

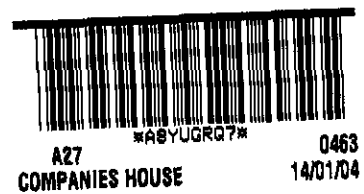
THE PORT SUNLIGHT VILLAGE TRUST

TRUSTEES REPORT AND ACCOUNTS

FOR THE PERIOD ENDED 31 MARCH 2003

Charity Registration No. 1074713

Company Registration No. 3719976 (England and Wales)



THE PORT SUNLIGHT VILLAGE TRUST

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Robert G Bell John Taylor Margaret A Sparks
Secretary	Margaret A Sparks
Charity number	1074713
Company number	3719976
Registered office	95 Greendale Road Port Sunlight Wirral CH62 4XE
Auditors	Duncan Sheard Glass Castle Chambers 43 Castle Street Liverpool L2 9TL
Bankers	National Westminster Bank Plc
Solicitors	Percy Hughes & Roberts 19 Hamilton Square Birkenhead Merseyside CH41 6AY

THE PORT SUNLIGHT VILLAGE TRUST

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THE PORT SUNLIGHT VILLAGE TRUST

TRUSTEES REPORT FOR THE PERIOD ENDED 31 MARCH 2003

The trustees present their report and accounts for the period ended 31 March 2003.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the charity's governing document, applicable law and the requirements of the Statement of Recommended Practice, "Accounting and Reporting by Charities" issued in October 2000.

Objects of the charity

The charity is a company limited by guarantee. The charity's objects are to preserve and maintain the Port Sunlight Conservation Area and to promote understanding of the ideas underlying its foundation and development. The charity is governed by the Memorandum and Articles of Association and was incorporated on 25th February 1999.

The nature of the charity's subsidiary, Port Sunlight Village Heritage Trading Company Limited, is to run the Heritage Centre.

The charity is located in the Port Sunlight Village, Wirral. A charitable company with an annual covenant from Unilever PLC funding for ten years from incorporation. The charity also obtains rent income from its residential and commercial properties, income from investments and income from its heritage centre.

The charity is managed by its board of trustees and the day to day administration by the full time employees.

Under the memorandum and articles of association, the charity has the power to make any investments which the trustees see fit.

Review of activities

The main activities of the Trust are the management and maintenance of houses for rent, the management of the whole of the landscape environment in Port Sunlight Village, the management of commercial property and the provision of a Heritage Centre.

There have been changes in the administration during the year. Chief Executive, Andrew Tonkiss left his post in September 2002 and was replaced in early March 2003 by Lionel Bolland.

The original business strategy launched by the Trust at its inception, contemplated the investment of sales proceeds from the remaining 261 homes owned by the Trust which in time would generate sufficient financial resources which the Trust could utilise in meeting its objectives. The Trust, upon taking appropriate advice, duly invested substantial resources built up through the sale of property. Subsequent failures in equity values have forced a fundamental review of this initial strategy and the realisation of a substantial loss in the value of investments now reflected in the financial performance of the Trust this year and shown in these accounts.

Management of Houses for Rent

Following the deterioration in investment values and returns, the Trust has not sought to encourage further sales. Although existing tenants can still purchase their homes at a discount of 10% below the current market value with vacant possession. Only two houses were purchased by tenants during the year. Over 80% of the Trust's tenants have secured tenancies and this is now slowly reducing. Upon cessation of a secure tenancy, the Trust now re-lets the property on an Assured Shorthold tenancy at an open market rental. There remains a significant disparity between open market rentals and rents certified by rent officers under secure tenancies.

THE PORT SUNLIGHT VILLAGE TRUST

TRUSTEES REPORT (CONTINUED) FOR THE PERIOD ENDED 31 MARCH 2003

Management of the Landscape

The Trust continues with a contract with Continental Landscapes for the provision of a range of services aimed at maintaining the Village landscape, grass cutting, hedge clipping, litter and refuse disposal from public spaces and other cyclical services. Our Landscape Consultant, Jim Kelly, continues to provide the Trust with advice on all horticultural matters pertaining to the landscape.

Annually, the Trust encourages community groups to come together and assist in the submission of an entry into the North West in Bloom competition. The Trust were winners in 2001 but unfortunately, the entry for 2002 was unsuccessful. Considerable effort has been made in analysing the feedback from judges with a review to mounting a much improved competition entry in 2003. The Landscape Consultant and the Marketing & Heritage Officer have both made significant contributions to this effort.

