

**REGISTRAR
OF
COMPANIES**

FOLKESTONE TOWN CENTRE MANAGEMENT LIMITED
(Limited by Guarantee)

ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2005

Registered Number : 04152175



SPAIN BROTHERS
CHARTERED ACCOUNTANTS



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COMPANIES HOUSE

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FOLKESTONE TOWN CENTRE MANAGEMENT LIMITED

(Limited by Guarantee)

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST MARCH 2005

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FOLKESTONE TOWN CENTRE MANAGEMENT LIMITED

(Limited by Guarantee)

COMPANY INFORMATION

FOR THE YEAR ENDED 31ST MARCH 2005

Incorporated in England and Wales on 1st February 2001

CHAIRMAN

W.A. Dax

DIRECTORS

A.F. Beggs
P.C. Fawcett
I.R. Fell
R. Joyce
P. Hobbs
N. Instrall
B. Sharp
L. Grover
L. Bartlett

SECRETARY

B. Sharp

REGISTERED OFFICE

29 Manor Road
Folkestone
Kent
CT20 2SE

BANKERS

HSBC Bank
41 Sandgate Road
Folkestone
Kent
CT20 1SA

AUDITORS

Spain Brothers & Co
Chartered Accountants
29 Manor Road
Folkestone
Kent
CT20 2SE

COMPANY NUMBER

04152175

FOLKESTONE TOWN CENTRE MANAGEMENT LIMITED

(Limited by Guarantee)

ANNUAL REPORT OF THE DIRECTORS AND TRUSTEES **FOR THE YEAR ENDED 31ST MARCH 2005**

The directors present their report together with the audited financial statements for the year ended 31st March 2005.

PRINCIPAL ACTIVITIES AND BUSINESS REVIEW

The principal activity of the company is the promotion of the town centre of Folkestone.

DIRECTORS

The directors who served during the year were as follows:-

A.F. Beggs
W.A. Dax
P.C. Fawcett
I.R. Fell
R. Joyce (Appointed 18th January 2005)
P. Hobbs
N. Instrall
B. Sharp
L. Grover (Appointed 18th January 2005)
L. Bartlett (Appointed 18th January 2005)

S.F. Hagues resigned during the year.

DIRECTORS' RESPONSIBILITIES

Company law requires the directors to prepare financial statements for each financial year which 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 year. In preparing these 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;
- follow applicable accounting standards, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in operation.

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 financial statements 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.

FOLKESTONE TOWN CENTRE MANAGEMENT LIMITED
(Limited by Guarantee)

ANNUAL REPORT OF THE DIRECTORS AND TRUSTEES
FOR THE YEAR ENDED 31ST MARCH 2005 (Continued)

AUDITORS

A resolution to re-appoint the Company's auditor, Spain Brothers & Co., will be proposed at the Annual General Meeting.

SMALL COMPANY EXEMPTIONS

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

This report was approved by the Board on 14th November 2005.

By Order of the Board



B. Sharp Esq
Secretary

29 Manor Road
Folkestone
Kent
CT20 2SE

14th November 2005

FOLKESTONE TOWN CENTRE MANAGEMENT LIMITED

(Limited by Guarantee)

INDEPENDENT AUDITORS REPORT TO THE MEMBERS OF **FOLKESTONE TOWN CENTRE MANAGEMENT LIMITED**

FOR THE YEAR ENDED 31ST MARCH 2005

We have audited the financial statements for the year ended 31st March 2005 set out on pages 4 to 7 which have been prepared under the historical cost convention and the accounting policies set out on page 6.

This report is made solely to the Company 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 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 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 2, 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 financial statements and to report our opinion to you.

BASIS OF 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 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 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 financial statements give a true and fair view of the state of the company's affairs at 31st March 2005 and its income and expenditure in the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985.



SPAIN BROTHERS & CO.
Chartered Accountants
Registered Auditors

29 Manor Road
Folkestone
Kent
CT20 2SE

14th November 2005

FOLKESTONE TOWN CENTRE MANAGEMENT LIMITED

(Limited by Guarantee)

INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2005

	<u>2005</u>	<u>2004</u>
<u>INCOME</u>	268,925	182,841
<u>INTEREST RECEIVED</u>	99	146
<u>COST OF SALES</u>	(310)	(52)
<u>NET (DEFICIT) ON PROJECTS</u>	(84,195)	(26,062)
<u>MANAGEMENT AND ADMINISTRATION COSTS</u>	(216,699)	(167,520)
<u>EXCESS OF EXPENDITURE OVER INCOME FOR THE YEAR AND (DEFICIT) FOR THE YEAR</u>	(32,180)	(10,647)
Balance Brought Forward	5,498	16,145
<u>(DEFICIT)/SURPLUS CARRIED FORWARD</u>	(£26,682)	£5,498

CONTINUING OPERATIONS

None of the Company's activities were acquired or discontinued during the above two years.

