

Charity number: 1101215
Company number: 4765153

Friends of Abbeydale Picture House Ltd
(A company limited by guarantee)

Trustees' report and financial statements
for the year ended 31 May 2010

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Friends of Abbeydale Picture House Ltd
(A company limited by guarantee)

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Friends of Abbeydale Picture House Ltd
(A company limited by guarantee)

Legal and administrative information

Charity number	1101215
Company registration number	4765153
Business address	387 Abbeydale Road Sheffield S7 1FS
Registered office	387 Abbeydale Road Sheffield S7 1FS
Trustees	Mr C S Jaques Mr S J Culmer Mr E M Trott Mr W T Ward Mrs C M Taylor
Accountants	Mr M Ellin M A A T 4, Cloonmore Croft Sheffield S8 8JL
Bankers	Yorkshire Bank 139 The Moor Sheffield S1 3LW

Friends of Abbeydale Picture House Ltd
(A company limited by guarantee)

Report of the trustees (incorporating the directors' report)
for the year ended 31 May 2010

The trustees present their report and the financial statements for the year ended 31 May 2010. The trustees, who are also directors of Friends of Abbeydale Picture House Ltd for the purposes of company law and who served during the year and up to the date of this report are set out on page 1.

Structure, governance and management

Governing Document

Friends of Abbeydale Picture House Limited is a company limited by guarantee governed by its Memorandum and Articles of Association dated 15 May 2003. It is registered as a charity with the Charity Commission. Anyone over 16 years of age can become a subscribed member with junior non-voting membership also available. There are currently 485 members (650 in 2009), each of whom agree to contribute an amount not exceeding the £12 subscription and deemed already paid in the event of the charity winding up.

Trustees

As set out in the Articles of Association the number of trustees shall not be less than 3 but shall not be subject to any maximum. The trustees shall appoint a chairman, vice-chairman, secretary, treasurer and business manager. One third of all trustees are subject to retirement, by rotation and by reference to the longevity of their appointment, at the Annual General Meeting. All members are circulated with notice of the meeting to appoint or re-appoint trustees. If the Charity at the meeting at which the trustee retires by rotation, does not fill the vacancy the retiring trustee, if willing to act, be deemed to have been re-appointed unless at the meeting it is resolved not to fill the vacancy.

Organisation of and proceedings of trustees

Subject to the provisions of the Articles, the board of trustees may regulate their proceedings as they think fit. The board meets at regular intervals to discuss the day to day running of the charity. A trustee may, and the secretary at the request of a trustee shall, call a meeting of the trustees. Questions arising at a meeting shall be decided by a majority of votes subject to a quorum of members attending. In the case of an equality of votes, the chairman shall have a casting vote. The trustees may appoint one or more sub-committees consisting of 3 or more trustees for the purpose of furthering the Charity's objectives. Decision making responsibility is delegated to the appropriate committees.

Related parties

The charity has one wholly owned subsidiary called A P H Leisure Ltd. The objectives of the subsidiary is to run the snooker centre and entertainments venue which are currently residing in the Abbeydale Picture House. All profits of the subsidiary will be gift aided to the Charity at the end of the fiscal year. Further information is disclosed in the results section.

Risk management

The trustees have a risk management strategy which comprises an annual review of the risks the charity may face together with the establishment of systems and procedures to mitigate those risks identified. Procedures have been designed and implemented to minimise any potential impact on the Charity should those risks materialise. The work has identified only a few minor risks but it has resulted in better emergency procedures and contingency plans and has given the impetus for better planning. Particular attention continues to focus on non-financial risks arising from fire, health and safety of visitors and management of performing rights. Other improvements have been made on the recommendations of the Statutory Authorities who continue to help us improve the safety in the building.

Objectives and activities

The objects of the charity are

The society is established to purchase, develop, renovate and manage the Abbeydale Picture House, Abbeydale Road, Sheffield (known as "The Abbeydale") into a centre for the performing and visual arts and encourage the development of good community relationships through this venture.

Friends of Abbeydale Picture House Ltd
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Report of the trustees (incorporating the directors' report)
for the year ended 31 May 2010

The objects of the charity are continued

During 2005 the charity acquired the building known as 'Abbeydale Picture House' with the intention of raising further funds for its ultimate renovation. The strategies employed for raising finance are many and include donations, subscribed membership to the society, events and the management of the Picture House Youth Theatre. The concerts and stage performances seek to combine both professional and amateur events for the enjoyment of all members of the local community and current action is being taken to further build on these successes.