Management of the Commercial Estate

There were 24 commercial leases in operation during the year. The Trust has, since its formation, been attempting to achieve a successful letting of the large premises it owns at Wood Street. Sadly this remains an elusive goal. In addition, the Nursing Home operating from Sunlight Lodge and Lodge Lane House collapsed financially. The combined result is that the Trust is receiving significantly less revenue from rent than was originally assumed at its formation. However, planning permission has been applied for (since received) to convert these buildings into residential units. Unfortunately, in the case of Sunlight Lodge, additional financial assistance will be required in order to meet the costs of conversion.

One of the commercial leases was in respect of The Bridge Inn. Upon taking professional advice, it was decided to sell the Trust's interest in the property and assign the lease, and to utilise the funds in the development of new property.

The redevelopment of the former Cabot Carbon site into 10 new luxury apartments was successfully completed in August 2002 and by the close of the financial year, there were clear signs that there was strong interest from prospective purchases and that the development would make a significant financial contribution.

Heritage Centre

Port Sunlight is perceived as a key tourism attraction and receives a high number of visitors accordingly. The Heritage Centre offers a range of services from guides for coach parties to walks through the Village.

Celebration of the heritage is a key element of the Trust's mission, and the sale of souvenirs and gifts makes a contribution toward the cost of provision of the centre.

Visitors' numbers remain at approximately 25,000 per annum. The Trustees continue to believe that relocation of the Heritage Centre to a site adjacent to the Lady Lever Art Gallery could bring about a significant increase in visitors and secure the conservation of a magnificent Grade II listed building. Significant preparatory work has been undertaken in order to make grant applications for this project in 2003/04.

The Trust also employs a historical research officer who provides information on the social historic development of the Village. In addition to this, advice is given to all residents over matters relevant to the conservation area of Port Sunlight Village and its preservation.

Conclusion

Significant costs have been incurred in the preparation of redevelopment plans essential to generate the funds necessary to spend on maintaining the fabric of the Village. The Trust has thus far been unable to obtain the necessary arrangements and consents to bring these plans to fruition.

Despite some financial set backs and disappointments, the Trust has met its objectives and is currently reviewing its strategic position in the light of the economic outlook in which it now finds that it is operating.

THE PORT SUNLIGHT VILLAGE TRUST

TRUSTEES REPORT (CONTINUED) FOR THE PERIOD ENDED 31 MARCH 2003

Trustees

The trustees, who are also the directors for the purpose of company law, who served during the period were:

Robert G Bell

John Taylor

Margaret A Sparks

None of the trustees has any beneficial interest in the company. All of the trustees are members of the company and guarantee to contribute £1 in the event of a winding up.

Investment policy

It is the policy of the Trust to invest funds that are surplus to immediate requirements after taking appropriated advice and to receive continuing advice on the performance of investments made.

Reserves policy

It is the policy of the Trust that unrestricted funds are accumulated to finance major expenditure requirements associated with the conservation, restoration and maintenance of the buildings and landscape.

Risk factors

The trustees have assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

It is the policy of the trustees to assess any proposals for work or works of major importance, and to ascertain any risk factor that maybe involved.

The trustees have responsibility for ensuring that this policy is understood, implemented and complied with each year.

Asset cover for funds

Note 16 sets out an analysis of the assets attributable to the various funds and a description of the trusts. These assets are sufficient to meet the charity's obligations on a fund by fund basis.

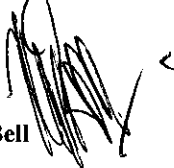
Related parties

The Port Sunlight Village Trusts subsidiary, the Port Sunlight Village Heritage Trading Company Limited, is a related party.

Auditors

In accordance with section 385 of the Companies Act 1985, a resolution proposing that Duncan Sheard Glass be reappointed as auditors of the company will be put to the Annual General Meeting.

On behalf of the board of trustees



Robert G Bell
Trustee

Dated: 15 September 2003

THE PORT SUNLIGHT VILLAGE TRUST

STATEMENT OF TRUSTEES RESPONSIBILITIES

Company law requires the trustees to prepare accounts for each financial year which give a true and fair view of the charitable company's state of affairs at the end of the year and of its income and expenditure for that period.

In preparing those accounts, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the company will continue in business.

