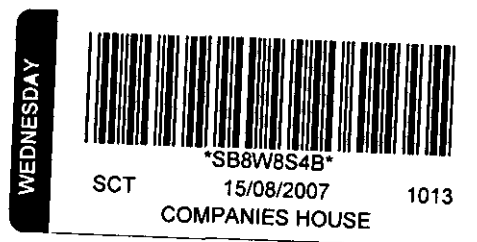


REGISTERED COMPANY NUMBER: 258157 (SCOTLAND)
REGISTERED CHARITY NUMBER: SC 034906

REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS For The Year Ended 31 March 2007
FOR
VISUAL STATEMENT



VISUAL STATEMENT

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for the Year Ended 31 March 2007

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VISUAL STATEMENT

REPORT OF THE TRUSTEES **for the Year Ended 31 March 2007**

The trustees who are also directors of the charity for the purposes of the Companies Act 1985, present their report with the financial statements of the charity for the year ended 31 March 2007. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) 'Accounting and Reporting by Charities' issued in March 2005.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

258157 (Scotland)

Registered Charity number

SC 034906

Registered office

C/o Burness LLP
50 Lothian Road
Festival Square
Edinburgh
EH3 9WJ

Trustees

Jeanette Lamb
Patrick Donaghy
John Quigley
Gerald Donaghy
Loise Marie Harley
Helen Fitzgerald
Catherine Smith
Daniel Cameron Christie Dobbie

Company Secretary

Burness LLP

Bankers

Bank of Scotland plc
182 Smithycroft Road
Glasgow
G33 2QL

Independent Examiner

Stuart Ramsden FCA, 12 Station Road, Bardowie, Glasgow, G62 6ET

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 1985.

Recruitment and appointment of new trustees

Members wishing to become trustees must lodge with the company written notice confirming that they are willing to be appointed at least seven days in advance of a general meeting. No person can be appointed a trustee unless they are a member of the company and has been approved by a resolution of the board of trustees.

Induction and training of new trustees

All new board members are inducted by the trustees of the charity. The chairperson of the board of trustees meets with the new trustee to outline the code of governance.

Organisational structure

The board of trustees meets each month and has responsibility for all strategic decisions of the charity. Operational decisions are delegated to senior staff, with the trustees having overall responsibility for day to day management of the charity.

VISUAL STATEMENT

REPORT OF THE TRUSTEES **for the Year Ended 31 March 2007**

STRUCTURE, GOVERNANCE AND MANAGEMENT

Related parties

The company is a stand alone charity

Risk management

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error

The trustees have considered the major risks to which the charity is exposed and have reviewed those risks and established systems and procedures to manage those risks

The major risk identified is that the charity would have to discontinue operating if sufficient grant funding could not be obtained to maintain the level of service currently being provided

OBJECTIVES AND ACTIVITIES

Objectives and aims

The charity's objects, as set out in its Memorandum and Articles of Association are

- (i) to devise, operate and develop appropriate projects, courses of study and programmes for the provision of education in the arts for people by such other means or methods as the Company may consider to be appropriate which educational projects, courses and programmes may be undertaken in the Glasgow conurbation or elsewhere,
- (ii) To assist and support people to develop their artistic techniques and repertoires and to provide experience and insights into the lives of professional artists and the disciplines associated with the pursuit of artistic excellence,
- (iii) to pursue appropriate educational and artistic development strategies in pursuit of the aims of the Company,
- (iv) to provide, in conjunction with other agencies and professionals appropriate financial assistance and support for people following projects, courses of study and programmes devised, operated and developed by the Company,
- (v) to enlist and organise volunteers to assist in the said projects, courses of study and programmes,
- (vi) to provide, where appropriate, accreditation schemes for persons pursuing the projects, courses of study and programmes devised, operated and developed by the Company,
- (vii) to work with and co operate with other relevant individuals, companies, bodies, institutions and agencies including but not limited to the Scottish Executive, Scottish local authorities, the Scottish Arts Council and all Scottish national arts companies for opera, ballet, dance, drama, the visual arts and other art forms in the pursuit of the company's arts educational objectives,

