

Registration Number 4671318  
Charity Number 1117848

**Manchester Pride Limited  
and its Subsidiary**

**A Company Limited by Guarantee**

**Annual Report and Financial Statements**

**For the Year Ended  
31-August-2008**

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**MANCHESTER PRIDE LIMITED**  
**(a Company limited by guarantee)**

**FINANCIAL STATEMENTS**

**YEAR ENDED 31 AUGUST 2008**

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**MANCHESTER PRIDE LIMITED**  
**(a Company limited by guarantee)**

**MEMBERS OF THE BOARD AND PROFESSIONAL ADVISERS**

**The Board of Trustees**            Mr A Stokes – Chairman  
   Mr T Pickstone – Deputy Chair  
   Ms S Kay  
   Mr P Burke (resigned 03/09/2008)  
   Mr L Pratt  
   Mr J Ryan  
   Ms E Clarke (appointed 16/04/08)  
   Mr V Couligian (appointed 16/01/08)  
   Ms C Simpson (appointed 10/06/08)

**Chief Officer and  
Company Secretary**            Ms S Rowland

**Registered Address  
and Principle Office**            Unit 235 Ducie House  
   Ducie Street  
   Manchester  
   M1 2JW

**Auditors**                            BDO Stoy Hayward LLP  
   Commercial Buildings  
   11-15 Cross Street  
   Manchester  
   M2 1WE

**Bankers**                            National Westminster Bank Plc  
   Manchester City Centre Branch  
   11 Spring Gardens  
   Manchester  
   M60 2DB

**Solicitors**                           Addleshaw Goddard  
   100 Barbirolli Square  
   Manchester  
   M2 3AB

**MANCHESTER PRIDE LIMITED**  
**(a Company limited by guarantee)**

**TRUSTEES' ANNUAL REPORT**

**YEAR ENDED 31 AUGUST 2008**

The Trustees have pleasure in presenting their report and the audited financial statements for the year ended 31 August 2008.

**STRUCTURE, GOVERNANCE AND MANAGEMENT**

**Object of the charity**

Manchester Pride Limited was formed in 2004 and converted into a charity in 2007. Its object is to promote equality and diversity for the public benefit and in particular the elimination of discrimination on the grounds of sexual orientation.

**Legal status and Governing Document**

Manchester Pride is a company limited by guarantee, charity registration Number 1117848. The Charity is governed by the memorandum and articles of association for the incorporated company as last amended on 19 December 2006. The directors of the charitable company are its Trustees for the purpose of charity law and throughout this report are collectively referred to as the Trustees. The governing documents instruct the trustees to act in a way to promote the objects of the Charity. The Trustees had no beneficial interest in the charitable company.

**Subsidiary Company**

The Charity has a wholly owned trading subsidiary Manchester Pride Events Limited, which is incorporated in the United Kingdom. The group statement of financial activities shows the total income receivable and total expenditure payable by the subsidiary.

**Appointment, induction and training of the Trustees**

Recruitment to the Board of Trustees is normally by invitation to individuals with the relevant skills and experience to strengthen the governance of the organisation. It is usual for potential trustees to attend a meeting with one or two members of the Board plus a member of staff and then to be co-opted onto Board.

The induction process includes the provision of relevant background written material.

**Organisational structure**

The Annual General Meeting of the Charity elects the Trustees and Honorary Officers, appoints Auditors and considers and adopts the Annual Report and Audited Accounts for the preceding year's activities.

**MANCHESTER PRIDE LIMITED**  
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**TRUSTEES' ANNUAL REPORT (continued)**

**YEAR ENDED 31 AUGUST 2008**

**Directors**

The directors of Manchester Pride Events Limited during the year were as follows:

Andrew John Stokes  
Philip Burke (resigned 03/09/2008)  
Timothy David Pickstone  
John Edward Ryan  
Stephanie Kay

No director had any interest the company.

**The Infrastructure**

The management team consists of a full time Festival Manager and a full time Deputy Festival Manager supported by a freelance Sponsorship Manager and Event / Production Manager. The organization continues with a lease on a small office in Ducie House.

**Delegation**

Subject to their compliance with the above reporting regime, the day to day management of the organisation is delegated to the Festival Manager and Deputy Festival Manager.

**Financial control**

Budgets are presented and approved at the beginning of the financial year and monitored throughout the year.

