

Destination Dundee Limited
(A company limited by guarantee)

Directors' report and accounts
for the period from 25 January 2005 (date of incorporation)
to 31 March 2006

SC 278873.



Destination Dundee Limited
(A company limited by guarantee)

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Destination Dundee Limited
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Company information

Directors PD Jennings - Chairman
I Reynolds
M Kenyon
MJ Rolfe
MG Munsie
G Craig
Mrs M Methven

Secretaries Thorntons Law LLP

Registered office 50 Castle Street
Dundee
DD1 3RU

Auditors Henderson Loggie
Chartered Accountants
Royal Exchange
Panmure Street
Dundee
DD1 1DZ

Bankers Bank of Scotland
2 West Marketgait
Dundee

Solicitors Thorntons Law LLP
50 Castle Street
Dundee
DD1 1DZ

Company number 278873

Destination Dundee Limited
(A company limited by guarantee)

Directors' report for the period from 25 January 2005 (date of incorporation) to 31 March 2006

The directors have pleasure in submitting the annual report and accounts of the company for the period from 25 January 2005 (date of incorporation) to 31 March 2006.

Principal activities

The principal activity of the company in the period is to develop a cohesive plan for jointly or singularly marketing Dundee City, Angus and potentially other areas, and to build on the existing efforts of visitor attractions, other tourism and retail businesses and other public sector agencies.

The company was incorporated on 25 January 2005, and is a company limited by guarantee. The company commenced trading on 1 June 2005.

Directors and their interests

As set out in the Articles of Association, each member is entitled to appoint a director. Members may invite others to become a member, subject to the approval of all other members.

The directors during the period and up to the date of this report were as follows:

PD Jennings	- appointed 25 January 2005
I Reynolds	- appointed 25 January 2005
M Kenyon	- appointed 1 February 2005
MJ Rolfe	- appointed 1 February 2005
MG Munsie	- appointed 13 July 2005
G Craig	- appointed 22 August 2005
Mrs M Methven	- appointed 26 January 2006

In addition S Grimmond was appointed a director on 25 January 2005, and resigned on 13 July 2005. Dr JJ Morrow was appointed a director on 1 February 2005 and resigned on 13 July 2005.

Statement of disclosure of information to auditors

The directors of the company who held office at the date of approval of this report are set out above. Each confirm that

- So far as they are aware, there is no relevant audit information (information needed by the company's auditors in connection with preparing their report) of which the company's auditors are unaware; and
- They have taken all the steps that they ought to have taken as directors in order to make themselves aware of any relevant audit information and to establish that the company's auditors are aware of that information.

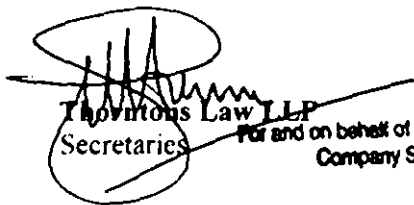
Destination Dundee Limited
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Directors' report for the period from 25 January 2005 (date of incorporation) to 31 March 2006
(continued)

Auditors

Henderson Loggie were appointed during the year to fill a casual vacancy. In accordance with Section 385 of the Companies Act 1985, a resolution for the appointment of Henderson Loggie, Chartered Accountants as auditors is to be proposed at the forthcoming Annual General Meeting.

This report was approved by the board on 1 September 2006 and signed on its behalf by


Thorntons Law LLP
Secretaries For and on behalf of Thorntons Law LLP
Company Secretaries

Destination Dundee Limited
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Statement of directors' responsibilities

The directors are responsible for preparing the directors' report and the accounts in accordance with applicable Law and United Kingdom Generally Accepted Accounting Practice (UK GAAP).

Company law requires the directors to prepare accounts for each financial year which give a true and fair view of the state of affairs of the company and group and of the surplus or deficit of the company and group for that period. In preparing those accounts, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the accounts; and
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and group and to enable them to ensure that the accounts comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the company and group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Destination Dundee Limited
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Independent auditors' report to the members of Destination Dundee Limited

We have audited the accounts of Destination Dundee Centre for the period from 25 January 2005 (date of incorporation) to 31 March 2006, which comprise profit and loss account, the balance sheet and related notes. These accounts have been prepared under the historical cost convention and the accounting policies set out therein.

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As described in the statement of directors' responsibilities the company's directors are responsible for the preparation of the accounts in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Our responsibility is to audit the accounts in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the accounts give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the company is not disclosed.

