trading results is shown below:

	<b>2005</b>	<b>2004</b>
	<b>£</b>	<b>£</b>
Turnover:		
Licence fees and overhead contributions	167859	150948
Conference facilities and Discovery Centre trading income	127267	155417
	<hr/>	<hr/>
	295126	306365
Less expenses	293268	343100
	<hr/>	<hr/>
Operating profit/loss	1858	(36735)
Other income	9584	21757
	<hr/>	<hr/>
Net trading income/expenditure	11442	(14978)
Management charge	(19000)	(30000)
Grants received	12225	50612
Interest received	1158	846
	<hr/>	<hr/>
Profit for the year	5825	6480
	<hr/>	<hr/>

At 30th September 2005 the company had total assets of £128050 and liabilities of £117727, giving a balance of capital and reserves of £10323 (2004:£4498).

**5. Tangible Fixed Assets**  
**Group**

	<b>Freehold</b>	<b>Long leasehold</b>	<b>Fixtures and</b>	<b>Total</b>
	<b>property</b>	<b>property</b>	<b>fittings</b>	
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Cost:				
As at 1st October 2004	150951	2610758	319215	3080924
Additions	-	-	3234	3234
Disposals	-	-	(18137)	(18137)
	<hr/>	<hr/>	<hr/>	<hr/>
As at 30th September 2005	150951	2610758	304312	3066021
	<hr/>	<hr/>	<hr/>	<hr/>
Depreciation:				
As at 1st October 2004	37366	168751	208268	414385
Charge for the year	-	52669	52243	104912
Eliminated on disposal	-	-	(14510)	(14510)
	<hr/>	<hr/>	<hr/>	<hr/>
As at 30th September 2005	37366	221420	246001	504787
	<hr/>	<hr/>	<hr/>	<hr/>
Net book value:				
As at 30th September 2005	113585	2389338	58311	2561234
	<hr/>	<hr/>	<hr/>	<hr/>
As at 30th September 2004	113585	2442007	110947	2666539
	<hr/>	<hr/>	<hr/>	<hr/>



**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
For the year ended 30th September 2005

**5. Tangible Fixed Assets (continued)**  
**Trust**

**Fixed assets for the Trust's use**

	<b>Freehold property £</b>	<b>Long leasehold property £</b>	<b>Fixtures and fittings £</b>	<b>Total £</b>
Cost:				
As at 1st October 2004	150951	2597278	292981	3041210
Disposals	-	-	(18137)	(18137)
As at 30th September 2005	150951	2597278	274844	3023073
Depreciation:				
As at 1st October 2004	37366	162431	187133	386930
Charge for the year	-	51321	47188	98509
Eliminated on disposal	-	-	(14510)	(14510)
As at 30th September 2005	37366	213752	219811	470929
Net book value:				
As at 30th September 2005	113585	2383526	55033	2552144
As at 30th September 2004	113585	2434847	105848	2654280

**Assets Subject to Charge:**

The Millennium Commission hold a charge over all of the assets of the Trust.

Wolverhampton and Dudley Breweries PLC hold a charge over the leasehold property of the Trust.

Nottinghamshire Enterprises Limited hold a charge against the freehold property to the value of £20000.

Nottinghamshire County Council hold a fixed and floating charge over the whole of the assets of the group.

HSBC Bank PLC hold a fixed and floating charge over all the property and assets of the Trust together with a second legal mortgage limited to £200000 plus interest over the freehold and leasehold property of the Trust.

The total of the potential liabilities owed to all the above parties at 30th September 2005 amounted to £472524 which represents 18.45% of the net book value of the groups tangible fixed assets at that date.

**6. Investment in Group Undertaking**

Shares in Making It! Enterprises Limited, (company registration number 3442956) are wholly owned by the Trust and are stated at cost.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
For the year ended 30th September 2005

**7. Debtors**

	<b>Group £</b>	<b>2005 Trust £</b>	<b>Group £</b>	<b>2004 Trust £</b>
Trade debtors	19921	-	24365	-
Amounts owed by group undertakings:				
Loan accounts	-	26850	-	32850
Prepayments and accrued income	13534	5031	10234	1293
	<hr/>	<hr/>	<hr/>	<hr/>
	33455	31881	34599	34143
	<hr/>	<hr/>	<hr/>	<hr/>

The terms attached to the three loans made by the Trust to its trading subsidiary to provide working capital are as follows:

	<b>2005 £</b>	<b>2004 £</b>
Repayable within one year	6000	6000
Repayable between one and two years	5570	6000
Repayable between two to five years	12710	15710
Repayable after five years	2570	5140
	<hr/>	<hr/>
	26850	32850
	<hr/>	<hr/>

The loans are unsecured and interest free.