**Reporting requirements**

At the regularly monthly meetings of the Board of Trustees, financial management accounts are considered, along with statements on cash and reports on income generation and expenditure against budgets. Staff and other management issues are regularly received by the Board.

Reporting is by the Festival Manager and Deputy Festival Manager or any senior member of the management team. So far as possible the Board's focus is on strategic, financial and fundraising issues. In this context, from time to time the Trustees and senior managers meet for longer periods for business planning purposes.

**Risk Management**

The Trustees acknowledge their continuing responsibility for identifying the major risks faced by the charity, keeping those risks under review and taking appropriate steps to manage those risks.

**MANCHESTER PRIDE LIMITED**  
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**TRUSTEES' ANNUAL REPORT (continued)**

**YEAR ENDED 31 AUGUST 2008**

**AIMS, OBJECTIVES AND ACTIVITIES**

The Objects of Manchester Pride are to promote equality and diversity for the public benefit and in particular the elimination of discrimination on the grounds of sexual orientation, including in particular but not exclusively by:

- raising the awareness of the public with regard to all aspects of discrimination in society and issues and difficulties affecting the lives of lesbian, gay and bisexual and transgender (LGBT) people
- cultivating a sentiment in favour of equality and diversity in particular through celebrating the diversity of the LGBT community
- advancing education in equality and diversity whether by teach or producing materials
- associating with voluntary organisations, governmental, public and private bodies to develop and maximise the effectiveness of voluntary organisations run by and for LGBT people
- producing publications, lectures, media, public advocacy and other means of communication
- staging an annual LGBT festival and:

such other objects as are charitable under the laws of England and Wales as the trustees shall at their absolute discretion determine.

The activities of the Charity shall be undertaken in particular but not exclusively in Greater Manchester (the area of benefit).

**Volunteers**

The activities depend heavily on the contribution of over eighty unpaid volunteers to whom Manchester Pride is greatly indebted.

**Funding**

The activities depend heavily on the support and financial contributions by the funding organisations AGMA, Arts Council and Manchester City Council to whom Manchester Pride is greatly indebted.

**Sponsors**

The activities depend heavily on the support and financial contribution of the event Sponsors to whom Manchester Pride is greatly indebted.

**MANCHESTER PRIDE LIMITED**  
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**TRUSTEES' ANNUAL REPORT (continued)**

**YEAR ENDED 31 AUGUST 2008**

**Partner Organisations**

The activities depend upon having the support and contributions from its partner organisations, the Village Business Association, George House Trust, the Lesbian and Gay Foundation and Marketing Manchester, to whom Manchester Pride is great indebted.

**Members of the Public**

The activities depend heavily on the support and contributions of the many individuals who purchased tickets to the event and who made donations direct to the charity to whom Manchester Pride is greatly indebted.

**Activities of the subsidiary trading company**

Manchester Pride Events Limited was principally engaged to organise and manage the annual LGBT festival. The company gifted all of its profits to Manchester Pride.

**ACHIEVEMENTS AND PERFORMANCE**

On 6 February 2007 Manchester Pride Limited achieved its long term aim of becoming a charity and this year Manchester Pride Limited raised £115 000 for distribution to HIV/AIDS and LGBT charities and projects in Greater Manchester.

Ticket prices increased for the first time since 2003. Attendance at the Manchester Pride Festival was over thirty eight thousand tickets, which were purchased either online, through ticket outlets or from the on site box office over the weekend. It was felt once again that improved programme of activity over the weekend helped to secure ticket sales. The structure and quality of entertainment has been refined and developed over the past few years to cater to a variety of tastes and fulfill certain requirements.

This year's event focused on the celebration of 18 years of Pride events taking place within Manchester. The event attracted iconic performers such as Boy George, Sophie Ellis Bextor, Roisin Murphy, Heather Small and Alphabeat, complimented by alternative music, Proms in the Park and the addition of the cabaret and comedy performance area. Manchester Pride successfully delivered two exhibitions in conjunction with Imperial War Museum North and URBIS, along with a strong programme of cultural and community activities within the 10 day festival.

This year saw the largest increase in commercial sponsorship to date, attracting new partners such as the Argent Group and McArthur Glen, demonstrating the successful development of the festival year on year.