We read the director's report and report to you whether in our opinion the information given in the directors' report is consistent with the accounts.

Basis of audit opinion

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the accounts. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the accounts, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the accounts are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the accounts.

• **Destination Dundee Limited**
(A company limited by guarantee)

Independent auditors' report to the members of Destination Dundee Limited (continued)

Opinion

In our opinion:

- the accounts give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the company's affairs as at 31 March 2006 and of its profit for the period then ended;
- the accounts have been properly prepared in accordance with the Companies Act 1985; and
- the directors' report is consistent with the information given in the accounts.



Henderson Loggie
Chartered Accountants
Registered Auditors
Dundee

1 September 2006

• **Destination Dundee Limited**
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Income and expenditure account for the period from 25 January 2005 (date of incorporation) to 31 March 2006

	Note	2006 £
Other operating income	3	182,689
Administrative expenses		(155,468)
Operating surplus	4	<u>27,221</u>
Interest receivable	5	693
Surplus on ordinary activities before taxation		<u>27,914</u>
Tax on surplus on ordinary activities	6	-
Surplus on ordinary activities after taxation		<u><u>27,914</u></u>

There are no recognised gains and losses other than those included in the profit and loss account.


All activities note of above are continuing.

• **Destination Dundee Limited**
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Balance sheet at 31 March 2006

	Note	2006 £
Current assets		
Debtors	7	10,058
Cash at bank and in hand		36,264
		<u>46,322</u>
Creditors		
Amounts falling due within one year	8	18,408
		<u>27,914</u>
Net assets		<u>27,914</u>
Capital and reserves		
Retained surplus	9	<u>27,914</u>

The accounts were approved by the board of directors on 1 September 2006 and signed on its behalf by


PD Jennings
 Director

• **Destination Dundee Limited**
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Notes to the accounts

1 Status of company and liability of members

On the winding up of the company every member has undertaken to contribute to the assets of the company for the payment of the debts and liabilities and of the cost of winding up of the company, such amount as may be required not exceeding one pound. If the winding up occurs within one year of a member ceasing to be a member then the above applies for debts and liabilities of the company contracted for before he ceased to be a member.

2 Accounting policies

Accounting convention

The accounts are prepared under the historical cost convention, and include the results of the company's operations, all of which are continuing.

The company has taken advantage of the exemption in Financial Reporting Standard No. 1 from the requirement to produce a cash flow statement on the grounds that it is a small company.

Grants

Grants of a revenue nature are credited to the income and expenditure account in the period to which they relate.

3 Other operating income

	£
Contributions	
Dundee City Council	20,000
Angus and City of Dundee Tourist Board	20,000
Scottish Enterprise Tayside	30,000
Sensation Limited - marketing	43,726
Visit Scotland other	48,848
	<hr/> 162,574
Grants received	
European Regional Development Fund	20,115
	<hr/> 182,689 <hr/>

4 Operating surplus

	2006 £
Operating loss is stated after charging/(crediting):	
Directors' remuneration	<hr/> - <hr/>

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Notes to the accounts (continued)

5	Interest receivable	2006
		£
	Bank interest received	693
		<u><u> </u></u>
6	Taxation	
	Corporation tax	
	Current year	-
		<u><u> </u></u>
	Factors affecting the tax charge for the year	
	Profit on ordinary activities before taxation	27,914
		<u><u> </u></u>
	Tax thereon at 19%	2,512
	Effects of:	
	Items not liable to corporation tax	(2,380)
	Marginal relief	(132)
		<u><u> </u></u>
		<u><u> </u></u>
7	Debtors	
	Other debtors	10,058
		<u><u> </u></u>
8	Creditors	
	Other creditors	18,408
		<u><u> </u></u>
9	Income and expenditure account	
	Retained surplus for the period	27,914
		<u><u> </u></u>
	Balance at 31 March 2006	27,914
		<u><u> </u></u>

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Notes to the accounts (continued)

10 Related party transactions

During the period funding of £20,000 was received from Angus and City of Dundee Tourist Board. MJ Rolfe, PD Jennings and I Reynolds are all Board members of Angus and City of Dundee Tourist Board.

In addition, M Kenyon is a director of Scottish Enterprise Tayside who gave Destination Dundee Limited funding of £20,000 during the period. At the period end, £10,000 was outstanding and was included within other debtors above.

Dundee Science Centre, a charitable company of which PD Jennings is the chief executive, gave Destination Dundee Limited in kind funding of £43,726 during the period.