

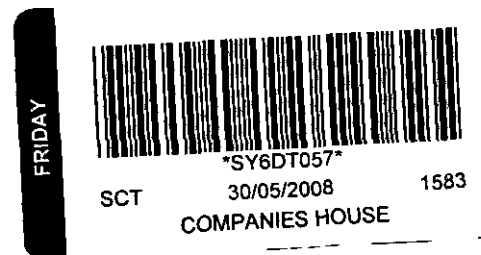
**LESBIAN, GAY & BISEXUAL COMMUNITY PROJECT LIMITED**  
(a company limited by guarantee)

**FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2007**

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**LESBIAN, GAY & BISEXUAL COMMUNITY PROJECT LIMITED**  
**(a company limited by guarantee)**

**COMPANY INFORMATION**

NAME	Lesbian, Gay & Bisexual Community Project Limited
STATUS	The Charity is a company limited by guarantee
DIRECTORS	John Hein Heather White Peter John McDougall (appointed 25 September 2006)
SECRETARY	John Hein
ACCOUNTANTS	Danzig & Co Chartered Accountants 8 12 Torphichen Street Edinburgh EH3 8JQ
REGISTERED OFFICE	58a Broughton Street Edinburgh EH1 3SA
REGISTERED NUMBER	SC163596
SCOTTISH CHARITY NUMBER	SC024473

# **LESBIAN, GAY & BISEXUAL COMMUNITY PROJECT LIMITED**

## **(a company limited by guarantee)**

### **DIRECTORS' REPORT FOR THE YEAR ENDED 30 JUNE 2007**

The directors present their annual report together with the financial statements of the company for the year ended 30 June 2007. This report is prepared in accordance with the memorandum and articles of association and the recommendations of Statement of Recommended Practice – 'Accounting and Reporting by Charities' (SORP 2005), and complies with applicable law.

#### **CONSTITUTION**

The company, which is limited by guarantee, was incorporated on 21 February 1996. Management of the company has been delegated to the directors who are appointed in accordance with the Memorandum and Articles of Association.

#### **OBJECTIVES AND PRINCIPAL ACTIVITIES**

The company's principal aim is to benefit the community by the preservation and protection of good health, both physical and mental, of gay men, lesbians and bisexual people in Scotland. This is facilitated through providing accommodation where support groups can congregate. There has been no significant change in the company's activities during the year and no changes are expected in the forthcoming year.

#### **FINANCIAL INFORMATION**

The financial statements have been prepared in accordance with current statutory requirements and the company's Memorandum and Articles of Association.

The surplus for the year is £1,145 (2006 £220 deficit).

#### **DIRECTORS**

The directors of the company at 30 June 2007 were

John Hem  
Heather White  
Peter John McDougall

As the company is limited by guarantee, no director has interest in the capital of the company.

#### **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 as at the end of the financial year and of the surplus or deficit of the company for that period. Under that law the directors have elected to prepare the financial statements in accordance with the United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). In preparing those 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,

Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

**LESBIAN, GAY & BISEXUAL COMMUNITY PROJECT LIMITED**  
**(a company limited by guarantee)**

**DIRECTORS' REPORT FOR THE YEAR ENDED 30 JUNE 2007**  
**(continued)**

The directors are responsible for maintaining proper accounting records which 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 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.

**RESERVES POLICY**

The directors have assessed the level of reserves at the 30 June 2007 and have considered it appropriate to prepare the financial statements on the going concern basis. Refer to accounting policy 1(i) on page 8.

**RISK REVIEW**

The directors have assessed the major risks to which the company is exposed, in particular those relating to the operations and finances of the company, and are satisfied that systems are in place to mitigate exposure to the major risks.

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 22 May 2008.

Signed on behalf of the board of directors

A handwritten signature in black ink, appearing to read 'Peter McDougall', with a long horizontal line extending from the end of the signature.

Peter McDougall

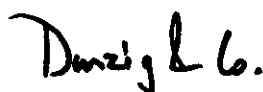
Director

**REPORT OF THE ACCOUNTANTS TO THE MEMBERS  
OF LESBIAN, GAY & BISEXUAL COMMUNITY PROJECT LIMITED  
(a company limited by guarantee)**

**Accountant's Report**

We report on the accounts for the year ended 30 June 2007 as set out on pages 5 to 11

You have approved the financial statements for the year ended 30 June 2007. In accordance with your instructions, we have compiled these unaudited financial statements from the accounting records and explanations supplied to us