The Parade which is held on the Saturday and is the free element of the weekend continued to attract a large and mixed audience and this year had a record number of floats which over seventy five entries. Also whilst it is impossible to provide an accurate number for the audience, the parade route was lined by people on both sides from the beginning to the end, which is over a mile long.

**MANCHESTER PRIDE LIMITED**  
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**TRUSTEES' ANNUAL REPORT (continued)**

**YEAR ENDED 31 AUGUST 2008**

Finally one of the main objectives of the festival is to provide a safe, relaxed and enjoyable event predominately for the LGBT community and this year was the lowest number of recorded crime figures as collated by Greater Manchester Police. These figures are credit to the close working relationship Manchester Pride Limited has with all emergency services as well as the local authority.

**FINANCIAL REVIEW**

**Review of the financial positions during the year ended 31 August 2008**

The results for the year, and the charity's financial position at the end of the year are shown in the attached financial statements.

**Principal Funding Sources**

Of the £898,940 income for the year just over two thirds was raised from ticket sales: £120,000 was received by sponsorship in the trading subsidiary, £60,697 was by contribution or donations and £33,490 by grants. The remaining income was raised by trading activities and other activities during the Big Weekend.

**Principal Expenditure Items**

Of the £766,872 expenditure for the year over two thirds was spent on the delivery of the Big Weekend event which is the annual LGBT festival. Out of the remainder only 11% was spent on administration and 3% on Professional fees.

**Donations**

The policy is to make donations of money to HIV and LGBT charities and organisations particularly but not exclusively in Greater Manchester and Lancashire. The monies are to be distributed 50% to HIV charities and organisations and 50% to LGBT charities and organisations. In addition, the Board agreed to make a grant of £10,000 towards the work of Queer Up North to assist it's promotion of the arts to LGBT community.

**Reserves Policy**

The charity's policy is to seek to achieve a level of minimum reserves equivalent to approximately 3 months of the charity's overheads. At the end of the year the level of reserves was £67,594.

**Investment Policy**

There is not an investment policy: it is not a material part of the charity's activity.

**MANCHESTER PRIDE LIMITED**  
**(a Company limited by guarantee)**

**TRUSTEES' ANNUAL REPORT (continued)**

**YEAR ENDED 31 AUGUST 2008**

**PLANS FOR THE FUTURE PERIODS**

The charity's aims and key objectives for 2008/9 are:

- to continue to work with our partner organisations to raise awareness of the public with regards to the issues and difficulties affecting the lives of lesbian, gay and bisexual and transgender (LGBT) people;
- to continue to work with voluntary organisations, governmental, public and private bodies to develop and maximise the effectiveness of voluntary organisations run by and for LGBT people;
- to continue to develop the profile of the annual LGBT festival as a flagship Pride event;
- to continue to develop the capabilities of the annual LGBT festival as a fundraising event for HIV / AIDS and LGTB charities and organisations in Greater Manchester.

**STATEMENT OF TRUSTEES RESPONSIBILITIES**

The trustees are responsible for preparing the annual report and the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice.

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the trustees 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 financial statements; and
- prepare the financial statements 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 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 the prevention and detection of fraud and other irregularities.

**MANCHESTER PRIDE LIMITED**  
**(a Company limited by guarantee)**

**TRUSTEES' ANNUAL REPORT (continued)**

**YEAR ENDED 31 AUGUST 2008**

**Auditors**

All of the current directors have taken all the steps that they ought to have taken to make themselves aware of any information needed by the company's auditors for the purposes of their audit and to establish that the auditors are aware of that information. The directors are not aware of any relevant audit information of which the auditors are unaware.

BDO Stoy Hayward LLP have expressed their willingness to continue in office and a resolution to re-appoint them will be proposed at the annual general meeting.

This report of the directors has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

**On behalf of the board**



**A Stokes**  
**Chairman**

Date 15/12/08.

**MANCHESTER PRIDE LIMITED**  
**(a Company limited by guarantee)**

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS**

**YEAR ENDED 31 AUGUST 2008**

We have audited the group and parent company financial statements of Manchester Pride Limited for the year ended 31 August 2008 (the "financial statements") which comprise the Group Statement of Financial Activities, the Group and Charity Balance Sheets and the related notes. These financial statements have been prepared under the accounting policies set out therein.