Significant activities

The main aim of the charity for the year were

To pursue appropriate educational and artistic development strategies in pursuit of the aims of the company

ACHIEVEMENT AND PERFORMANCE

Charitable activities

The main activities of the charity during the year were

Developing the charity's Anti vandalism campaign in conjunction with Strathclyde Police and First Bus
Producing, directing and choreographing two new productions

FINANCIAL REVIEW

Reserves policy

The trustees have examined the charity's requirements for reserves in light of the main risks to the organisation. In doing so they considered the reason why the company needs restricted and unrestricted funds, the level of these reserves required and the steps to be taken in order to establish and maintain reserves at the required level

The target set by the trustees is to build up reserves equivalent to three months running costs, but in line with most organisations relying on grant income it is not always easy to retain reserves at this level

VISUAL STATEMENT

REPORT OF THE TRUSTEES
for the Year Ended 31 March 2007

FINANCIAL REVIEW

Principal funding sources

The charity's principal source of income is the amounts received by way of grant from Glasgow City Council, Bishopwood Area Forum, Scottish arts Council, BBC Children in Need and Easterhouse Police

Additional income is generated from fees charged for shows and work carried out

ON BEHALF OF THE BOARD:



Daniel Cameron Christie Dobbie Trustee

19 July 2007

**CHARTERED ACCOUNTANT'S REPORT TO THE BOARD OF TRUSTEES
ON THE UNAUDITED FINANCIAL STATEMENTS OF
VISUAL STATEMENT**

Independent Examiner's Report to the Trustees of Visual Statement.

I report on the accounts of the charity for the year ended 31st March 2007 set out on pages five to eleven

Respective responsibilities of the trustees and independent examiner

As described on page six the charity's trustees 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

The charity's trustees consider that the audit requirements of Regulation 10(1) (d) of the Charities Accounts (Scotland) Regulations 2006 does not apply

It is my responsibility to examine the accounts in accordance with relevant legal requirements and based on my examination to report my opinion and to state whether particular matters have come to my attention

Basis of opinion

My examination was carried out in accordance with Regulation 11 of the Charities Accounts (Scotland) Regulations 2006. 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 seeking 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.

I have carried out such investigations as were necessary to enable me to form an opinion as to whether proper accounting records adequate for the purposes of the charity have been kept and the accounts of the charity were in accordance with the accounting records.

Opinion

In my opinion, according to the best of my knowledge and belief and in accordance with the information and explanations given to me

- a) the charity satisfied the conditions for exemption from an audit of the accounts for the year specified,
- b) the statement of financial activities, incorporating the income and expenditure account and balance sheet, and notes thereon have been properly prepared from the records of the charity, and are in agreement therewith,
- c) the accounts comply with the terms of the Charities and Trustee Investment (Scotland Act) 2005 and the Charities Accounts (Scotland) Regulations 2006, and the founding deed of the charity
- d) no matter has come to my attention to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts be reached



Stuart Ramsden Chartered Accountant
12 Station Road
Bardowie
Glasgow
G62 6ET

19 July 2007

VISUAL STATEMENT

STATEMENT OF FINANCIAL ACTIVITIES for the Year Ended 31 March 2007

	Notes	Unrestricted funds £	Restricted funds £	2007 Total funds £	2006 Total funds £
INCOMING RESOURCES					
Incoming resources from generated funds					
Voluntary income	2	48,000	27,667	75,667	77,942
Activities for generating funds	3	18,970		18,970	7,046
Investment income	4	296		296	396
		<hr/>	<hr/>	<hr/>	<hr/>
Total incoming resources		67,266	27,667	94,933	85,384
RESOURCES EXPENDED					
Charitable activities	5				
Dance performance		58,495	28,500	86,995	94,607
Governance costs	7	898		898	646
		<hr/>	<hr/>	<hr/>	<hr/>
Total resources expended		59,393	28,500	87,893	95,253
NET INCOMING/(OUTGOING) RESOURCES					
		<hr/>	<hr/>	<hr/>	<hr/>
		7,873	(833)	7,040	(9,869)
RECONCILIATION OF FUNDS					
Total funds brought forward		(6,288)	12,000	5,712	15,581
		<hr/>	<hr/>	<hr/>	<hr/>
TOTAL FUNDS CARRIED FORWARD		1,585	11,167	12,752	5,712
		<hr/>	<hr/>	<hr/>	<hr/>