Danzig & Co  
Chartered Accountants

8 12 Torphichen Street  
Edinburgh  
EH3 8JQ

22 May 2008

**LESBIAN, GAY & BISEXUAL COMMUNITY PROJECT LIMITED**  
**(a company limited by guarantee)**

**STATEMENT OF FINANCIAL ACTIVITIES**  
**FOR THE YEAR ENDED 30 JUNE 2007**

Notes	Unrestricted	Restricted	2007	2006
	£	£	£	£
<b>Incoming Resources</b>				
Rental income	10,196		10,196	8,693
Donations	140		140	
<b>Total Incoming Resources</b>	<b>10,336</b>		<b>10,336</b>	<b>8,693</b>
<b>Resources Expended</b>				
<i>Direct charitable expenditure</i>				
Direct charitable expenditure	7,421		7,421	7,969
<i>Other expenditure</i>				
Cost of generating funds				
Governance costs	1,770		1,770	1,898
<b>Total Resources Expended</b>	<b>9,191</b>		<b>9,191</b>	<b>9,867</b>
<b>Net (Outgoing)/Incoming Resources for the year</b>	<b>1,145</b>		<b>1,145</b>	<b>(1,174)</b>
<b>Net Movement in Funds</b>				
Transfer from revaluation reserve				955
Revaluation in year	69,290		69,290	
Funds at 1 July 2006	81,321	923	82,244	82,463
Funds at 30 June 2007	<b>151,756</b>	<b>923</b>	<b>152,679</b>	<b>82,244</b>

The notes on pages 8 to 11 form part of these financial statements

**LESBIAN, GAY & BISEXUAL COMMUNITY PROJECT LIMITED**  
**(a company limited by guarantee)**

**INCOME AND EXPENDITURE ACCOUNT**  
**FOR THE YEAR ENDED 30 JUNE 2007**

	Note	2007 £	2006 £
<b>Turnover</b>		<u>10,336</u>	<u>8,693</u>
<b>Net operating expenses</b>			
Administrative expenses		9,191	9,868
Less transfer from revaluation reserve	9	<u>(955)</u>	<u>(955)</u>
		<u>9,191</u>	<u>8,913</u>
<b>Operating surplus/ (deficit) for the year</b>	9	<u>1,145</u>	<u>(220)</u>

None of the company's activities were acquired or discontinued during the above years

**STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES**  
**FOR THE YEAR ENDED 30 JUNE 2007**

	Note	2007 £	2006 £
Operating surplus/ (deficit) for the year	9	1,145	(220)
Revaluation in the year	9	<u>69,290</u>	<u>—</u>
<b>Total recognised gains for the year</b>		<u>70,435</u>	<u>(220)</u>

The notes on pages 8 to 11 form part of these financial statements

**LESBIAN, GAY & BISEXUAL COMMUNITY PROJECT LIMITED**  
**(a company limited by guarantee)**  
**BALANCE SHEET 30 JUNE 2007**

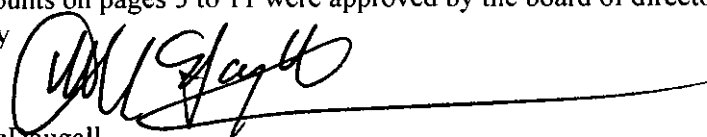
	Note	2007		2006	
		£	£	£	£
<b>Fixed assets</b>					
Tangible assets	4		200,116		130,865
<b>Current assets</b>					
Debtors		72		215	
Cash and bank		1,402		1,587	
		<u>1,474</u>		<u>1,802</u>	
<b>Creditors: amounts falling due within one year</b>	5	<u>(12,725)</u>		<u>(12,706)</u>	
<b>Net current liabilities</b>			<u>(11,251)</u>		<u>(10,904)</u>
<b>Total assets less current liabilities</b>			<u>188,865</u>		<u>119,961</u>
<b>Creditors: amounts falling due after more than one year</b>	6		<u>(36,186)</u>		<u>(37,717)</u>
			<u>152,679</u>		<u>82,244</u>
<b>Funds</b>					
Restricted fund	7		923		923
Unrestricted fund	8		151,756		81,321
	9		<u>152,679</u>		<u>82,244</u>

The directors consider that for the year ended 30 June 2007 the company was entitled to exemption from audit under subsection 1 of section 249A of the Companies Act 1985. No member or members have deposited a notice requesting an audit for the current financial year under subsection 2 of section 249B of the Act.

The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985 and 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 surplus or deficit for the financial year in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company.

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

The accounts on pages 5 to 11 were approved by the board of directors on 22 May 2008 and signed on its behalf by

  
Peter McDougall  
Director



**LESBIAN, GAY & BISEXUAL COMMUNITY PROJECT LIMITED**  
**(a company limited by guarantee)**

**NOTES TO THE FINANCIAL STATEMENTS 30 JUNE 2007**

**1 ACCOUNTING POLICIES**

The principal accounting policies which are adopted in the preparation of the financial statements are set out below

- a) The financial statements have been prepared in accordance with applicable accounting standards. The recommendations of Statement of Recommended Practice – 'Accounting and Reporting by Charities' (SORP 2005) have been followed in the preparation of the financial statements
- b) Voluntary income is received by way of donations and is included in full in the Statement of Financial Activities when received
- c) 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 received
- d) Expenditure costs, where possible, have been allocated directly to charitable, fundraising and publicity, or governance costs. Where this is not possible costs have been apportioned on the basis of time spent on each activity
- e) Restricted funds are to be used for the specific purposes as laid down by the donor. Expenditure which meets these criteria is identified to the fund
- f) Unrestricted funds are other income received or generated for the objects of the charity without further specified purpose and are available as general funds
- g) Depreciation is provided on all tangible fixed assets at rates calculated to write off the cost of each asset over its estimated useful life. Depreciation rates are as follows

Land and buildings	nil
Computer equipment	33% Straight line
Fixtures and fittings	25% Reducing balance

The property is shown at most recent valuation. Any aggregate surplus or deficit arising from changes in market value is transferred to a revaluation reserve. This is a departure from The Companies Act 1985 but, in the opinion of the directors, this is necessary to give a true and fair view.