*Respective responsibilities of trustees and auditors*

The Trustees' responsibilities for preparing the financial statements in accordance with applicable law and United Kingdom Accounting Standards (UK Generally Accepted Accounting Principles) are set out in the Statement of Trustees' Responsibilities.

Our responsibility is to audit the financial statements 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 financial statements give a true and fair view and have been properly prepared in accordance with the Companies Act 1985 and whether the information given in the Trustees' Report is consistent with those financial statements. We also report to you if, in our opinion, the charitable 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 trustees' remuneration and other transactions is not disclosed.

We read the Trustees' Report and consider the implications for our report if we become aware of any apparent misstatements within it.

Our report has been prepared pursuant to the requirements of the Companies Act 1985 and for no other purpose. No person is entitled to rely on this report unless such a person is a person entitled to rely upon this report by virtue of an order made under section 111 of the Companies Act 1985 or has been expressly authorised to do so by our prior written consent. Save as above, we do not accept responsibility for this report to any other person or for any other purpose and we hereby expressly disclaim any and all such liability.

*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 financial statements. It also includes an assessment of the significant estimates and judgments made by the Trustees in the preparation of the financial statements, and of whether the accounting policies are appropriate to the charity'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.

**MANCHESTER PRIDE LIMITED**  
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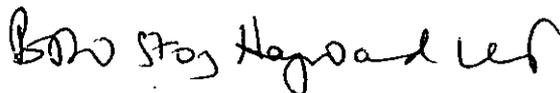
**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS (continued)**

**YEAR ENDED 31 AUGUST 2008**

*Opinion*

In our opinion:

- the group financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the group's affairs as at 31 August 2008 and of its surplus for the year then ended;
- the Charity financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of affairs of the charity at 31 August 2008, and of the charity's incoming resources and resources expended, including its income and expenditure, for the year then ended;
- the charity financial statements have been properly prepared in accordance with the Companies Act 1985; and
- the information given in the Trustees' Report is consistent with the financial statements.



**BDO STOY HAYWARD LLP**  
*Chartered Accountants*  
*and Registered Auditors*  
Manchester

Date 5 January 2009

**MANCHESTER PRIDE LIMITED**  
(a Company limited by guarantee)

**CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES**  
(Incorporating an Income and Expenditure account)

**YEAR ENDED 31 AUGUST 2008**

		Unrestricted Funds 2008 £	Total funds 2008 £	Total funds 2007 £
	Note			
<b>INCOMING RESOURCES</b>				
Incoming resources from generated funds:				
Voluntary income	2	94,187	94,187	113,999
Activities for generating funds	3	<u>804,753</u>	<u>804,753</u>	<u>701,570</u>
<b>TOTAL INCOMING RESOURCES</b>		<b>898,940</b>	<b>898,940</b>	<b>815,569</b>
<b>RESOURCES EXPENDED</b>				
Costs of generating funds:				
Fundraising trading: cost of goods sold and other costs	4	762,497	762,497	658,995
Charitable activities				
Donations	5	115,000	115,000	95,000
Governance costs	6	4,375	4,375	7,350
<b>TOTAL RESOURCES EXPENDED</b>		<u>881,872</u>	<u>881,872</u>	<u>761,345</u>
<b>NET MOVEMENT IN FUNDS</b>		<b>17,068</b>	<b>17,068</b>	<b>54,224</b>
Fund balances at 1 September 2007		<u>50,526</u>	<u>50,526</u>	<u>(3,698)</u>
<b>FUND BALANCES AT 31 AUGUST 2008</b>		<u><b>67,594</b></u>	<u><b>67,594</b></u>	<u><b>50,526</b></u>

The charity has no recognised gains or losses other than the results for the year as set out above.

All of the activities of the charity are classed as continuing.

The notes on pages 15 to 21 form part of these financial statements.

