Lower North Belfast Community Council

Abbreviated Financial Statements for the year ended 31 January 2005

Company No: NI 42336
Charity No: XR 32718
Independent Auditors' Report

to the members of Lower North Belfast Community Council
(a company limited by guarantee)

We have examined the abbreviated financial statements set out on pages 3 to 5 together with the financial statements of Lower North Belfast Community Council for the year ending 31 January 2005 prepared under Article 234 of the Companies (NI) Order 1986.

This report is made solely to the trustees, as a body, in accordance with Article 243 of the Companies (Northern Ireland) Order 1986. Our audit work has been undertaken so that we might state to the trustees 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 charity and the trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of the executive committee and independent auditors
The executive committee, who are also the trustees of the charity, are responsible for preparing abbreviated financial statements in accordance with Articles 255 to 257 of the Companies (NI) Order 1986. It is our responsibility to form an independent opinion as to whether the charity is entitled to deliver abbreviated financial statements prepared in accordance with Articles 255 to 257 of the Order to the registrar of companies and whether the financial statements to be delivered are properly prepared in accordance with Schedule 8 to that Order and to report our opinion to you.

Basis of opinion
We have carried out the procedures we considered necessary to confirm, by reference to the financial statements, that the company is entitled to deliver abbreviated financial statements and that the abbreviated financial statements are properly prepared. The scope of our work for the purpose of this report did not include examining or dealing with events after the date of our report on the financial statements.

Opinion
In our opinion the company is entitled to deliver abbreviated financial statements prepared in accordance with Articles 255 to 257 of the Companies (NI) Order 1986 in respect of the year ended 31 January 2005, and the abbreviated financial statements on pages 3 to 5 are properly prepared in accordance with Schedule 8 to that Order.
Independent Auditors’ Report continued

to the members of Lower North Belfast Community Council
(a company limited by guarantee)

Executive Committee Responsibilities
The Executive Committee are required by company law to prepare financial statements for
each financial year which give a true and fair view of the financial activities of the charity
and of its financial position at the end of that year. In preparing those financial statements
the Executive Committee are required to:

1. select suitable accounting policies and then apply them consistently;

2. make judgements and estimates that are reasonable and prudent;

3. state whether applicable accounting standards and statements of recommended
practice have been followed subject to any departures disclosed and explained in the
financial statements; and

4. prepare the financial statements on the going concern basis unless it is inappropriate
to presume that the company will continue in business.

The Executive Committee have overall responsibility for ensuring that the charity has an
appropriate system of controls, financial and otherwise. They are also responsible for
keeping proper accounting records which disclose with reasonable accuracy at any time
the financial position of the charity and enable them to ensure that the financial statements
comply with the Companies (Northern Ireland) Order 1986. They are also responsible for
safeguarding the assets of the charity and hence for taking reasonable steps for the
prevention and detection of fraud and other irregularities.

JL Grant & Co
Chartered Certified Accountants
Registered Auditors

29/11/05

Date
Lower North Belfast Community Council

Abbreviated Balance Sheet
as at 31 January 2005

<table>
<thead>
<tr>
<th>Note</th>
<th>2005 £</th>
<th>2004 £</th>
</tr>
</thead>
<tbody>
<tr>
<td>FIXED ASSETS</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Tangible Fixed Assets</td>
<td>2</td>
<td>27,449</td>
</tr>
<tr>
<td>CURRENT ASSETS</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Debtors</td>
<td>175,604</td>
<td>107,040</td>
</tr>
<tr>
<td>Cash at bank and in hand</td>
<td>(46,031)</td>
<td>(5,173)</td>
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<tr>
<td></td>
<td>129,573</td>
<td>101,867</td>
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<tr>
<td>CREDITORS: Amounts falling due within one year</td>
<td>106,913</td>
<td>93,085</td>
</tr>
<tr>
<td>NET CURRENT ASSETS</td>
<td>22,660</td>
<td>8,782</td>
</tr>
<tr>
<td>NET ASSETS</td>
<td>50,109</td>
<td>40,525</td>
</tr>
</tbody>
</table>

Represented by:

FUNDS

Unrestricted Income Funds | 23,690 | 12,811 |
Restricted Income Funds | 26,419 | 5,172 |
Deferred Capital Grant Reserves | - | 22,542 |

50,109 | 40,525

The abbreviated financial statements are prepared in accordance with the special provisions of Part I of Schedule 8 of the Companies (Northern Ireland) Order 1986 relating to small companies.

