

NICHOLSON TRAINING LIMITED
A COMPANY LIMITED BY GUARANTEE
REPORTS AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 MARCH 2006
COMPANY REGISTRATION NUMBER SC173303
CHARITY RECOGNITION NUMBER SCO28168



**NICHOLSON TRAINING LIMITED
REPORTS AND FINANCIAL STATEMENTS**

CONTENTS	Page
Legal and Administrative Information	3
Trustees' Report	4 & 5
Report of the Accountants	6
Statement of Financial Activities	7
Statement of Total Recognised Gains and Losses	8
Balance Sheet	9
Notes to the Financial Statements	10 13

NICHOLSON TRAINING LIMITED
LEGAL AND ADMINISTRATIVE INFORMATION

Charity name:

Nicholson Training Ltd

Company registration number:

SC173303

Charity recognition number:

SCO28168

Trustees

Graham Cryer

Steven Nicol

Meloney Reed

Company secretary

Meloney Reed

Registered office

The Nicholson Building

St Catherine's Road

Forres

Moray

IV36 1LL

Accountants

Cassie & Co

4 North Guildry Street

ELGIN

IV30 1JR

Bankers

Lloyds TSB

NICHOLSON TRAINING LIMITED TRUSTEES' REPORT

Constitution and objects

Nicholson Training Limited is a charitable company limited by guarantee. The management of the charity is the responsibility of the trustees who are also the company's directors.

The principal activities of the company during the year were the training, recycling and renovation facility with opportunities in design, training and restoration. The company has also worked towards helping to improve the employment prospects of the long term unemployed, youths with behavioural problems and school leavers into full time employment by giving hands on experience, confidence building tasks and team working. The legal and administrative information set out on page 3 forms part of this report.

Performance

During the year the charity carried out fundraising activities generating income of £8,101 and incurred expenditure of £10,925.

In addition to the expenditure noted above, the company recognised that tenant's improvements capitalised should have been written off or depreciated in previous years. To account for this, the company has written off £11,990 as a prior year adjustment.

The charity has reduced its activity considerably compared to previous years.

The trustees are reviewing the future direction and relevance of the charity and are considering various options.

Charitable status and governing document

The company is a recognised charity, number SC028168. It is a company limited by guarantee, not having a share capital and is governed by the rules set out in its Memorandum and Articles of Association.

Reserves

It is the policy of the charity to maintain unrestricted funds, which are the free reserves of the charity, at a level sufficient to cover management, administration and support costs for the period of one year.

The level of unrestricted funds held at the year end was £5,520.

Organisation

The charity is administered by a board of trustees.

Risks

The company has reviewed the major risks as identified by the trustees and has put in place procedures to mitigate these.

NICHOLSON TRAINING LIMITED
TRUSTEES' REPORT (CONTINUED)

Directors

The trustees who are also the company's directors, who served during the year were

Graham Cryer
Steven Nicol
Meloney Reed

New trustees are appointed at the annual general meeting or may be appointed by the existing trustees during the year. The trustees who have been longest in office since they were last appointed retire and may offer themselves for re-election at the annual general meeting. Any trustees appointed during the year shall retire and offer themselves for election at the next annual general meeting.

Potential new trustees are identified by the existing trustees having regard to the skills available and required. New trustees are given appropriate training according to the requirements of the position.

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 company at the end of the financial year and of the surplus or deficit, and total recognised gains and losses of the company for that period. The trustees confirm their responsibility to ensure that appropriate accounting policies have been used and applied consistently, and that responsible and prudent judgements and estimates have been made, in the preparation of the financial statements for the year ended 31 March 2006. The trustees also confirm their responsibility to prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The trustees are responsible for maintaining adequate accounting records, for safeguarding the assets of the company, and for taking reasonable steps to prevent and detect fraud and other irregularities.

Accounts

The company is exempt from audit in the current year.

Small company rules

This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and in accordance with the Statement of Recommended Practice: Accounting and Reporting for Charities issued in March 2005.