**MANCHESTER PRIDE LIMITED**  
**(a Company limited by guarantee)**

**CONSOLIDATED BALANCE SHEET**

**AS AT 31 AUGUST 2008**

	Note	2008 £	2007 £
<b>CURRENT ASSETS</b>			
Debtors	12	389,565	366,817
Cash at bank and in hand		<u>47,571</u>	<u>214,384</u>
		437,136	581,201
<b>CREDITORS:</b> amounts falling due within one year	13	369,542	530,675
<b>Total assets less current liabilities</b>		<u>67,594</u>	<u>50,526</u>
<b>RESERVES</b>			
Unrestricted funds:			
Charitable funds	16	67,594	50,526
		<u>67,594</u>	<u>50,526</u>

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

These financial statements were approved by the members of the board and authorised for issue on 15<sup>th</sup> December 2008 and are signed on their behalf by:



**A Stokes**  
**Chairman**

The notes on pages 15 to 21 form part of these financial statements

**MANCHESTER PRIDE LIMITED**  
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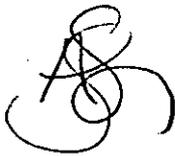
**CHARITY BALANCE SHEET**

**AS AT 31 AUGUST 2008**

	<b>Note</b>	<b>2008</b> <b>£</b>	<b>2007</b> <b>£</b>
<b>CURRENT ASSETS</b>			
Debtors	12	169,309	138,583
Cash at bank and in hand		<u>32,827</u>	<u>25,593</u>
		<b>202,136</b>	<b>164,176</b>
<b>CREDITORS:</b> amounts falling due within one year	13	<b>134,542</b>	113,650
<b>Total assets less current liabilities</b>		<b>67,594</b>	<b>50,526</b>
<b>RESERVES</b>			
Unrestricted funds:			
Charitable funds	16	<b>67,594</b>	50,526

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

These financial statements were approved by the members of the board on 15<sup>th</sup> December 2008 and are signed on their behalf by:



**A Stokes**  
**Chairman**

The notes on pages 15 to 21 form part of these financial statements

**MANCHESTER PRIDE LIMITED**  
**(a Company limited by guarantee)**

**NOTES TO THE FINANCIAL STATEMENTS**

**YEAR ENDED 31 AUGUST 2008**

**1. ACCOUNTING POLICIES**

The financial statements have been prepared under the historical cost convention, applicable accounting standards and in accordance with the Statement of Recommended Practice "Accounting and Reporting by Charities: (revised 2005)" (SORP 2005).

*Consolidation*

The group financial statements consolidate those of the charity and its subsidiary undertaking for the year ended 31 August 2008.

*Turnover*

Turnover represents sales to external customers at invoiced amounts less value added tax. Turnover consists of sponsorship and entrance fees to the Pride festival. Income for sponsorship is recognised on an accruals basis and entrance fees are recognised when the Pride event occurs.

*Cash flow statement*

The directors have taken advantage of the exemption in Financial Reporting Standard No. 1 (revised) from including a cash flow statement in the accounts on the grounds that the charity qualifies as a small company.

*Donations and gifts*

All monetary donations and gifts are included in full in the statement of financial activities when receivable.

Cash collected to which the charity is legally entitled but which has not been received at the year end is included as income.

*Grants receivable*

Revenue grants are credited as incoming resources when they are receivable provided conditions for receipt have been complied with.

**MANCHESTER PRIDE LIMITED**  
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**NOTES TO THE FINANCIAL STATEMENTS**

**YEAR ENDED 31 AUGUST 2008**

**1. ACCOUNTING POLICIES (continued)**

*Resources expended*

Expenditure is recognised when it is incurred and is reported gross of related income on the following basis:

- Cost of generating funds comprises the costs associated with attracting voluntary income and the costs of other income generation.
- Governance costs include those costs incurred in the governance of the Charity and are associated with constitutional and statutory requirements.
- Charitable activities relate to donations payable to HIV and LGBT charities and organisations, particularly but not exclusively, in Greater Manchester and Lancashire.

*Fund accounting*

All of the funds received by the charity are unrestricted and are used for expenditure on the general objectives of the charity.

*Irrecoverable VAT*

All resources expended are classified under activity headings that aggregate all costs related to the category. Irrecoverable VAT is charged against the category of resources expended for which it was incurred.