The charity makes significant use of volunteers in the course of undertaking its charitable income generating activities, with all trustee members being employed in an unpaid capacity. The trustees acknowledge the importance of this 'unmeasured' cost with many hours being given free-gratis by both society members and the general public.

Achievements and performance

Achievements

During the current financial year, we have continued to develop the performance area and both expanded and improved the lighting and sound facilities. The flat roof section on the Abbeydale Road elevation has been replaced. This has had the effect of stemming water ingress completely on that side of the building. This has been achieved through both professional and volunteered work. We have continued our contacts with local MPs and civil dignitaries who have all offered their support and backing for the renovation scheme.

Performance

The charity's fund raising events and utilisation of the Picture House have continued with a number of successful shows being held. These were a major driver in the successful financial and creative year with the volunteers deserving credit and praise for their efforts. However, we the Trustees were disappointed not to utilise the maximum number of licences possible. Steps have been taken to ensure full utilisation in the future. A cinema screen has been purchased during the year and will be brought into use during spring 2011. Heritage Open Days have again allowed members of the general public into the Picture House so further raising its awareness and profile within the community.

Financial review

Financial management

The trustees have carried out a detailed review of the charity's activities and are comfortable with their strategic future plan. The results for the year have demonstrated the value of this review and of the practice of monitoring progress against the strategic plan. All non-specific funds generated by the charity are designated unrestricted and held in a general reserve. Specific fund raising with the aim of repairing the roof has been undertaken and classed as a restricted fund. The unrestricted funds are freely available for the trustees to use in the furtherance of the charity's main objective.

Results

The trustees are satisfied with the society's achievement for the year. The net incoming resource is stated after receiving rent from the subsidiary together with a significant donation from a benefactor amounting to £12,000. Mortgage interest amounting to £8,138 has been paid which is a significant reduction from the previous year. Fund raising, including the receipt of a £4,574 grant, has increased in respect of the roof repairs enabling expenditure amounting to £10,437 to be spent. This has enabled The Charity to make the Abbeydale Road frontage watertight and prevent further damage to the interior fabric of the building.

Friends of Abbeydale Picture House Ltd
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Report of the trustees (incorporating the directors' report)
for the year ended 31 May 2010

Unfortunately, during the year the Charity's subsidiary Abbeydale Picture House Leisure Ltd went into liquidation. The impact of the recession meant that business did not increase as was hoped and it became loss making. The cash flow could not support the capital repayment required under its mortgage. The Bank was unwilling to consider any rearrangement of the Mortgage to help and the Directors were not in a position to make loans to support the company as previous Directors had, these still being outstanding. After taking professional advice, the Directors decided it was necessary to cease operations to avoid trading illegally. The Charity was not affected directly as there was no link between its mortgage secured on the building and the mortgage of the subsidiary. A new company APH Leisure Ltd, owned by the FAPH but financed by the directors, was formed to acquire the assets of the snooker club from the liquidator and continue the business. To date it is trading profitably and will Gift Aid profits to the Charity.

The principal funding sources, aside from rents from the subsidiary, were voluntary income via donations and subscriptions of £33,084. Events £24,112 and rental income from spare capacity of the Picture House amounting to £2,755.

Statement of trustees' responsibilities

The trustees (who are also directors of Friends of Abbeydale Picture House Ltd for the purpose of company law) are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice.

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing these financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently,
- observe the methods and principles in the Charities SORP,
- make judgements and estimates that are reasonable and prudent,
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements, and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company 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 charitable company and which enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

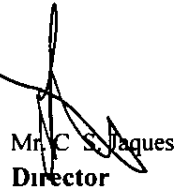
Small company provisions

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

Friends of Abbeydale Picture House Ltd
(A company limited by guarantee)

Report of the trustees (incorporating the directors' report)
for the year ended 31 May 2010

On behalf of the board



Mr. C. S. Jaques
Director

23 February 2011

Friends of Abbeydale Picture House Ltd
(A company limited by guarantee)

Accountants' report on the unaudited financial statements to the trustees of
Friends of Abbeydale Picture House Ltd

As described on the balance sheet you are responsible for the preparation of the financial statements for the year ended 31 May 2010 set out on pages 7 to 16 and you consider that the company is exempt from an audit and a report under section 477 of the Companies Act 2006. In accordance with your instructions we have compiled these unaudited accounts, in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.



