

Company number 6927457
Charity number 1136513

Waterloo East Theatre Limited

(Limited by Guarantee)

Report and Financial Statements

for the year ended 30 June 2018

**Breckman & Company Ltd
Chartered Certified Accountants
49 South Molton Street
London W1K 5LH**

Waterloo East Theatre Limited

(Limited by Guarantee)

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Waterloo East Theatre Limited

(Limited by Guarantee)

Reference and Administrative Details

Constitution

The company is incorporated under the Companies Act, company number 6927457 and its governing document is its Memorandum and Articles of Association. The company is a registered charity, number 1136513.

Directors and trustees

As set out in the Articles of Association the trustees are appointed by members of Waterloo East Theatre Limited at our Annual General Meeting (AGM) or by postal vote. One third of the members of the board of trustees must stand down at each AGM, and members are eligible for re-election..

Policies and procedures adopted for the induction and training of trustees are ongoing and incorporated indirectly into the regular trustees meetings.

The trustees throughout the year and since the year end, were :

Gerald Armin (Chair)
Richard Palmer
Sarah Redmond
Daniel Gillingwater

Director

Gerald Armin

Secretary

James McCaul

Chief executive/day to day management

Gerald Armin

Independent Examiners

Messrs. Breckman & Company, 49 South Molton Street, London W1K 5LH.

Bankers

Barclays Bank PLC, 29 Borough High Street, London SE1 1LY.

Operation address

Brad Street, London SE1 8TN.

Registered office

49 South Molton Street, London W1K 5LH.

Waterloo East Theatre Limited

(Limited by Guarantee)

Trustees' Report

The trustees present their annual report together with the financial statements of the charity for the year ended 30 June 2018 which are also prepared to meet the requirements for a directors' report and accounts for Companies Act purposes.

The reference and administrative details set out on page 1 forms part of this report. The financial statements comply with Charities Act 2011, the Companies Act 2006, the Memorandum and Articles of Association and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

Objectives and activities

To create, develop, produce and present a dynamic programme of theatre, and other live performances and projects that become a vital component of the public and cultural life of the local and surrounding London boroughs.

In shaping our objectives for the year and planning our activities, the trustees have considered the Charity Commission's guidance on public benefit, including the guidance 'public benefit : running a charity (PB2).

Achievements and performance

Waterloo East Theatre has continued to present an eclectic mix of professional, community and educational performances in the past year. It extended its programme of offering a platform for new works by allowing more new writers to have a venue to present their work to audiences by now hosting a three monthly regular new writers evening. It partnered with Guilford School of Acting to provide a London Venue to present their new musicals created on their Masters course. It continued its association with STEP (Southwark Theatre Educational Partnership) by again presenting theatre workshops with the local schools, and allowing the schools to use the theatre to perform their shows to their peers.

Financial review

The charity made a deficit for the year of £7,351, which together with the deficit brought forward of £165,284, means that a deficit of £172,635 is carried forward at the balance sheet date.

Plans for future periods

Waterloo East Theatre is still not in receipt of any subsidies or funding, and will continue to apply to the relevant Arts funding bodies to enable it to develop its theatre programme and keep the venue operating. In this year we had a fundraising campaign to upgrade some of the equipment and raised £7K, enabling us to upgrade some of our lighting and sound equipment and refurbished some of the foyer and dressing rooms backstage.

Structure, governance and management

The company is incorporated under the Companies Act, company number 6927457 and its governing document is its Memorandum and Articles of Association. The company is a registered charity, number 1136513.

As set out in the Articles of Association the trustees are appointed by members of Waterloo East Theatre Limited at our Annual General Meeting (AGM) or by postal vote. One third of the members of the board of trustees must stand down at each AGM, and members are eligible for re-election..

Waterloo East Theatre Limited

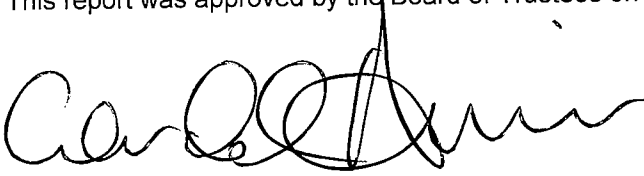
(Limited by Guarantee)

Trustees' Report

Small company exemptions

This report is prepared in accordance with the provisions of the Companies Act 2006 relating to small companies.

This report was approved by the Board of Trustees on 7 June 2019 and signed on its behalf by

A handwritten signature in black ink, appearing to read 'Gerald Armin', written over a horizontal line.

Gerald Armin (Chair)

Trustee/Director

Independent Examiner's Report to the Trustees of Waterloo East Theatre Limited

I report on the accounts of the charity for the year ended 30 June 2018, which are set out on pages 5 to 15.

Respective responsibilities of trustees and examiner

The trustees (who are also the directors of the company for the purposes of company law) are responsible for the preparation of the accounts. The trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed.

Having satisfied myself that the charity is not subject to an audit under company law and is eligible for independent examination, it is my responsibility to:

- examine the accounts under section 145 of the 2011 Act;
- follow the procedures laid down in the general Directions given by the Charity Commission (under section 145(5)(b) of the 2011 Act; and
- state whether particular matters have come to my attention.

Basis of independent examiner's statement

My examination was carried out in accordance with general Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts present a "true and fair view" and the report is limited to those matters set out in the statement below.

Independent examiner's statement

In connection with my examination, no matter has come to my attention

1. which gives me reasonable cause to believe that in, any material respect, the requirements:

- to keep accounting records in accordance with section 386 of the Companies Act 2006; and
- to prepare accounts which accord with the accounting records, comply with the accounting requirements of section 396 of the Companies Act 2006 and with the methods and principles of the Statement of Recommended Practice: Accounting and Reporting by Charities

have not been met; or

2. to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.