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

THE PORT SUNLIGHT VILLAGE TRUST

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE PORT SUNLIGHT VILLAGE TRUST

We have audited the accounts of The Port Sunlight Village Trust for the period ended 31 March 2003 set out on pages 6 to 19. These accounts have been prepared under the historical cost convention as modified by the revaluation of certain fixed assets and the accounting policies set out on page 9.

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 auditor's 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 trustees and auditors

As described on page 4, the trustees, who are also the directors of The Port Sunlight Village Trust for the purpose of company law, are responsible for the preparation of accounts in accordance with applicable law and United Kingdom Accounting Standards. Our responsibility is to audit the accounts in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

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 Trustees Report is not consistent with the accounts, if the charity 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 trustees' remuneration and transactions with the charitable company is not disclosed.

We are not required to consider whether the statement in the Trustees Report concerning the major risks to which the charity is exposed covers all existing risks and controls, or to form an opinion on the effectiveness of the charity's risk management and control procedures.

We read other information contained in the Trustees Report, and consider whether it is consistent with the audited accounts. We consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the accounts. Our responsibilities do not extend to any other information.

Basis of opinion

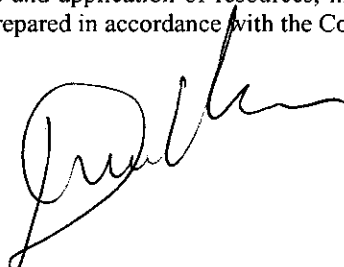
We conducted our audit in accordance with United Kingdom Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the accounts. It also includes an assessment of the significant estimates and judgements made by the trustees in the preparation of the accounts, and of whether the accounting policies are appropriate to the charitable 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 as to whether 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.

Opinion

In our opinion the accounts give a true and fair view of the charitable company's state of affairs as at 31 March 2003 and of its incoming resources and application of resources, including its income and expenditure, in the period then ended and have been properly prepared in accordance with the Companies Act 1985.

Duncan Sheard Glass
Chartered Accountants
Registered Auditor
Castle Chambers
43 Castle Street
Liverpool
L2 9TL



Dated: 15 September 2003

THE PORT SUNLIGHT VILLAGE TRUST

STATEMENT OF FINANCIAL ACTIVITIES FOR THE PERIOD ENDED 31 MARCH 2003

	Notes	Unrestricted funds £	Designated funds £	Restricted funds £	Total 2003 £	Total 2002 £
Incoming resources						
Donations and legacies	2	428,680	-	-	428,680	429,832
Activities in furtherance of the charity's activities	3	831,122	-	-	831,122	816,467
Activities for generating funds	4	22,361	-	-	22,361	24,240
Investment income	5	60,289	-	-	60,289	43,342
Other incoming resources	6	20,329	-	-	20,329	3,946
Total incoming resources		1,362,781	-	-	1,362,781	1,317,827
Resources expended						
Costs of generating funds						
Investment manager's fees		2,725	-	-	2,725	-
		2,725	-	-	2,725	-
Net incoming resources available		1,360,056	-	-	1,360,056	1,317,827
Charitable expenditure						
In furtherance of the charity's objectives		1,032,262	-	-	1,032,262	1,130,475
Management and administration		4,800	-	-	4,800	3,765
Support costs		90,104	-	-	90,104	75,269
Total charitable expenditure		1,127,166	-	-	1,127,166	1,209,509
Total resources expended	7	1,129,891	-	-	1,129,891	1,209,509
Net incoming resources before transfers		232,890	-	-	232,890	108,318
Transfers between funds		7,940	-	(7,940)	-	-
Net incoming/(outgoing) resources		240,830	-	(7,940)	232,890	108,318
Gains on investment assets		392,663	-	-	392,663	223,385
Net movement in funds		633,493	-	(7,940)	625,553	331,703
Fund balances at 1 April 2002		13,052,620	1,000,000	7,940	14,060,560	13,728,857
Fund balances at 31 March 2003		13,686,113	1,000,000	-	14,686,113	14,060,560

THE PORT SUNLIGHT VILLAGE TRUST

SUMMARY INCOME AND EXPENDITURE ACCOUNT FOR THE PERIOD ENDED 31 MARCH 2003

	ended 31 March 2003 £	31 March 2002 £
Gross income	1,362,781	1,317,827
Gain on disposal of investment assets held by income funds	474,274	362,800
Total income	1,837,055	1,680,627
Total expenditure from income funds	1,129,891	1,209,509
Net income for the period	707,164	471,118

The summary income and expenditure account is derived from the statement of financial activities on page 6 which, together with the notes on pages 9 to 19, provides full information on the movements during the period on all funds of the charity.

