

**Annual Report and
Financial Statements
for the Year Ended 31 March 2011
for
Compass Gallery Limited
(A company limited by Guarantee and not having a share capital)**

**Registered Company Number: SC46634
Registered Charity Number: SC007119**

THURSDAY



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Compass Gallery Limited

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for the Year Ended 31 March 2011**

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Compass Gallery Limited

**Company Information
for the Year Ended 31 March 2011**

DIRECTORS:

C Gerber
Ms A Stein
G C Gerber
F G Bloom

SECRETARIES:

G C Gerber
Ms A Stein

REGISTERED OFFICE:

178 West Regent Street
Glasgow
G2 4RL

REGISTERED CHARITY NO: SC007119

REGISTERED NUMBER: SC46634

ACCOUNTANTS:

Gerber Landa & Gee
Chartered Accountants
11/12 Newton Terrace
Glasgow
G3 7PJ

Compass Gallery Limited

Report of the Directors for the Year Ended 31 March 2011

The directors who are also trustees for the purpose of the Companies Act, have pleasure in presenting their report and financial statements of the Charity for the year ended 31 March 2011.

REFERENCE AND ADMINISTRATIVE INFORMATION

SCOTTISH CHARITY NUMBER: SC007119

COMPANY REGISTRATION: SC46634

ADDRESS:

178 West Regent Street
Glasgow
G2 4RL

DIRECTORS

The directors shown below have held office during the whole of the period from 1 April 2010 to the date of this report.

C Gerber
G C Gerber
F G Bloom
A Stein

STRUCTURE, GOVERNANCE AND MANAGEMENT

The organisation is a charitable company limited by guarantee, incorporated on 13 May 1969. The company was established under a Memorandum of Association which established the objects and powers of the charitable company and is governed under its Articles of Association. Management of the company has been delegated to the directors who are appointed in accordance with the Memorandum and Articles of Association.

OBJECTIVES & ACTIVITIES

The objective for which Compass Gallery Limited is established is the advancement of education by the cultivation and improvement of public taste in modern painting, sculpture, ceramics, poetry, drama and similar fine arts in Scotland and elsewhere and in particular the City of Glasgow. The principal activity of the company in the year under review was that of an Art Gallery and all of its business was done in the United Kingdom.

ACHIEVEMENTS AND PERFORMANCE

Sales continue to be affected by the economic downturn and turnover has dropped significantly since the previous year.

FINANCIAL REVIEW

The organisation has only unrestricted funds which at the year end were in a deficit of £115,849.

This deficit has arisen due to lower art sales in recent years. However, the directors have increased the organisation's presence at recent art shows and it is their intention to increase this activity in the future to rectify the deficit. The operational costs of running the Gallery have been reduced in order to maintain the viability of the company.

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 C Gerber - Director

8 December 2011

Compass Gallery Limited

STATEMENT OF FINANCIAL ACTIVITIES

For the year ended 31 March 2011

Notes	Unrestricted Funds	Total Funds	2010
	£	£	£
INCOMING RESOURCES			
Donations	1,133	1,133	4,924
Grants received	2,850	2,850	3,000
Incoming Resources from Charitable Activities	36,773	36,773	64,097
Investment Income	-	-	-
Insurance Claim	-	-	2,650
	<u>40,756</u>	<u>40,756</u>	<u>74,671</u>
RESOURCES EXPENDED			
Charitable Activities	61,406	61,406	91,341
Governance Costs	2,375	2,375	2,275
Total resources expended	<u>63,781</u>	<u>63,781</u>	<u>93,616</u>
Net incoming resources	(23,025)	(23,025)	(18,945)
Balances brought forward at 1 April 2010	(92,824)	(92,824)	(73,879)
BALANCES CARRIED FORWARD AT 31 MARCH 2011			
	<u>(115,849)</u>	<u>(115,849)</u>	<u>(92,824)</u>

Compass Gallery Limited

**Balance Sheet
31 March 2011**

	Notes	31.3.11 £	£	31.3.10 £	£
FIXED ASSETS					
Tangible assets	5		457		658
CURRENT ASSETS					
Stocks		1,450		1,450	
Debtors	6	620		1,389	
Cash at bank and in hand		<u>2,228</u>		<u>36,618</u>	
		4,298		39,457	
CREDITORS					
Amounts falling due within one year	7	<u>77,745</u>		<u>91,739</u>	
NET CURRENT LIABILITIES			<u>(73,447)</u>		<u>(52,282)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			(72,990)		(51,624)
CREDITORS					
Amounts falling due after more than one year	8		<u>42,859</u>		<u>41,200</u>
NET LIABILITIES			<u>(115,849)</u>		<u>(92,824)</u>
RESERVES					
Unrestricted funds	9		<u>(115,849)</u>		<u>(92,824)</u>
			<u>(115,849)</u>		<u>(92,824)</u>

Compass Gallery Limited
Registered Number: SC46634
Balance Sheet - continued
31 March 2011

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2011.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2010 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the provisions of the Companies Act 2006 applicable to companies subject to the small companies' regime.