This report was approved by the board on 23 April 2007 and signed on its behalf by

G Cryer
Director



**REPORT OF THE ACCOUNTANTS TO THE MEMBERS
OF NICHOLSON TRAINING LIMITED**

We report on the accounts for the year ended 31 March 2006 set out on pages 7 to 13

Respective responsibilities of trustees and reporting accountants

As described on page 5 the company trustees are responsible for the preparation of the accounts, and they consider

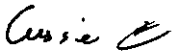
Basis of opinion

Our work was conducted in accordance with the Statement of Standards for Reporting Accountants, and so our procedures consisted of comparing the financial statements with the accounting records kept by the company, and making limited enquiries of the officers of the company as we considered necessary for the purposes of this report. These procedures provide only the assurance expressed in our opinion.

Opinion

In our opinion

- (a) the accounts are in agreement with the accounting records kept by the company under section 221 of the Companies Act 1985,
- (b) having regard only to, and on the basis of, the information contained in those accounting records
 - (i) the accounts have been drawn up in a manner consistent with the accounting requirements specified in section 249C(6) of the Act, and
 - (ii) the company satisfied the conditions for exemption from an audit of the accounts for the year specified in section 249A(4) of the Act and did not, at any time within that year, fall within any of the categories of the companies not entitled to the exemption specified in section 249B(1)



Cassie & Co
Reporting Accountants
4 North Guildry Street
ELGIN
IV30 1JR

23 April 2007

NICHOLSON TRAINING LIMITED
STATEMENT OF FINANCIAL ACTIVITIES (INCLUDING INCOME & EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 MARCH 2006

	NOTES	2006 £	2005 As restated £
Incoming resources			
Incoming resources from generated funds:			
<i>Voluntary income</i>			
Donations		3,718	1,222
<i>Activities for generating funds</i>			
Rent		1,842	3,150
<i>Investment income</i>			
Bank interest from UK sources		27	88
Incoming resources from charitable activities:	2	2,514	66,499
Total incoming resources		<u>8,101</u>	<u>70,959</u>
Resources expended			
Charitable activities	3	10,423	68,540
Governance costs	4	502	2,073
Total resources expended		<u>10,925</u>	<u>70,613</u>
Net income/(deficit) for the year		<u>(2,824)</u>	<u>346</u>
Total funds at 1 April 2005		8,344	7,998
Movement in total funds for the year		<u>(2,824)</u>	<u>346</u>
Total funds at 31 March 2006		<u>5,520</u>	<u>8,344</u>

All activities relate to unrestricted funds

NICHOLSON TRAINING LIMITED
STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES
AS AT 31 MARCH 2006

	NOTES	2006
		£
Net movement in funds for the year		(2,824)
Prior year adjustment	8	(11,990)
Total recognised gains and losses for the financial year		<u>(14,814)</u>

NICHOLSON TRAINING LIMITED
BALANCE SHEET
AS AT 31 MARCH 2006

	Notes	2006 £	2005 As restated £
Fixed assets			
Tangible assets	6	8,074	9,603
Current assets			
Trade debtors		0	4,500
Cash at bank and in hand		381	389
		<u>381</u>	<u>4,889</u>
Creditors, amounts falling due within one year	7	<u>(2,935)</u>	<u>(6,148)</u>
Net current liabilities		(2,554)	(1,259)
Net assets		<u>5,520</u>	<u>8,344</u>
Funds			
Unrestricted funds	8	5,520	8,344
Total charity funds		<u>5,520</u>	<u>8,344</u>

The directors consider that the company is entitled to exemption from audit under subsection 1 of s249A of the Companies Act 1985 for the year ended 31 March 2006

No member or members have deposited a notice under section 249B(2) requiring an audit for the year ended 31 March 2006

The directors acknowledge their responsibilities for ensuring that the company keeps accounting records which comply with section 221 of Companies Act 1985 and for preparing financial statements which give a true and fair view of the state of affairs of the company as at 31 March 2006 in accordance with the requirements of section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to the financial statements, so far as applicable to the company

The financial statements, which have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 applicable to small companies, and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005) were approved by the board on 23 April 2007 and signed on its behalf by

G Cryer
Director

NICHOLSON TRAINING LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2006

1. Accounting policies

1.1 Basis of accounting

The financial statements have been prepared under the historical cost convention and are in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005), the Charities Accounts (Scotland) Regulations 1992 and Accounting and Reporting by Charities Statement of Recommended Practice (SORP) issued in March 2005

1.2 Incoming resources

All incoming resources, are included in incoming resources when the company is legally entitled to the income and the amount can be quantified with reasonable accuracy. Income is deferred only when the charity has to fulfil conditions before becoming entitled to it or where the donor specifies that the income is to be expended in a future period.