The abbreviated financial statements were approved by the executive committee and signed on their behalf:

C McCarten
Chairperson

Date

The notes on pages 4 and 5 form part of these financial statements
1. ACCOUNTING POLICIES
The following accounting policies have been applied consistently in dealing with items in the company's financial statements.

(i) Basis of Accounting
The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (eff. June 2002).

The financial statements have been prepared in compliance with the Statement of Recommended Practice on Charity Accounts. The charity has taken advantage of the the exemption in Financial Reporting Standard No. 1 from the requirement to produce a cashflow statement.

(ii) Tangible Fixed Assets and Depreciation:
Tangible fixed assets are stated at cost less depreciation.

Depreciation is provided at rates calculated to write off the cost or valuation of fixed assets, less their estimated residual value, over their expected useful lives on the following basis:

| Office Equipment | 25% reducing balance basis |
| Fixtures & Fittings | 25% reducing balance basis |

(iii) Incoming Resources
This reflects revenue grants received and receivable, and in line with the Statement of Recommended Practice on Charity Accounts (revised 2005), the incoming resources also includes capital grants received and receivable.

(iv) Resources Expended
Resources expended are included in the Statement of Financial Activities on an accruals basis, inclusive of any VAT which cannot be recovered.

(v) Value added tax
Value added tax is not recoverable by the charity, and as such is included in the relevant costs in the Statement of Financial Activities.

(vi) Taxation
The company is a registered charity and the charitable tax exemptions are therefore being claimed to the extent that income and/or gains are applicable and applied to charitable purposes only. These exemptions will remain in place as long as income and expenditure is applied to charitable purposes only.

(vii) Capital Grants Received
In line with the Statement of Recommended Practice on Charity Accounts (revised 2005), Grants towards Capital Expenditure will be recognised in the Statement of Financial Activities when they are receivable, and not deferred over the life of the asset as they had been treated previously.
2. FIXED ASSETS

<table>
<thead>
<tr>
<th>COST</th>
<th>Fixtures &amp; Fittings</th>
<th>Office Equipment</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>As at 1 February 2004</td>
<td>£9,735</td>
<td>£62,277</td>
<td>£72,012</td>
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<tr>
<td>Disposals</td>
<td>-</td>
<td>-</td>
<td>-</td>
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<tr>
<td>Additions</td>
<td>£1,490</td>
<td>£3,366</td>
<td>£4,856</td>
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<tr>
<td>As at 31 January 2005</td>
<td>£11,225</td>
<td>£65,643</td>
<td>£76,868</td>
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<table>
<thead>
<tr>
<th>DEPRECIATION</th>
<th>Fixtures &amp; Fittings</th>
<th>Office Equipment</th>
<th>Total</th>
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<tbody>
<tr>
<td>As at 1 February 2004</td>
<td>£5,358</td>
<td>£34,911</td>
<td>£40,269</td>
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<tr>
<td>Disposals</td>
<td>-</td>
<td>-</td>
<td>-</td>
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<tr>
<td>Charge for the year</td>
<td>£1,467</td>
<td>£7,683</td>
<td>£9,150</td>
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<tr>
<td>As at 31 January 2005</td>
<td>£6,825</td>
<td>£42,594</td>
<td>£49,419</td>
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<table>
<thead>
<tr>
<th>NET BOOK VALUE</th>
<th>Fixtures &amp; Fittings</th>
<th>Office Equipment</th>
<th>Total</th>
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</thead>
<tbody>
<tr>
<td>As at 31 January 2005</td>
<td>£4,400</td>
<td>£23,049</td>
<td>£27,449</td>
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<tr>
<td>As at 1 February 2004</td>
<td>£4,377</td>
<td>£27,366</td>
<td>£31,743</td>
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