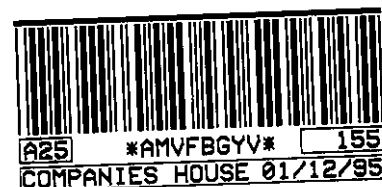


T H E B R I X A T S T . M A T H E W S
(Limited by Guarantee)

AUDITED ACCOUNTS

14 DECEMBER 1993 TO 31 DECEMBER 1994



A A Jamal & Co
Chartered Accountants

THE BRIX AT ST. MATHEWS
(Limited by Guarantee)

DIRECTORS' REPORT

The directors submit their report for the period 14-12-93 to 31-12-94.

DIRECTORS

The directors in office during the period were:

- | | |
|-------------------------------|-------------------------------|
| 1) M Williams (from 14-12-93) | 6) R Strachan (from 12-4-94) |
| 2) M Durran (do) | 7) P Blake (from 10 5-94) |
| 3) C Clark (from 12-4-94) | 8) T Blackler (from 6-6-94) |
| 4) D Reeves (do) | 9) M Burbridge (from 8-11-94) |
| 5) J Derrick (do) | |

STATEMENT OF DIRECTORS' RESPONSIBILITIES

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

- a) make suitable accounting policies and then apply them consistently
- b) make judgements and estimates that are reasonable and prudent
- c) prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue to operate.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to 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 prevention and detection of fraud and other irregularities.

DIRECTORS' INTERESTS

As the company was limited by guarantee and had no issued share capital, no directors held any shares in it.

PRINCIPAL ACTIVITIES

The company was mainly engaged in refurbishing the church building of St Mathews, Brixton and then preparing it for occupancy.

ACCOUNTS

The directors submit the audited accounts of the company for the period ended 31-12-94. The operational results are dealt with as shown in the Income and Expenditure Account.

AUDITORS

Messrs. A A Jamal & Co, Chartered Accountants, have indicated their willingness to be reappointed.

On behalf of the Board

.....
.....
R Strachan, Director

2 September 1995

**AUDITORS' REPORT TO THE MEMBERS OF
THE BRIX AT ST. MATHEWS
(Limited by Guarantee)**

We have audited the financial statements on pages 4 to 6 which have been prepared under the historical cost convention and the accounting principles set out on page 6.

Respective responsibilities of directors and auditors

As described on page 2 (Directors' Report), the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

Basis of opinion

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, 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 financial statements 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 financial statements.

Opinion

In our opinion the financial statements, give a true and fair view of the state of the company's affairs as at 31 December 1994 and of its results for the period then ended and have been properly prepared in accordance with the Companies Act 1985.

A A Jamal & Co

2 September 1995

A A Jamal & Co
Chartered Accountants
and Registered Auditors

28 Fairlop Rd
London E11 1BN

**THE BRIX AT ST. MATHEWS
(Limited by Guarantee)**

BALANCE SHEET AT 31 DECEMBER 1994

FIXED ASSETS (Notes 1b, 1c & 2)

Tangible assets 587286

CURRENT ASSETS

Cash at bank and in hand 1817

Debtors and prepayments 85517

87334

CURRENT LIABILITIES

Corporation tax 36

PAYE & NIC 495

Other creditors and accruals 9111

(All payable within 12 months) 9642

NET CURRENT ASSETS 77692

PROVISION FOR DELAPIDATIONS (10000)

NET ASSETS £654978

=====

REPRESENTED BY:


Capital Reserve (Note 3) 654489

Income & Expenditure Account (Pg 5) 489

£654978

=====

Approved by the Board


.....
R Strachan

2 September 1995

**THE BRIX AT ST. MATHEWS
(Limited by Guarantee)**

INCOME AND EXPENDITURE ACCOUNT

FOR THE PERIOD 14-12-93 TO 31-12-94

INCOME

Grant from City Challenge	45492
Donations	1200
Rental Income	2193
Transfer from Capital Reserve (note 3)	4718
Bank Interest (Gross)	<u>144</u>
	<u>53747</u>

EXPENDITURE

Salaries (Note 4)	21075
Caretaking and cleaning	2008
Staff advertising	669
Repairs	1249
Insurance	1703
Advertising and promotion	4353
Licenses	3717
Telephone	1358
Printing postage and stationery	318
Bank charges	233
Audit Fees	750
Depreciation (Note 2)	5288
General Expenses	<u>501</u>
	<u>43222</u>

PROVISION FOR DELAPIDATIONS 10000

NET SURPLUS BEFORE TAXATION 525

Corporation Tax on Bank Interest @ 25% (36)

NET SURPLUS AFTER TAXATION 489

BALANCE AT 31-12-94 C/FWD (Page 4) £489
===

**THE BRIX AT ST. MATHEWS
(Limited by Guarantee)**

PERIOD ENDED 31 DECEMBER 1994

NOTES TO ACCOUNTS

1. ACCOUNTING POLICIES

a) The accounts have been prepared under the historical cost convention.

b) The company occupies premises which are owned by the Church of England where it has a lease for 125 years that runs out on 25-3-2120.

A grant was received from Brixton Challenge of £659207 for extensive refurbishment of the premises of which £589730 was spent during the period.

The cost of refurbishments is depreciated in equal amounts over the remaining period of the lease. An amount equivalent to this depreciation is also transferred to the Income and Expenditure Account from Capital Reserve.

c) Furniture and Equipment is depreciated at 20% pa by using the reducing balance method.

2) FIXED ASSETS

	COST	DEPN	NET
Refurbishment of Premises	589730	4718	585012
Furniture and Equipment	<u>2844</u>	<u>570</u>	<u>2274</u>
	592574	5288	587286
	=====	=====	=====

3) CAPITAL RESERVE

Capital Grant from Brixton Challenge	659207
Transfer to Income and Expenditure	(4718)

	£654489
	=====

The difference between the capital grant of £659207 and the cost of refurbishments of £589730 ie £69477 is mainly represented by the VAT refund claimed.

4) SALARIES

Gross pay	19663
Social security costs	<u>1412</u>
	£21075
	=====
The weekly average number of employees was	2
	=