When donors specify that income is for a particular restricted purpose, which does not amount to pre conditions regarding entitlement, this income is included in the incoming resources of restricted funds when receivable.

1.3 Resources expended

All expenditure is included on an accruals basis and has been classified under headings that aggregate all costs related to that category. Governance costs are those incurred in connection with administration of the charity.

1.4 Costs of managing and administering the charity

These represent the costs incurred by finance, human resources, accounting, legal and other costs attributable to the management of the charity's assets, organisational administration and compliance with constitutional and statutory requirements.

1.5 Fund accounting

Unrestricted funds are available for use at the discretion of the directors in furtherance of the general objectives of the company and which have not been designated for other purposes.

1.6 Tangible fixed assets

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life on the following bases:

Machinery and equipment	15% straight line
Motor vehicles	25% reducing balance
Office equipment	25% reducing balance

1.7 Operating leases

Rentals payable are charged on a time basis over the lease term.

NICHOLSON TRAINING LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2006

2 Incoming resources from charitable activities

2006	2005
£	£
Arts & Crafts	59,433
SCVO Training	2,852
Consultancy & Training	4,214
<u>2,514</u>	<u>66,499</u>

3. Costs incurred in relation to charitable activities

2006	2005
£	£
Wages	31,923
Training	1,675
Rent	10,920
Heating	2,658
Insurance	2,378
Subcontracted training costs	0
Materials	6,499
Equipment	596
Building maintenance	12
Travel	1,323
Telephone	486
Post and stationery	257
Miscellaneous	60
Advertising	364
Professional fees	5,901
Loss on disposal of asset	0
Depreciation	3,488
<u>10,423</u>	<u>68,540</u>

4 Governance costs:

2006	2005
£	£
Accountancy fees	2,073
<u>502</u>	<u>2,073</u>

5. Expenses and salaries

The company did not pay out any expenses or salaries to the trustees during the year

NICHOLSON TRAINING LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2006

6. Tangible assets

	Tenants improvements as restated	Equipment	Motor vehicles	Total as restated
Cost	£	£	£	£
At 1 April 2005	11,990	24,984	590	37,564
Additions	0	0	0	0
Disposals	0	0	(590)	(590)
At 31 March 2006	<u>11,990</u>	<u>24,984</u>	<u>0</u>	<u>36,974</u>
Depreciation				
At 1 April 2005	11,990	15,485	486	27,961
Charge for year	0	1,425	0	1,425
Disposals	0	0	(486)	(486)
At 31 March 2006	<u>11,990</u>	<u>16,910</u>	<u>0</u>	<u>28,900</u>
Net book value				
At 31 March 2006	<u>0</u>	<u>8,074</u>	<u>0</u>	<u>8,074</u>
At 31 March 2005	<u>0</u>	<u>9,499</u>	<u>104</u>	<u>9,603</u>

7 Creditors: amounts falling due within one year

	2006	2005
	£	£
Trade creditors	0	1,200
Other creditors	<u>2,935</u>	<u>4,948</u>
	<u>2,935</u>	<u>6,148</u>

Other creditors include £Nil, 2005 £2,703, in respect of taxation and social security

NICHOLSON TRAINING LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2006

8. Funds

**Restricted
funds**

	£
Balance at 1 April 2005 as previously stated	20,334
Prior year adjustment	(11,990)
Balance at 1 April 2005 as restated	8,344
Incoming resources	8,101
Resources expended	(10,925)
At 31 March 2006	<u>5,520</u>

**Unrestricted
funds**

	£
Fund balances at 31 March 2006 are represented by	
Tangible fixed assets	8,074
Current assets	381
Current liabilities	(2,935)
	<u>5,520</u>

The prior year adjustment arises from a change in accounting policy. In previous years the tenants improvements shown in the balance sheet were not depreciated. Under the revised accounting policy they are depreciated over the period of the lease of the building. The effect of the change in policy has been to decrease the reserves as at 1 April 2005 and 1 April 2006 by £11,990.

9. Members' guarantees

Nicholson Training Limited is a company limited by guarantee and does not have a share capital. The members of Nicholson Training Limited have provided guarantees for the debts of the company to a limit of £1 per member.

10. Related party transactions

One of the directors, Mr Graham Cryer, charged the company £460 (2005 £5,470) for professional services provided by his business.