- h) The company has taken advantage of the exemption in FRS 1 from the requirement to prepare a cash flow statement on the grounds that it is a small company
- i) The directors consider it appropriate to view the company as a going concern, on the basis that the director John Hein has undertaken not to withdraw any loan funds or accrued interest to the detriment of the other creditors of the company
- j) The company is exempt from corporation tax on its charitable activities

**LESBIAN, GAY & BISEXUAL COMMUNITY PROJECT LIMITED**  
**(a company limited by guarantee)**

**NOTES TO THE FINANCIAL STATEMENTS 30 JUNE 2007**  
**(continued)**

**2 OPERATING DEFICIT or SURPLUS**

The operating surplus/(deficit) is stated after charging

	<b>2007</b>	<b>2006</b>
	<b>£</b>	<b>£</b>
Depreciation of owned fixed assets	39	1,452

**3 DIRECTORS' REMUNERATION**

None of the directors received remuneration during the year (2006 – £0)

**4 TANGIBLE FIXED ASSETS**

	<b>Land and Buildings</b>	<b>Plant and Machinery etc</b>	<b>Total</b>
	<b>£</b>	<b>£</b>	<b>£</b>
<u>Cost or valuation</u>			
At 1 July 2006	140,000	3,364	143,364
Additions			
Revaluation	60,000		60,000
At 30 June 2007	200,000	3,364	203,364
<u>Depreciation</u>			
At 1 July 2006	9,290	3,209	12,499
Charge for the year		39	39
Eliminated on revaluation	(9,290)		(9,290)
At 30 June 2007		3,248	3,248
<u>Net book value</u>			
At 30 June 2007	£200,000	£116	£200,116
At 30 June 2006	£130,710	£155	£130,865

Land and buildings were revalued at £200,000 on an open market basis on 30 June 2007 by the directors  
The historical cost of land and buildings at 30 June 2007 is £44,476 (2006 £44,476)

**LESBIAN, GAY & BISEXUAL COMMUNITY PROJECT LIMITED**  
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**NOTES TO THE FINANCIAL STATEMENTS 30 JUNE 2007**  
**(continued)**

**5 CREDITORS amounts falling due within one year**

	<b>2007</b>	<b>2006</b>
	<u>£</u>	<u>£</u>
Other creditors	10,725	10,706
Bank loan and overdraft	2,000	2,000
	<u>12,725</u>	<u>12,706</u>

**6 CREDITORS amounts falling due after more than one year**

	<b>2007</b>	<b>2006</b>
	<u>£</u>	<u>£</u>
Bank loan	16,186	17,717
Directors loan	20,000	20,000
	<u>36,186</u>	<u>37,717</u>

**Amounts falling due after more than 5 years**

	<b>2007</b>	<b>2006</b>
	<u>£</u>	<u>£</u>
Bank loan	8,186	9,717

The bank loan is secured (notes 5 and 6) The directors loan is unsecured and interest is accrued at 1% above base rate

**7 RESTRICTED FUNDS**

	At 30 June 2006 £	Movement £	At 30 June 2007 £
Disability access grant	923		923

**LESBIAN, GAY & BISEXUAL COMMUNITY PROJECT LIMITED**  
**(a company limited by guarantee)**

**NOTES TO THE FINANCIAL STATEMENTS 30 JUNE 2007**  
**(continued)**

8 UNRESTRICTED FUND	At 30 June 2006 £	Movement £	At 30 June 2007 £
Designated fund	89,794	69,290	159,084
General fund	(8,473)	1,145	(7,328)
	<hr/>		<hr/>
Total unrestricted funds	81,321	70,435	151,756
	<hr/>		<hr/>

Included in the unrestricted fund above is a designated fund 'revaluation reserve', amounting to £159,084 (2006 £89,794), the transfer in the year arises due to the revaluation of the property by the directors

9 RECONCILIATION OF MOVEMENT IN FUNDS

	<b>2007</b>	<b>2006</b>
	<hr/> £	<hr/> £
Surplus/ (deficit) for the year	1,145	(220)
Transfer to income and expenditure account		(955)
Revaluation of property	69,290	
	<hr/>	<hr/>
	70,435	(1,175)
	<hr/>	<hr/>
Funds at 30 June 2006	82,244	83,419
	<hr/>	<hr/>
Funds at 30 June 2007	152,679	82,244
	<hr/>	<hr/>