STATEMENT OF RECOGNISED GAINS AND LOSSES

Net income for the period	707,164	471,118
Unrealised gains on investment assets held by income funds	(81,611)	(139,415)
	625,553	331,703

NOTE OF HISTORICAL COST INCOME AND EXPENDITURE

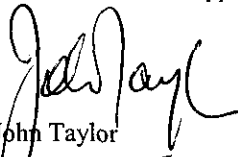
	31 March 2003 £	31 March 2002 £
Reported net income for the period	707,164	471,118
Difference between depreciation charge on revalued amount and on the historical cost basis	2,736	3,030
Realisation of property revaluation gains of previous years	496,000	390,000
Historical cost net income	1,205,900	864,148


THE PORT SUNLIGHT VILLAGE TRUST

BALANCE SHEET AS AT 31 MARCH 2003

	Notes	2003		2002	
		£	£	£	£
Fixed assets					
Tangible assets	10		78,789		83,146
Investments	11		13,859,239		13,636,557
			<u>13,938,028</u>		<u>13,719,703</u>
Current assets					
Debtors	12	51,009		63,881	
Cash at bank and in hand		959,782		1,070,367	
			<u>1,010,791</u>		<u>1,134,248</u>
Creditors: amounts falling due within one year	13	(262,706)		(793,391)	
Net current assets			<u>748,085</u>		<u>340,857</u>
Total assets less current liabilities			<u>14,686,113</u>		<u>14,060,560</u>
Income funds					
Restricted funds	14		-		7,940
Unrestricted funds:					
Designated funds	15		1,000,000		1,000,000
General funds			13,686,113		13,052,620
(including revaluation reserve of £10,688,269 (2002 : £10,376,601))					
			<u>14,686,113</u>		<u>14,060,560</u>

The accounts were approved by the Board on 15 September 2003


John Taylor
Trustee

Margaret A Sparks
Trustee 

THE PORT SUNLIGHT VILLAGE TRUST

NOTES TO THE ACCOUNTS FOR THE PERIOD ENDED 31 MARCH 2003

1 Accounting policies

1.1 Basis of preparation

The accounts are prepared under the historical cost convention modified to include the revaluation of certain fixed assets.

The charity 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 charity.

The accounts have been prepared in accordance with the Statement of Recommended Practice, "Accounting and Reporting by Charities" issued in October 2000.

The company is a registered charity and so achievements cannot be measured by normal commercial criteria. Accordingly, the trustees consider that it would be inappropriate to present an Income and Expenditure Account in one of the formats set out by the Companies Act 1985. Therefore, as permitted by the Companies Act, in order to reflect the special nature of the company's activities, the trustees are of the opinion that it is more appropriate to present a Statement of Financial Activities.

The company and its subsidiary comprise a small group. The company has therefore taken advantage of the exemption provided by section 248 of the Companies Act 1985 not to prepare group accounts.

The subsidiary company is not material to the group and in accordance with the SORP, paragraph 300b, group accounts are not required.

1.2 Incoming resources

Incoming resources includes rent receivable from the residential and commercial properties. Donations are credited to a fund in accordance with the wishes of the donor when received. Any unexpended balance at the year end year end is carried forward. All income is recognised in full as soon as it is prudent and practical to do so.

Grants in respect of capital expenditure are credited to a fund and reduced over the useful economic life of the asset in line with its depreciation. Grants of a revenue nature are credited to income in the period to which they relate. Grants received before the charity is entitled to them are treated as deferred income.

1.3 Resources expended

Direct charitable expenditure and administrative costs are accounted for on an accruals basis.

1.4 Tangible fixed assets and depreciation

Tangible fixed assets other than freehold land are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

1.5 Leasing and hire purchase commitments

Rentals payable under operating leases are charged against income on a straight line basis over the period of the lease.

THE PORT SUNLIGHT VILLAGE TRUST

NOTES TO THE ACCOUNTS (CONTINUED) FOR THE PERIOD ENDED 31 MARCH 2003

1 Accounting Policies

(continued)

1.6 Investments

In accordance with the SORP Investments held as fixed assets are stated at their market valuation.