**8. Creditors**

a. Creditors: amounts falling due within one year

	<b>Group £</b>	<b>2005 Trust £</b>	<b>Group £</b>	<b>2004 Trust £</b>
Loans (secured)	9190	9190	9190	9190
Trade creditors	7551	-	15860	-
Taxation and social security	6862	-	3773	-
Other creditors	20140	-	16804	-
Accruals and deferred income	10326	4000	11038	4056
Amounts owed to group undertaking:				
Current account	-	58744	-	26088
	<hr/>	<hr/>	<hr/>	<hr/>
	54069	71934	56665	39334
	<hr/>	<hr/>	<hr/>	<hr/>

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
For the year ended 30th September 2005

**8. Creditors (continued)**

b. Creditors: amounts falling due after more than one year

	<b>Group</b>	<b>2005</b>	<b>Group</b>	<b>2004</b>
	<b>£</b>	<b>Trust</b>	<b>£</b>	<b>Trust</b>
		<b>£</b>		<b>£</b>
Loans:				
Secured	494482	494482	503116	503116
Unsecured	60000	10000	60000	10000
	<hr/>	<hr/>	<hr/>	<hr/>
	554482	504482	563116	513116
	<hr/>	<hr/>	<hr/>	<hr/>

c. Loans included in creditors are repayable by instalments as follows:

	<b>Group</b>	<b>2005</b>	<b>Group</b>	<b>2004</b>
	<b>£</b>	<b>Trust</b>	<b>£</b>	<b>Trust</b>
		<b>£</b>		<b>£</b>
Within one year	9190	9190	9190	9190
Between one and two years	66992	66992	61751	61751
Between two and five years	159652	151319	169527	164527
After five years	327838	286171	331838	286838
	<hr/>	<hr/>	<hr/>	<hr/>
	563672	513672	572306	522306
	<hr/>	<hr/>	<hr/>	<hr/>

**9. Operating Leases**

At 30th September 2005 the group and Trust had annual commitments under non-cancellable operating leases for equipment as set out below:

	<b>Group</b>	<b>Trust</b>
	<b>£</b>	<b>£</b>
Expire within one year	769	-
Expire between one to two years	-	-
Expire between two to five years	386	-
	<hr/>	<hr/>

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
For the year ended 30th September 2005

**10. Funds**

a. Restricted Funds for the Group and the Trust:

The restricted fund was initially represented by specific grants from the European Regional Development Fund and Mansfield District Council to purchase leasehold property and fixtures and fittings, in connection with Phase I of the Trust's objectives.

The restricted fund has been further enhanced by grants from various sources to fund Phase II of the Trust's objectives. Freehold property has been purchased together with the services of professional firms in connection with surveying, architectural, project management, research and marketing skills. Construction work on the development of the leasehold property for Phase II of the project commenced in March 2001 and was completed during March 2003.

b. Analysis of Fund Balances between the Net Assets

Group

	Unrestricted funds £	Restricted funds £	Total funds £
Tangible fixed assets	684588	1876646	2561234
Current assets	80329	-	80329
Current liabilities	(54069)	-	(54069)
Long term liabilities	(554482)	-	(554482)
	<hr/>	<hr/>	<hr/>
	156366	1876646	2033012
	<hr/>	<hr/>	<hr/>

Trust

	Unrestricted funds £	Restricted funds £	Total funds £
Tangible fixed assets	675498	1876646	2552144
Investment in group undertaking	1	-	1
Current assets	46963	-	46963
Current liabilities	(71934)	-	(71934)
Long term liabilities	(504482)	-	(504482)
	<hr/>	<hr/>	<hr/>
	146046	1876646	2022692
	<hr/>	<hr/>	<hr/>

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS**  
For the year ended 30th September 2005

**10. Funds (continued)**

Restricted funds comprise the following:  
Group and Trust

	Balance 1st October 2004 £	Movement in Incoming £	Resources Outgoing £	Transfers £	Balance 30th September 2005 £
Phase I	120251	-	(2558)	-	117693
Phase II	1831050	-	(72097)	-	1758953
Educational visits fund	3774	8350	(25218)	13094	-
New Opportunities Fund	-	5314	(5314)	-	-
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	1955075	13664	(105187)	13094	1876646
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>

The educational visits fund consists of current assets. All other restricted funds represent fixed assets.

**11. The Trust is a company limited by guarantee having no authorised or issued capital.**

The amounts guaranteed in the nature of reserve capital are £5 (2004 £5).

**THE MAKING IT INDUSTRIAL HERITAGE TRUST LIMITED**  
**(A company limited by guarantee)**

For the information of the trustees only  
20

**DETAILED INCOME AND EXPENDITURE ACCOUNT**  
For the year ended 30th September 2005

	2005	2004
£	£	£
<b>Income:</b>		
Grants receivable	8350	34017
Management charge	19000	30000
Admission fees and educational party bookings	83977	76738
Bank interest receivable	566	94
Sale of brewery exhibits	-	22160
	<hr/>	<hr/>
	111893	163009
<b>Expenditure:</b>		
Educational visit costs	25218	20844
Repairs and renewals	2854	3999
Rates	2558	2871
Insurance	13874	6138
Light and heat	7482	6394
Wages and salaries	54720	52184
Marketing and advertising	4618	5004
Telephone and postage	2506	1848
Audit and accountancy	5000	6025
Professional charges	2056	3833
Sundry expenses	5396	1773
Depreciation leasehold property	51321	51321
Depreciation, fixtures and fittings	47188	47188
Bank charges	958	816
Exhibition materials	10782	11192
Donation	6000	12000
Loss on disposal of fixed assets	395	-
Bad debt	1031	-
	<hr/>	<hr/>
	243957	233430
	<hr/>	<hr/>
Loan interest payable	(132064)	(70421)
	7593	10810
	<hr/>	<hr/>
<b>Deficit for the year</b>	<b>(139657)</b>	<b>(81231)</b>
	<hr/>	<hr/>

This income and expenditure account was approved  
by the directors and trustees on 13.7.06

Signed on behalf of the directors and trustees

J. Fearon  
Chairman