The notes form part of these financial statements

VISUAL STATEMENT**BALANCE SHEET****At 31 March 2007**

	Notes	Unrestricted funds £	Restricted funds £	2007 Total funds £	2006 Total funds £
FIXED ASSETS					
Tangible assets	11	2,255		2,255	3,006
CURRENT ASSETS					
Debtors amounts falling due within one year	12	5,414		5,414	291
Cash at bank		335	11,168	11,503	12,000
		<u>5,749</u>	<u>11,168</u>	<u>16,917</u>	<u>12,291</u>
CREDITORS					
Amounts falling due within one year	13	(6,420)		(6,420)	(9,585)
NET CURRENT ASSETS/(LIABILITIES)		<u>(671)</u>	<u>11,168</u>	<u>10,497</u>	<u>2,706</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		1,584	11,168	12,752	5,712
NET ASSETS		<u>1,584</u>	<u>11,168</u>	<u>12,752</u>	<u>5,712</u>
FUNDS	14				
Unrestricted funds				1,584	(6,288)
Restricted funds				11,168	12,000
TOTAL FUNDS				<u>12,752</u>	<u>5,712</u>

The notes form part of these financial statements

VISUAL STATEMENT

BALANCE SHEET CONTINUED

At 31 March 2007

The charitable company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ended 31 March 2007

The trustees have not required the charitable company to obtain an audit of its financial statements for the year ended 31 March 2007 in accordance with Section 249B(2) of the Companies Act 1985

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Section 221 of the Companies Act 1985 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as applicable to the charitable company

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small charitable companies and with the Financial Reporting Standard for Smaller Entities (effective January 2005)

The financial statements were approved by the Board of Trustees on 19 July 2007 and were signed on its behalf by

Jeanette Lamb Trustee



Daniel Cameron Christie Dobbie Trustee



VISUAL STATEMENT

NOTES TO THE FINANCIAL STATEMENTS **for the Year Ended 31 March 2007**

1 ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standards for Smaller Entities (effective January 2005) and the requirements of the Statement of Recommended Practice, Accounting and Reporting by Charities

Incoming resources

All incoming resources are included on the Statement of Financial Activities when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy

Resources expended

Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources

Tangible fixed assets

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

Fixtures and fittings	25% on reducing balance
Motor vehicles	25% on reducing balance
Office equipment	25% on reducing balance

Taxation

The charity is exempt from corporation tax on its charitable activities

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements

2 VOLUNTARY INCOME

	2007 £	2006 £
Donations		500
Grants	75,667	77,442
	<u>75,667</u>	<u>77,942</u>

3. ACTIVITIES FOR GENERATING FUNDS

	2007 £	2006 £
Generated income/fundraising	18,970	7,046
	<u>18,970</u>	<u>7,046</u>

4 INVESTMENT INCOME

	2007 £	2006 £
Bank interest received	296	396
	<u>296</u>	<u>396</u>

VISUAL STATEMENT

NOTES TO THE FINANCIAL STATEMENTS CONTINUED **for the Year Ended 31 March 2007**

5. CHARITABLE ACTIVITIES COSTS

	Direct costs (See note 6)	Total
	£	£
Dance performance	86,995	86,995

6. DIRECT COSTS OF CHARITABLE ACTIVITIES

	2007 £	2006 £
Staff costs	70,060	77,335
Rates and water	695	1,790
Insurance	781	326
Light and heat	875	3,798
Telephone	416	1,235
Stationery and postage	1,412	273
Advertising	225	50
Sundries	73	118
Disclosure Scotland	40	
Cleaning materials	2	98
Computer software and support	279	183
Repairs and maintenance	152	656
Auditorium hire	948	
Materials	1,402	1,346
Staff travel	378	
Motor expenses and travel	1,575	1,788
Licences (P P Ltd)	52	51
Rent	1,500	
Video production	270	
Easterhouse Festival		2,078
Tutor fees	4,220	2,480
Artist in Residence	833	
Depreciation	751	1,002
Interest payable and similar charges	56	
	<u>86,995</u>	<u>94,607</u>