Dividends are brought to account in the income and expenditure account when received.

Investment properties are valued at their open market value at the balance sheet date. Any surplus on revaluation is transferred to the investment property revaluation reserve. Any deficit is deducted from the investment property revaluation reserve, except for permanent diminutions in value, which are charged to the income and expenditure account.

No amortisation or depreciation is provided in respect of freehold investment properties and leasehold investment properties with over 20 years to expiry, in accordance with the Statement of Standard Accounting Practice 19: "Accounting for investment properties". This treatment is contrary to the requirements of the Companies Act 1985 to provide for depreciation but is considered necessary to ensure the financial statements give a true and fair view. Depreciation is only one of the factors reflected at the balance sheet date valuation and the amount that might otherwise have been shown cannot be separately identified or quantified.

The net surplus on the sale of the properties sold in the year are included in gains on investment assets.

1.7 Pensions

The pension costs charged in the accounts represent the contributions payable by the charity during the period in accordance with FRS 17.

2 Donations and legacies

	2003	2002
	£	£
Donations and gifts	-	551
Unilever covenant received	424,680	420,281
Other covenants	4,000	9,000
	<u>428,680</u>	<u>429,832</u>

3 Activities in furtherance of the charity's activities

	2003	2002
	£	£
Residential rent	518,891	481,904
Commercial rent	312,231	334,563
	<u>831,122</u>	<u>816,467</u>

THE PORT SUNLIGHT VILLAGE TRUST

NOTES TO THE ACCOUNTS (CONTINUED) FOR THE PERIOD ENDED 31 MARCH 2003

4 Activities for generating funds

	2003 £	2002 £
The Port Sunlight Heritage Centre	<u>22,361</u>	<u>24,240</u>

Included in the above £13,756 relates to entrance fees/ tours (2002: £15,845) and £8,605 relates to administration fees (2002: £8,395).

5 Investment income

	2003 £	2002 £
Income from listed investments	41,301	19,626
Interest receivable	18,988	23,716
	<u>60,289</u>	<u>43,342</u>

6 Other incoming resources

	2003 £	2002 £
Other income	<u>20,329</u>	<u>3,946</u>

THE PORT SUNLIGHT VILLAGE TRUST

NOTES TO THE ACCOUNTS (CONTINUED) FOR THE PERIOD ENDED 31 MARCH 2003

7 Total resources expended

	Staff costs £	Depreciation £	Other costs £	Total 2003 £	Total 2002 £
Costs of generating funds:					
Investment managers' fees	-	-	2,725	2,725	-
Charitable expenditure:					
In furtherance of the charity's objectives	137,765	871	893,626	1,032,262	1,130,475
Management and administration	-	-	4,800	4,800	3,765
Support costs	29,999	3,486	56,619	90,104	75,269
	<u>167,764</u>	<u>4,357</u>	<u>955,045</u>	<u>1,127,166</u>	<u>1,209,509</u>
	<u>167,764</u>	<u>4,357</u>	<u>957,770</u>	<u>1,129,891</u>	<u>1,209,509</u>

Other costs relating to in furtherance of the charity's objectives comprise:

Repairs and maintenance - Buildings/Equipment	108,993	224,351
Repairs and maintenance - Roads	50,019	62,713
Repairs and maintenance - Cyclical	208,363	274,968
Grounds maintenance	205,803	204,886
Consultants/ legal	115,138	53,583
Utilities/ rates	21,201	(1,112)
Property insurance	32,151	27,318
Heritage Centre	4,461	5,403
Heat and light	(179)	590
Water	97	68
Security	-	10
Cleaning	1,095	903
Publications	143	119
Postage, printing and stationery	2,291	2,100
Telephone	1,064	815
Equipment lease	1,561	1,173
Travel	119	213
Subscriptions	1,188	814
Advertising and promotion	30,430	17,371
Computer expenses	466	331
Training	89	334
Sundry expenses	2,824	1,274
Bad debts	(6,575)	10,000
Irrecoverable VAT	112,884	107,983
	<u>893,626</u>	<u>996,208</u>