The financial statements were approved by the Board of Directors on 8 December 2011 and were signed on its behalf by:

Gillian C Gerber - Director

A handwritten signature in black ink, appearing to read 'G. Gerber', written over the printed name.

Compass Gallery Limited

Notes to the Financial Statements for the Year Ended 31 March 2011

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 net invoiced sales of goods, excluding value added tax.

Tangible fixed assets

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

Land and buildings	- 15% on reducing balance
Plant and machinery etc	- 25% on reducing balance

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

2. EXPENDITURE

Governance costs include:

	31.3.11	31.3.10
	£	£
Accountancy costs – preparation of accounts	<u>2,375</u>	<u>2,275</u>

3. STAFF COSTS

	31.3.11	31.3.10
The average weekly number of employees during the year was	<u>1</u>	<u>2</u>
Wages & Salaries	6,987	20,150
Social Security Costs	430	1,437
Redundancy	<u>8,978</u>	<u>-</u>
	<u>16,395</u>	<u>21,587</u>

4. TAXATION

Analysis of the tax charge

No liability to UK corporation tax arose on ordinary activities for the year ended 31 March 2011 nor for the year ended 31 March 2010.

Compass Gallery Limited

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2011**

5. TANGIBLE FIXED ASSETS

	Land and buildings £	Plant and machinery etc £	Totals £
COST			
At 1 April 2010 and 31 March 2011	<u>1,579</u>	<u>8,724</u>	<u>10,303</u>
DEPRECIATION			
At 1 April 2010	1,579	8,066	9,645
Charge for year	<u>-</u>	<u>201</u>	<u>201</u>
At 31 March 2011	<u>1,579</u>	<u>8,267</u>	<u>9,846</u>
NET BOOK VALUE			
At 31 March 2011	<u>-</u>	<u>457</u>	<u>457</u>
At 31 March 2010	<u>-</u>	<u>658</u>	<u>658</u>

6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.11 £	31.3.10 £
Other debtors	<u>620</u>	<u>1,389</u>

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.11 £	31.3.10 £
Trade creditors	2,743	-
Taxation and social security	508	-
Other creditors	<u>74,494</u>	<u>91,739</u>
	<u>77,745</u>	<u>91,739</u>

8. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	31.3.11 £	31.3.10 £
Other creditors	<u>42,859</u>	<u>41,200</u>

Compass Gallery Limited

Notes to the Financial Statements - continued
for the Year Ended 31 March 2011

9. MOVEMENT IN FUNDS

	Unrestricted Funds £
At 1 April 2010	(92,824)
Incoming resources	40,756
Outgoing resources	<u>(63,781)</u>
At 31 March 2010	<u>(115,849)</u>

10. RELATED PARTY DISCLOSURES

Included in other creditors falling due within one year is a loan of £56,170 (2010 - £73,614) from Gerber Bros Wholesale Ltd T/A Cyril Gerber Fine Art. The loan is interest free and has no fixed repayment date. Cyril Gerber is also a director of this company. A loan is also due to Gillian C Gerber of £14,224 (2010 -£7,809). The loan is interest free and has no fixed repayment date. Gillian C. Gerber is a director of the company.

Included in other creditors falling due after more than one year is a loan of £42,859 (2010 - £41,200) from Cyril Gerber. The loan is interest free and has no fixed repayment date. Cyril Gerber is a director of the company.

Compass Gallery Limited

**Independent Examiner's Report
Compass Gallery Limited**

I report on the accounts of the Charity for the year ended 31 March 2011 set out on pages three to eight.

Respective responsibilities of trustees and examiner

The charity's trustees (who are also the directors of the company for the purposes of company law) are responsible for the preparation of the accounts in accordance with the terms of the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006 (as amended). The charity trustees consider that the audit requirement of Regulation 10(1) (a) to (c) of the Accounts Regulations does not apply. It is my responsibility to examine the accounts as required under section 44 (1) (c) of the Act and to state whether particular matters have come to my attention.

Basis of independent examiner's statement

My examination was carried out in accordance with the Regulation 11 of the Charities Accounts (Scotland) Regulations 2006 (as amended). An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeks explanations from the trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently I do not express an audit opinion on the view given by the accounts.

Independent examiner's statement

In the course of my examination, no matter has come to my attention;

(a) which gives me reasonable cause to believe that in any material respect the requirements:

- to keep accounting records in accordance with Section 44(1) (a) of the 2005 Act and Regulation 4 of the 2006 Accounts Regulations
- to prepare accounts which accord with the accounting records and comply with Regulation 8 of the 2006 Accounts Regulations have not been met, or

(b) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.



Harry C Seddon FCCA
Gerber Landa & Gee
Chartered Accountants
11/12 Newton Terrace
Glasgow
3 7PJ

Date: 8 December 2011