7. GOVERNANCE COSTS

	2007 £	2006 £
Accountancy	494	646
Legal fees	404	
	<u>898</u>	<u>646</u>

8. NET INCOMING/(OUTGOING) RESOURCES

Net resources are stated after charging/(crediting)

	2007 £	2006 £
Depreciation owned assets	751	1,002

VISUAL STATEMENT

NOTES TO THE FINANCIAL STATEMENTS CONTINUED for the Year Ended 31 March 2007

9. TRUSTEES' REMUNERATION AND BENEFITS

One of the trustees is employed by the charity as the Artistic Director and is paid a salary as follows

	2007	2006
	£	£
Trustees' salary	29,282	29,282
Trustees' social security	3,103	3,121
	<u>32,385</u>	<u>32,403</u>

These costs are included in the Salary costs analysed below

Trustees' Expenses

There were no trustees' expenses paid for the year ended 31 March 2007 nor for the year ended 31 March 2006

10. STAFF COSTS

	2007	2006
	£	£
Wages and salaries	63,730	70,411
Social security costs	6,330	6,924
	<u>70,060</u>	<u>77,335</u>

The average monthly number of employees during the year was as follows

	2007	2006
	£	£
Staff	3	3

11. TANGIBLE FIXED ASSETS

	Fixtures and fittings £	Motor vehicles £	Office equipment £	Totals £
COST				
At 1 April 2006	<u>1,232</u>	<u>1,301</u>	<u>2,810</u>	<u>5,343</u>
DEPRECIATION				
At 1 April 2006	539	569	1,229	2,337
Charge for year	<u>173</u>	<u>183</u>	<u>395</u>	<u>751</u>
At 31 March 2007	<u>712</u>	<u>752</u>	<u>1,624</u>	<u>3,088</u>
NET BOOK VALUE				
At 31 March 2007	<u>520</u>	<u>549</u>	<u>1,186</u>	<u>2,255</u>
At 31 March 2006	<u>693</u>	<u>732</u>	<u>1,581</u>	<u>3,006</u>

VISUAL STATEMENT

NOTES TO THE FINANCIAL STATEMENTS CONTINUED for the Year Ended 31 March 2007

12 DEBTORS AMOUNTS FALLING DUE WITHIN ONE YEAR

	2007 £	2006 £
Amounts falling due within one year		
Trade debtors	3,926	
Grants receivable	1,250	
Prepayments	238	291
	<u>5,414</u>	<u>291</u>

13 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2007 £	2006 £
Bank loans and overdrafts		6,034
Social security and other taxes	1,708	1,841
Grants received in advance	1,333	
Accrued expenses	3,379	1,710
	<u>6,420</u>	<u>9,585</u>

14. MOVEMENT IN FUNDS

	At 1 4 06 £	Net movement in funds £	At 31 3 07 £
Unrestricted funds			
General fund	(6,288)	7,872	1,584
Restricted funds			
Artist in residence	12,000	(832)	11,168
TOTAL FUNDS	<u>5,712</u>	<u>7,040</u>	<u>12,752</u>

Net movement in funds, included in the above are as follows

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	67,266	(59,394)	7,872
Restricted funds			
Bishopwood Area Forum	4,000	(4,000)	
Artist in residence		(832)	(832)
Access/Participation	17,000	(17,000)	
BBC Children in Need	6,667	(6,667)	
	<u>27,667</u>	<u>(28,499)</u>	<u>(832)</u>
TOTAL FUNDS	<u>94,933</u>	<u>(87,893)</u>	<u>7,040</u>