THE PORT SUNLIGHT VILLAGE TRUST

NOTES TO THE ACCOUNTS (CONTINUED) FOR THE PERIOD ENDED 31 MARCH 2003

7 Total resources expended	(continued)	
Support costs comprise:		
Heat and light	(718)	2,359
Water	388	274
Security	-	40
Cleaning	4,381	3,614
Publications	572	477
Postage, printing and stationery	9,162	8,399
Telephone	4,255	3,261
Equipment lease	6,244	4,693
Travel	476	853
Subscriptions	4,753	3,258
Computer expenses	1,865	1,323
Training	356	1,334
Sundry expenses	11,295	5,097
Insurance	5,837	5,665
Irrecoverable VAT	5,941	5,683
Legal fees	1,812	-
	<hr/> 56,619 <hr/>	<hr/> 46,330 <hr/>

Management and administration costs includes payments to the auditors of £4,800 (2002 - £3,765) for audit fees.

8 Trustees

None of the trustees (or any persons connected with them) received any remuneration during the period, and none of them were reimbursed for any travelling expenses (2002 - nil).

THE PORT SUNLIGHT VILLAGE TRUST

NOTES TO THE ACCOUNTS (CONTINUED) FOR THE PERIOD ENDED 31 MARCH 2003

9 Employees

Number of employees

The average monthly number of employees during the period was:

	2003 Number	2002 Number
Administration	1	1
Management	14	14
	<u>15</u>	<u>15</u>

Employment costs

	2003 £	2002 £
Wages and salaries	142,792	139,547
Social security costs	8,537	8,335
Other pension costs	16,435	10,862
	<u>167,764</u>	<u>158,744</u>

There were no employees whose annual emoluments were £50,000 or more.

10 Tangible fixed assets

	Land and buildings £	Fixtures, fittings & equipment £	Motor vehicles £	Total £
Cost				
At 1 April 2002 and at 31 March 2003	<u>70,000</u>	<u>21,931</u>	<u>3,500</u>	<u>95,431</u>
Depreciation				
At 1 April 2002	4,200	6,062	2,023	12,285
Charge for the period	<u>1,400</u>	<u>2,588</u>	<u>369</u>	<u>4,357</u>
At 31 March 2003	<u>5,600</u>	<u>8,650</u>	<u>2,392</u>	<u>16,642</u>
Net book value				
At 31 March 2003	<u>64,400</u>	<u>13,281</u>	<u>1,108</u>	<u>78,789</u>
At 31 March 2002	<u>65,800</u>	<u>15,869</u>	<u>1,477</u>	<u>83,146</u>

THE PORT SUNLIGHT VILLAGE TRUST

NOTES TO THE ACCOUNTS (CONTINUED) FOR THE PERIOD ENDED 31 MARCH 2003

11 Fixed asset investments

	Investment properties £	Group investments £	Listed investments £	Total £
Market value at 1 April 2002	10,845,547	1	2,791,009	13,636,557
Disposals at opening book value	(649,076)	-	-	(649,076)
Acquisitions at cost	931,626	-	21,743	953,369
Change in value in the period	819,114	-	(900,725)	(81,611)
Market value at 31 March 2003	11,947,211	1	1,912,027	13,859,239
Historical cost:				
At 31 March 2003	1,321,221	1	3,161,769	4,482,991
At 31 March 2002	542,671	1	3,161,769	3,704,441

During the year, Lionel Bolland, an employee, revalued residential properties that are now rented at market value instead of fair value. The revaluation was based on the expected future rental income.

Holdings of more than 10%

The company holds more than 10% of the share capital of the following companies:

Company	Country of registration or incorporation	Shares held	
		Class	%
Subsidiary undertakings			
Port Sunlight Trading Company	England and Wales	1	100

The aggregate amount of capital and reserves and the results of these undertakings for the last relevant financial year were as follows:

	Capital and reserves £	Profit for the year £
Port Sunlight Trading Company	275	111

THE PORT SUNLIGHT VILLAGE TRUST

NOTES TO THE ACCOUNTS (CONTINUED) FOR THE PERIOD ENDED 31 MARCH 2003

12 Debtors	2003	2002
	£	£
Trade debtors	19,151	28,236
Amounts owed by group undertakings	23,808	30,099
Other debtors	3,710	1,633
Prepayments and accrued income	4,340	3,913
	<u>51,009</u>	<u>63,881</u>

13 Creditors: amounts falling due within one year	2003	2002
	£	£
Trade creditors	176,562	259,886
Taxes and social security costs	27,064	20,675
Payments on account (current)	36,723	485,325
Other creditors	4,959	19,434
Accruals	17,398	8,071
	<u>262,706</u>	<u>793,391</u>

14 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Movement in funds			Balance at 31 March 2003
	Balance at 1 April 2002	Incoming resources	Resources expended	
	£	£	£	£
Capital projects	7,940	-	(7,940)	-
	<u>7,940</u>	<u>-</u>	<u>(7,940)</u>	<u>-</u>

Capital projects - the opening balance related to ongoing highway projects yet to be undertaken. The donor has agreed that as the purpose for which the grant was originally given no longer exists, the funds can be transferred for general use.