Mr. M. Elin M.A.A.T.
Association of Accounting Technicians
4, Cloonmore Croft
Sheffield
S8 8JL

Date: 23 February 2011

Friends of Abbeydale Picture House Ltd
(A company limited by guarantee)

Statement of financial activities (incorporating the income and expenditure account)

For the year ended 31 May 2010

	Notes	Unrestricted funds £	Restricted funds £	2010 Total £	2009 Total £
Incoming resources					
Incoming resources from generating funds					
Voluntary income	2	24,260	8,824	33,084	15,398
Activities for generating funds	3	25,964	-	25,964	33,772
Investment income	4	-	-	-	6
Incoming resources from charitable activities	5	23,355	5,074	28,429	10,784
Total incoming resources		73,579	13,898	87,477	59,960
Resources expended					
Opening stock		140	-	140	125
Purchases		2,373	6,841	9,214	13,852
Closing stock		(150)	-	(150)	(140)
Operating leases		612	-	612	1,126
Establishment costs		17,222	10,548	27,770	21,601
Travelling and associated expenses		-	-	-	890
Accountancy fees		300	-	300	800
Legal and professional fees		2,260	-	2,260	3,581
Communications and IT		436	-	436	815
Other office expenses		962	-	962	558
Interest payable and similar charges		8,138	-	8,138	12,386
Depreciation and impairment		1,350	-	1,350	750
Donations - Other expenses		-	-	-	250
Events - Publicity		546	-	546	2,203
Events - Subscriptions		92	-	92	141
Bank charges		574	-	574	357
Support - Advertising		706	-	706	273
Total resources expended		35,561	17,389	52,950	59,568
Net incoming/(outgoing) resources for the year /					
Net income/(expense) for the year		38,018	(3,491)	34,527	392
Total funds brought forward		29,730	5,059	34,789	34,396
Total funds carried forward		67,748	1,568	69,316	34,788

The notes on pages 10 to 16 form an integral part of these financial statements.

Friends of Abbeydale Picture House Ltd
(A company limited by guarantee)

Balance sheet
as at 31 May 2010

	Notes	£	2010 £	£	2009 £
Fixed assets					
Tangible assets	8		7,593		3,245
Heritage assets	9		313,700		314,050
Investments	10		1		1
			<u>321,294</u>		<u>317,296</u>
Current assets					
Stocks		150		140	
Debtors	11	3,531		4,250	
Cash at bank and in hand		5,935		3,204	
		<u>9,616</u>		<u>7,594</u>	
Creditors: amounts falling due within one year	12	(11,593)		(14,813)	
Net current liabilities			<u>(1,977)</u>		<u>(7,219)</u>
Total assets less current liabilities			319,317		310,077
Creditors: amounts falling due after more than one year	13		(250,000)		(275,288)
Net assets			<u>69,317</u>		<u>34,789</u>
Funds	14				
Restricted income funds			1,568		5,059
Unrestricted income funds			67,749		29,730
Total funds			<u>69,317</u>		<u>34,789</u>

The Balance Sheet continues on the following page

The notes on pages 10 to 16 form an integral part of these financial statements.

Friends of Abbeydale Picture House Ltd
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Balance sheet (continued)

Trustees statements required by the Companies Act 2006
for the year ended 31 May 2010

In approving these financial statements as trustees of the company we hereby confirm

(a) that for the year stated above the company was entitled to the exemption conferred by section 477 of the Companies Act 2006 ,

(b) that no notice has been deposited at the registered office of the company pursuant to section 476 of the Companies Act 2006 requesting that an audit be conducted for the year ended 31 May 2010

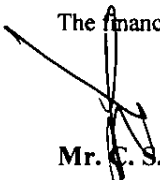
(c) that we acknowledge our responsibilities for

(1) ensuring that the company keeps proper accounting records which comply with section 386 of the Companies Act 2006, and

(2) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for the year then ended in accordance with the requirements of sections 394 and 395, and which otherwise comply with the provisions of the Companies Act relating to financial statements, so far as applicable to the company

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

The financial statements were approved by the board on 23 February 2011 and signed on its behalf by



Mr. C. S. Jaques
Director

The notes on pages 10 to 16 form an integral part of these financial statements.

Friends of Abbeydale Picture House Ltd
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Notes to financial statements
for the year ended 31 May 2010

1. Accounting policies

The principal accounting policies are summarised below. The accounting policies have been applied consistently throughout the year and the preceding year.

1.1. Basis of accounting

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008), the Statement of Recommended Practice 'Accounting and Reporting by Charities' issued in March 2005 (SORP 2005) and the Companies Act 2006.