**2. VOLUNTARY INCOME**

	2008	2007
	£	£
Donations and gifts	60,697	64,624
Grants		
Manchester City Council	27,500	25,000
Arts Council	5,990	16,375
AGMA	-	8,000
	<u>94,187</u>	<u>113,999</u>

**3. ACTIVITIES FOR GENERATING FUNDS**

	2008	2007
	£	£
Income from trading subsidiary	<u>804,753</u>	<u>701,570</u>

**MANCHESTER PRIDE LIMITED**  
**(a Company limited by guarantee)**

**NOTES TO THE FINANCIAL STATEMENTS**

**YEAR ENDED 31 AUGUST 2008**

**4. FUNDRAISING TRADING: COST OF GOODS SOLD AND OTHER COSTS**

	<b>2008</b>	<b>2007</b>
	<b>£</b>	<b>£</b>
Cost of trading subsidiary	<b>681,735</b>	591,537
Support costs:		
Marketing and PR	<b>27,597</b>	12,865
Workshop costs	<b>(6,000)</b>	11,156
Staff costs	<b>34,636</b>	28,225
Professional costs	<b>7,937</b>	4,974
Premises costs	<b>7,136</b>	2,331
Other	<b>9,456</b>	7,907
	<b><u>762,497</u></b>	<b><u>658,995</u></b>

**5. CHARITABLE ACTIVITIES**

The charity donated £115,000 to charities in the year; £10,000 was donated to Queer Up North for promotion of arts to the LGBT community and the remainder was split 50% to HIV charities and organisations and 50% to other LGBT charities and organisations.

**6. GOVERNANCE COSTS**

	<b>2008</b>	<b>2007</b>
	<b>£</b>	<b>£</b>
Auditors remuneration	<b>3,375</b>	2,250
Accountancy fees	<b>1,000</b>	225
Legal fees	<b>-</b>	4,875
	<b><u>4,375</u></b>	<b><u>7,350</u></b>

**MANCHESTER PRIDE LIMITED**  
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**NOTES TO THE FINANCIAL STATEMENTS**

**YEAR ENDED 31 AUGUST 2008**

**7. FINANCIAL ACTIVITIES OF THE CHARITY**

The financial activities shown in the consolidated statement includes those of the charity's wholly owned subsidiary, Manchester Pride Events Limited.

A summary of the financial activities undertaken by the charity is set out below:

	2008	2007
	£	£
<b>Gross incoming resources</b>	<b>217,205</b>	224,032
Total expenditure on fundraising activities	(80,762)	(67,458)
Total expenditure on charitable activities	(115,000)	(95,000)
Governance costs	<u>(4,375)</u>	<u>(7,350)</u>
<b>Net incoming resources</b>	<b>17,068</b>	54,224
Total funds brought forward	<u>50,526</u>	<u>(3,698)</u>
<b>Total funds carried forward</b>	<b><u>67,594</u></b>	<b><u>50,526</u></b>
<b>Represented by:</b>		
Unrestricted income funds	<u>67,594</u>	<u>50,526</u>

**8. INCOMING RESOURCES FROM ACTIVITIES FOR GENERATING FUNDS**

The wholly owned trading subsidiary Manchester Pride Events Limited, which is incorporated in the United Kingdom, pays all of its profits to the charity by gift aid. Manchester Pride Events Limited manages the pride festival. The company is limited by guarantee and the charity is the only member. A summary of the trading results is shown below.

	2008	2007
	£	£
<b>Turnover</b>	<b>804,753</b>	701,570
Cost of sales & administration costs	<u>(681,735)</u>	<u>(591,537)</u>
<b>Net profit</b>	<b>123,018</b>	110,033
Amount gift aided to charity	<u>(123,018)</u>	<u>(110,033)</u>
Retained in subsidiary	<u>          -</u>	<u>          -</u>
<b>The assets and liabilities of the subsidiary were:</b>		
Current assets	383,146	529,234
Current liabilities	<u>(383,146)</u>	<u>(529,234)</u>
Total net assets	<u>          -</u>	<u>          -</u>
<b>Aggregate reserves</b>	<u>          -</u>	<u>          -</u>

**MANCHESTER PRIDE LIMITED**  
(a Company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS**

**YEAR ENDED 31 AUGUST 2008**

**9. STAFF COSTS AND NUMBERS**

	2008 £	2007 £
Wages and salaries	45,883	23,373
Social security costs	<u>4,570</u>	<u>2,201</u>
	<u>50,453</u>	<u>24,574</u>

No trustee received remuneration in the year (2007: none) nor were any reimbursed for expenses (2007: none).

No employees earned more than £60,000 or more in the current or preceding accounting period.