THE PORT SUNLIGHT VILLAGE TRUST

NOTES TO THE ACCOUNTS (CONTINUED) FOR THE PERIOD ENDED 31 MARCH 2003

15 Designated funds

The income funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes:

	Movement in funds			Balance at 31 March 2003
	Balance at 1 April 2002	Incoming resources	Resources expended	
	£	£	£	£
Long term developments	1,000,000	-	-	1,000,000
	<u>1,000,000</u>	<u>-</u>	<u>-</u>	<u>1,000,000</u>

16 Analysis of net assets between funds

	Unrestricted funds	Designated funds	Restricted funds	Total
	£	£	£	£
Fund balances at 31 March 2003 are represented by:				
Tangible fixed assets	78,789	-	-	78,789
Investments	12,859,239	1,000,000	-	13,859,239
Current assets	1,010,791	-	-	1,010,791
Creditors: amounts falling due within one year	(262,706)	-	-	(262,706)
	<u>13,686,113</u>	<u>1,000,000</u>	<u>-</u>	<u>14,686,113</u>
Unrealised gains included above:				
On investments (see below)	(81,611)	-	-	(81,611)
	<u>(81,611)</u>	<u>-</u>	<u>-</u>	<u>(81,611)</u>
Reconciliation of movements in unrealised gains on investment assets				
Net gains on revaluations in period	(81,611)	-	-	(81,611)
Unrealised gains at 31 March 2003	<u>(81,611)</u>	<u>-</u>	<u>-</u>	<u>(81,611)</u>

THE PORT SUNLIGHT VILLAGE TRUST

NOTES TO THE ACCOUNTS (CONTINUED) FOR THE PERIOD ENDED 31 MARCH 2003

17 Commitments under operating leases

At 31 March 2003 the company had annual commitments under non-cancellable operating leases as follows:

	2003	2002
	£	£
Expiry date:		
Between two and five years	2,226	986

18 Capital commitments

	2003	2002
	£	£
At 31 March 2003 the company had capital commitments as follows:		
Expenditure contracted for but not provided in the accounts	562,850	177,669

To convert existing commercial properties for residential use.

THE PORT SUNLIGHT VILLAGE TRUST

NOTES TO THE ACCOUNTS (CONTINUED) FOR THE PERIOD ENDED 31 MARCH 2003

19 Related parties

Port Sunlight Village Heritage Trading Company Limited is a subsidiary as Port Sunlight Village Trust own 100% of the issued share capital.

	2003 £	2002 £
Balance due from Port Sunlight Village Heritage Trading Company Limited	23,808	30,099

Received from Port Sunlight Village Heritage for:

Administration fees	8,605	8,395
Charitable covenant	4,000	9,000

The administration fees are exclusive of VAT as the Trust is VAT registered. The subsidiary includes the fees inclusive of VAT as it is not VAT registered.

A summary of the results for the subsidiary is shown below:

	2003 £	2002 £
Turnover	40,590	38,181
Cost of sales	(17,040)	21,022
	<u>17166</u>	<u>20445</u>
Administrative expenses	(17,040)	(21,022)
Other operating income	-	725
	<u>126</u>	<u>148</u>
Profit before tax	126	148
Taxation	(15)	(10)
	<u>111</u>	<u>138</u>
Profit after taxation	<u><u>111</u></u>	<u><u>138</u></u>

The aggregate of the assets and liabilities was:

Assets	26,914	33,875
Liabilities	(26,639)	(33,711)
	<u>275</u>	<u>164</u>
Net assets	<u><u>275</u></u>	<u><u>164</u></u>

Represented by:

Share capital	1	1
Profit and loss	274	163
	<u>275</u>	<u>164</u>
	<u><u>275</u></u>	<u><u>164</u></u>