1.2. Incoming resources

All incoming resources are included in the statement of financial activities when the charity is entitled to the income and the amount can be quantified with reasonable accuracy. The subscription year end is September and income received has been deferred to fall in line with that timing. The following specific policies are applied to particular categories of income:

Voluntary income is received by way of grants, donations and gifts and is included in full in the statement of financial activities when receivable. Grants where entitlement is not conditional on the delivery of a specific performance by the charity, are recognised when the charity becomes unconditionally entitled to the grant.

Donated services and facilities are included at the value to the charity where this can be quantified. The value of services provided by volunteers has not been included.

Gifts donated for resale are included as incoming resources within activities for generating funds when they are sold.

Grants, including grants for the purchase of fixed assets, are recognised in full in the statement of financial activities in the year in which they are receivable.

Income from the charity shop is included in the year in which it is receivable.

Income from investments is included in the year in which it is receivable.

1.3. Resources expended

Expenditure is recognised on an accrual basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates.

Costs of generating funds comprise the costs associated with attracting voluntary income and the costs of trading for fundraising purposes including the charity's shop.

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Fundraising costs are those incurred in seeking voluntary contributions and do not include the costs of disseminating information in support of the charitable activities.

Support costs are those costs incurred directly in support of expenditure on the objects of the charity and include project management.

Friends of Abbeydale Picture House Ltd
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Notes to financial statements
for the year ended 31 May 2010

1.4. Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less accumulated depreciation. Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows

Fixtures, fittings and equipment - 25% straight line

1.5. Heritage assets

The charity holds heritage assets, which are tangible fixed assets of historical, artistic or scientific importance that are held to advance preservation and conservation objectives of the charity. Newly purchased heritage assets are capitalised and included at cost including any incidental expenses of acquisition.

Where heritage assets were acquired in past accounting periods and not capitalised, it can be difficult or costly to attribute a cost or value to them. In such cases, these assets are excluded from the balance sheet if reliable cost information is not available and conventional valuation approaches lack sufficient reliability or significant costs are involved in the reconstruction or analysis of past accounting records or in valuation, which are onerous compared with the additional benefit derived by users of the accounts in assessing the trustees' stewardship of the assets.

The very long expected lives of heritage assets, due to their nature, value and need to be protected and preserved means that depreciation is not material and is, therefore, not provided.

1.6. Investments

Investments held as fixed assets are revalued at mid-market value at the balance sheet date and the gain or loss taken to the statement of financial activities.

1.7. Leasing

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

1.8. Stock

Stock is valued at the lower of cost and net realisable value.

2. Voluntary income

	Unrestricted funds £	Restricted funds £	2010 Total £	2009 Total £
FAPH Donations	13,441	1,983	15,425	5,171
FAPH Subscriptions	10,819	-	10,819	5,484
PHYT Subscriptions	-	6,841	6,841	4,743
	<u>24,260</u>	<u>8,824</u>	<u>33,085</u>	<u>15,398</u>

Friends of Abbeydale Picture House Ltd
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Notes to financial statements
for the year ended 31 May 2010

3. Activities for generating funds

	Unrestricted funds £	2010 Total £	2009 Total £
Shop income	1,852	1,852	1,631
Fundraising events and shows	24,112	24,112	32,141
	<u>25,964</u>	<u>25,964</u>	<u>33,772</u>

4. Investment income

	2010 Total £	2009 Total £
Bank interest receivable	-	6
	<u>-</u>	<u>6</u>

5. Incoming resources from charitable activities

	Unrestricted funds £	Restricted funds £	2010 Total £	2009 Total £
Income from non-investment property	17,755	-	17,755	10,215
Grants	5,600	5,074	10,674	569
	<u>23,355</u>	<u>5,074</u>	<u>28,429</u>	<u>10,784</u>

6. Net incoming resources for the year

	2010 £	2009 £
Net incoming resources is stated after charging		
Depreciation and other amounts written off tangible fixed assets	<u>1,350</u>	<u>750</u>

7. Taxation

The charity's activities fall within the exemptions afforded by the provisions of the Income and Corporation Taxes Act 1988. Accordingly, there is no taxation charge in these accounts.