The average number of employees (including part time employees) during the year was 2 (2007: 1). All worked as part of management and operations.

**10. NET INCOMING / (OUTGOING) RESOURCES FOR THE YEAR**

Are stated after charging:

	2008 £	2007 £
Auditor's remuneration		
- as auditors	6,750	5,500
- other services	<u>2,000</u>	<u>1,000</u>

**11. INVESTMENTS**

Manchester Pride Limited is the sole member of Manchester Pride Events Limited, a company limited by guarantee that was incorporated on 7<sup>th</sup> June 2007.

**MANCHESTER PRIDE LIMITED**  
**(a Company limited by guarantee)**

**NOTES TO THE FINANCIAL STATEMENTS**

**YEAR ENDED 31 AUGUST 2008**

**12. DEBTORS**

	<b>Group</b>		<b>Charity</b>	
	<b>2008</b>	<b>2007</b>	<b>2008</b>	<b>2007</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Trade debtors	196,368	145,116	20,850	450
Amounts owed by group undertakings	-	-	148,146	110,033
Other debtors	15,408	27,519	-	380
Prepayments and accrued income	177,789	194,182	313	27,720
	<u>389,565</u>	<u>366,817</u>	<u>169,309</u>	<u>138,583</u>

**13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	<b>Group</b>		<b>Charity</b>	
	<b>2008</b>	<b>2007</b>	<b>2008</b>	<b>2007</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Trade creditors	63,726	139,049	5,222	1,229
Taxation and social security	3,299	5,540	1,822	-
Other creditors	105,980	95,780	105,000	96,795
Accruals	196,537	290,306	22,498	15,626
	<u>369,542</u>	<u>530,675</u>	<u>134,542</u>	<u>113,650</u>

**14. LEGAL STATUS OF THE COMPANY**

Every member undertakes to contribute such an amount as may be required (not exceeding £1) to the Charity's assets if it should be wound up while he, she or it remains a member or within 12 months afterwards, for payment of the Charity's debts and liabilities contracted before he, she or it ceases to be a member and of costs, charges and expenses of winding up, and for the adjustment of the rights of the contributories amongst themselves.

**15. TAXATION**

The company is a registered charity and no provision is considered necessary for taxation. The trading subsidiary has no retained profits.

**MANCHESTER PRIDE LIMITED**  
**(a Company limited by guarantee)**

**NOTES TO THE FINANCIAL STATEMENTS**

**YEAR ENDED 31 AUGUST 2008**

**16. ANALYSIS OF CHARITABLE FUNDS**

Analysis of unrestricted fund movements

	Balance at 1 September 2007 £	Incoming resources £	Resources expended £	Balance at 31 <sup>st</sup> August 2008 £
General fund	<u>50,526</u>	<u>898,940</u>	<u>(881,872)</u>	<u>67,594</u>

**17. ANALYSIS OF GROUP NET ASSETS BETWEEN FUNDS**

	General Fund £	Total £
Cash at bank and in hand	47,571	47,571
Other net assets	<u>20,023</u>	<u>20,023</u>
	<u>67,594</u>	<u>67,594</u>

**18. RELATED PARTIES**

**Marketing Manchester Limited**

Andrew Stokes, Chairman of Manchester Pride Limited is also a director of Marketing Manchester Limited.

During the year the Charity invoiced Marketing Manchester Limited £92 (2007: £Nil) and was invoiced £6,040 (2007: £6,000) by Marketing Manchester Limited in respect of normal commercial services. Marketing Manchester Limited did not receive monies for ticket sales on behalf of Manchester Pride Limited during the year (2007: £31,535).

At 31 August 2008, the balance owing from Marketing Manchester Limited via the loan account was £Nil (2007: £27,519 debtor). Also included in creditors is £23 (2007: £Nil). The amount due from Marketing Manchester Limited in debtors is £108 (2007: £27,519). Included within accrued income due from Marketing Manchester Limited is £500 (2007: £Nil) and included in accruals due to Marketing Manchester Limited is £2683 (2007: £500).

**Village Business Association**

Steph Kay, a director of Manchester Pride Limited, is also a director of the Village Business Association.

During the year the Charity received from Village Business Association £Nil (2007: £Nil) in respect of a contribution towards the event. As at 31 August 2007, the balance owing to the Village Business Association was £Nil (2006: £Nil)