TOTAL RECOGNISED GAINS AND LOSSES

The Company has no recognised gains or losses other than the results for the above two financial years.

The notes on pages 6 and 7 form part of these financial statements.

FOLKESTONE TOWN CENTRE MANAGEMENT LIMITED

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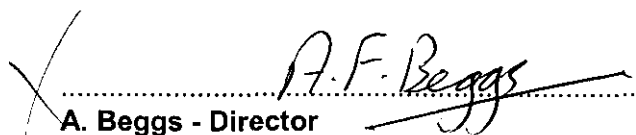
BALANCE SHEET AS AT 31ST MARCH 2005

Note

	<u>2005</u>	<u>2004</u>
<u>FIXED ASSETS</u>		
3. Tangible Assets	8,223	10,448
<u>CURRENT ASSETS</u>		
4. Debtors and Prepayments	33,357	7,540
Cash at Bank	4,167	6,163
Cash in Hand	-	207
	37,524	13,910
5. <u>CREDITORS</u> Amounts falling due within one year	(72,429)	(18,860)
<u>NET CURRENT (LIABILITIES)</u>	(34,905)	(4,950)
<u>NET (LIABILITIES)/ASSETS</u>	(£26,682)	£5,498
<u>CAPITAL AND RESERVES</u>		
General Fund (Deficit)/Surplus	(1,327)	19,633
Folkestone Area Partnership Against Crime Fund (Deficit)/Surplus	(618)	10,019
Discover Folkestone Partnership Fund (Deficit)	(24,737)	(24,154)
	(£26,682)	£5,498

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

Approved by the Board on 14th November 2005 and signed on their behalf by:-



 A. Beggs - Director

The notes on pages 6 and 7 form part of these financial statements.

FOLKESTONE TOWN CENTRE MANAGEMENT LIMITED

(Limited by Guarantee)

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2005

1. ACCOUNTING POLICIES

The Company's financial statements are prepared under the historical cost convention and in accordance with applicable accounting standards.

The principal accounting policies adopted are as follows:-

Cash Flow Statement

The Company qualifies as a small company under the Companies Act 1985. The directors have elected to take advantage of the exemption under FRS1 not to prepare a Cash Flow Statement.

Provisions

Provisions are set up only where it is probable that a present obligation exists as a result of an event prior to the Balance Sheet date and that a payment will be required in settlement that can be reliably estimated.

Depreciation of Tangible Fixed Assets

Depreciation is provided on all tangible fixed assets at annual rates calculated to write off the cost, less estimated residual value, of each asset evenly over its expected useful life as follows:-

Radios	- 33%
Computer Equipment	- 33%

2. OPERATING (DEFICIT)/SURPLUS

Operating (Deficit)/Surplus is stated after charging:-

Depreciation of Fixed Assets

Auditors' Remuneration

<u>2005</u>	<u>2004</u>
£4,105	£5,447
£2,077	£1,170

3. TANGIBLE FIXED ASSETS

Cost

At 1st April 2004

Additions

At 31st March 2005

Depreciation

At 1st April 2004

Charge for the Year

At 31st March 2005

Net Book Value

At 31st March 2005

At 31st March 2004

<u>Radios</u>	<u>Computer Equipment</u>	<u>TOTAL</u>
18,279	5,421	23,700
-	1,880	1,880
£18,279	£7,301	£25,580
8,892	4,360	13,252
3,126	979	4,105
£12,018	£5,339	£17,357
£6,261	£1,962	£8,223
£9,387	£1,061	£10,448

FOLKESTONE TOWN CENTRE MANAGEMENT LIMITED

(Limited by Guarantee)

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2005 (Continued)

4. DEBTORS AND PREPAYMENTS

Trade Debtors
Other Debtors and Prepayments
VAT
Due from Channel Tunnel re: VAT

<u>2005</u>	<u>2004</u>
-	-
4,283	2,903
2,824	4,637
26,250	-
£33,357	£7,540

5. CREDITORS - Amounts falling due within one year

Kent Peoples Trust Loan Account
Taxation and Social Security
Other Creditors and Accruals
Bank Overdraft
Petty Cash
Commercial Cards
VAT

<u>2005</u>	<u>2004</u>
1,000	3,000
6,077	-
34,174	15,860
25,135	-
324	-
1,893	-
3,826	-
£72,429	£18,860

6. MEMBERS GUARANTEE

The company does not have share capital. Every member of the company undertakes to contribute to the assets of the company in the event of its being wound up such amounts as may be required not exceeding two pounds.