Friends of Abbeydale Picture House Ltd
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Notes to financial statements
for the year ended 31 May 2010

8. Tangible fixed assets		Fixtures, fittings and equipment £	Total £
Cost			
At 1 June 2009		4,525	4,525
Additions		5,348	5,348
At 31 May 2010		<u>9,873</u>	<u>9,873</u>
Depreciation			
At 1 June 2009		1,280	1,280
Charge for the year		1,000	1,000
At 31 May 2010		<u>2,280</u>	<u>2,280</u>
Net book values			
At 31 May 2010		<u>7,593</u>	<u>7,593</u>
At 31 May 2009		<u>3,245</u>	<u>3,245</u>

9. Heritage assets		Heritage asset 1 £	Total £
Cost			
At 1 June 2009 and At 31 May 2010		<u>315,000</u>	<u>315,000</u>
Depreciation			
At 1 June 2009		950	950
Charge for the year		350	350
At 31 May 2010		<u>1,300</u>	<u>1,300</u>
Net book values			
At 31 May 2010		<u>313,700</u>	<u>313,700</u>
At 31 May 2009		<u>314,050</u>	<u>314,050</u>

Friends of Abbeydale Picture House Ltd
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Notes to financial statements
for the year ended 31 May 2010

10. Fixed asset investments	Subsidiary undertakings	Total
	shares	£
	£	£
Valuation		
At 1 June 2009 and		
At 31 May 2010	<u>1</u>	<u>1</u>
Historical cost as at 31 May 2010	<u>1</u>	<u>1</u>

All fixed asset investments are held within the United Kingdom. This investment is in relation to the New Company being APH Leisure Ltd.

10.1. Holdings of 20% or more

The company holds 20% or more of the share capital of the following companies

Subsidiary undertaking	Country of registration or incorporation	Nature of business	Shares held class	Proportion of shares held
A P H Leisure Limited	England & Wales	Snooker and venue	Ordinary	100

The aggregate amount of capital and reserves and the results of these undertakings for the last relevant financial year were as follows

	Capital and reserves	Profit for the period
	£	£
A P H Leisure Limited	2501	2,500

The new company was incorporated in February 2010. The above disclosures are taken from management information as no official year end figures are available.

11. Debtors

	2010	2009
	£	£
Other debtors	<u>3,531</u>	<u>4,250</u>

Friends of Abbeydale Picture House Ltd
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Notes to financial statements
for the year ended 31 May 2010

12. Creditors: amounts falling due within one year

	2010	2009
	£	£
Amounts owed to group undertakings	489	6,000
Trustees' current accounts	35	35
Other creditors	2,259	2,057
Accruals and deferred income	8,810	6,721
	<u>11,593</u>	<u>14,813</u>

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

	2010	2009
	£	£
Bank loan	250,000	250,000
Amounts owed to subsidiary undertaking	-	25,288
	<u>250,000</u>	<u>275,288</u>

The loan is secured by a first charge over the property known as 'The Abbeydale Picture House' Interest is chargeable at a rate of 2.5% above the banks lending rate No capital is being repaid on the first five years of the fifteen year term Capital repayments will commence in January 2011

14. Analysis of net assets between funds

	Unrestricted funds	Restricted funds	Total funds
	£	£	£
Fund balances at 31 May 2010 as represented by			
Tangible fixed assets	320,848	445	321,293
Investment assets	1	-	1
Current assets	8,493	1,123	9,616
Current liabilities	(11,593)	-	(11,593)
Long-term liabilities	(250,000)	-	(250,000)
	<u>67,749</u>	<u>1,568</u>	<u>69,317</u>

Friends of Abbeydale Picture House Ltd
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Notes to financial statements
for the year ended 31 May 2010

15. Unrestricted funds	At 1 June 2009 £	Incoming resources £	Outgoing resources £	At 31 May 2010 £
General reserves	<u>29,730</u>	<u>73,579</u>	<u>(35,561)</u>	<u>67,748</u>
16. Restricted funds	At 1 June 2009 £	Incoming resources £	Outgoing resources £	At 31 May 2010 £
Youth Theatre income	-	6,841	(6,841)	-
Grant and donations received towards roof	<u>5,059</u>	<u>7,057</u>	<u>(10,548)</u>	<u>1,568</u>
	<u>5,059</u>	<u>13,898</u>	<u>(17,389)</u>	<u>1,568</u>

17. Related party transactions

The Charity has 100% control over its operating subsidiary. The entities run separately on a day to day basis. However, certain costs amounting £890 were paid by the Charity on behalf of the subsidiary, however these have subsequently been repaid. As at 31st May 2010, the Charity owed the subsidiary £3. The previous subsidiary paid £15,000 rent to the Charity which has been disclosed as income from charitable activities.

18. Company limited by guarantee

Friends of Abbeydale Picture House Ltd is a company limited by guarantee and accordingly does not have a share capital.

Every member of the company undertakes to contribute such amount as may be required not exceeding £1 to the assets of the charitable company in the event of its being wound up while he or she is a member, or within one year after he or she ceases to be a member.