**Richard Nelson FCCA
Breckman & Company Ltd
Chartered Certified Accountants**

49 South Molton Street
London W1K 5LH

7 June 2019

Waterloo East Theatre Limited

(Limited by Guarantee)

**Statement of Financial Activities (including Income and Expenditure Account)
for the year ended 30 June 2018**

	Notes	Unrestricted funds £	2018 Total £	Unrestricted funds £	2017 Total £
Income and endowments from:	2				
Donations and legacies - page 6		7,021	7,021	12,024	12,024
Charitable activities		69,005	69,005	74,054	74,054
Theatre - page 6		21	21	-	-
Investments - bank interest received		2,022	2,022	-	-
Other - gift aid					
Total		<u>78,069</u>	<u>78,069</u>	<u>86,078</u>	<u>86,078</u>
Expenditure on:					
Charitable activities:		85,420	85,420	94,686	94,686
Theatre - page 7					
Total		<u>85,420</u>	<u>85,420</u>	<u>94,686</u>	<u>94,686</u>
Net (expenditure)		<u>(7,351)</u>	<u>(7,351)</u>	<u>(8,608)</u>	<u>(8,608)</u>
Reconciliation of funds:					
Total funds brought forward		<u>(165,284)</u>	<u>(165,284)</u>	<u>(156,676)</u>	<u>(156,676)</u>
Total funds carried forward	10	<u>(172,635)</u>	<u>(172,635)</u>	<u>(165,284)</u>	<u>(165,284)</u>

The notes on pages 10 to 15 form an integral part of these financial statements.

The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derives from continuing activities.

Waterloo East Theatre Limited

(Limited by Guarantee)

Year ended 30 June 2018

	2018	2017
	£	£
Income from donations and legacies		
Donations		
Donations	7,021	12,024
	<u>7,021</u>	<u>12,024</u>
Income from charitable activities		
Theatre income		
Box office/bar sales	59,121	74,054
Venue/staff hire	4,499	-
Theatre hire	4,168	-
Other income	1,217	-
	<u>69,005</u>	<u>74,054</u>

Waterloo East Theatre Limited

(Limited by Guarantee)

Year ended 30 June 2018

	2018	2017
	£	£
Expenditure on charitable activities		
Theatre		
Production costs		
Bar supplies	2,739	-
Production costs	24,669	43,943
	<u>27,408</u>	<u>43,943</u>
Support costs - page 8	55,712	48,893
Governance costs - page 8	2,800	1,850
Closing stock	(500)	-
	<u>85,420</u>	<u>94,686</u>

Waterloo East Theatre Limited

(Limited by Guarantee)

Year ended 30 June 2018

	2018		2017	
	£	£	£	£
Support and governance costs				
Office overheads				
Rent/light/heat	46,338		44,102	
Telephone/fax	2,373		853	
Insurance	2,332		2,280	
Repairs/maintenance	288		-	
		51,331		47,235
Administration costs				
Travel/transport	303		217	
Printing/postage/stationery	59		323	
Subscriptions/licences	329		-	
Sundries	653		-	
		1,344		540
Professional/financial				
Legal/professional	13		-	
Bank charges/bank interest/merchant charges	3,024		1,118	
		3,037		1,118
		55,712		48,893
Governance costs				
Accountancy/consultancy	1,300		1,850	
Independent examination	1,500		-	
		2,800		1,850
		<u>58,512</u>		<u>50,743</u>

Waterloo East Theatre Limited

(Limited by Guarantee)

Balance Sheet 30 June 2018

	Notes	2018	2017
		£	£
Current assets			
Stocks		500	-
Debtors	7	8,750	-
		<u>9,250</u>	<u>-</u>
Liabilities			
Creditors: amounts falling due within one year	8	(181,885)	(165,284)
Net current (liabilities)		<u>(172,635)</u>	<u>(165,284)</u>
Excess of current liabilities over total assets		<u>(172,635)</u>	<u>(165,284)</u>
The funds of the charity			
Unrestricted funds	10		
- General fund		<u>(172,635)</u>	<u>(165,284)</u>

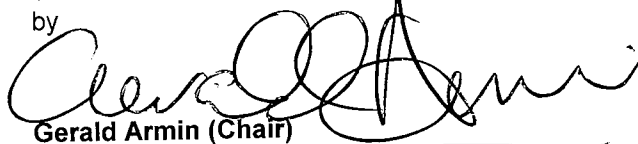
For the year ending 30 June 2018 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the provisions of the Companies Act 2006 applicable to companies subject to the small companies regime.

The financial statements were approved by the Board of Trustees on 7 June 2019 and signed on its behalf by



Gerald Armin (Chair)

Trustee/Director

The notes on pages 10 to 15 form an integral part of these financial statements.

Waterloo East Theatre Limited

(Limited by Guarantee)

**Notes to the Financial Statements
for the year ended 30 June 2018**

1. Accounting policies

1.1. Basis of preparing the financial statements

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015) - (Charities SORP (FRS 102)), and the Companies Act 2006.

The charity meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

1.2. Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid after taking account of any trade discounts due.

1.3. Cash at bank and in hand

Cash at bank and in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

1.4. Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

1.5. Preparation of the accounts on a going concern basis.

The company is dependent on the continued support of the trustee's loan account. The trustees believe that the company will continue to receive this support and accordingly consider that it is appropriate to prepare the financial statements on the going concern basis.

Waterloo East Theatre Limited

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Notes to the Financial Statements for the year ended 30 June 2018

1.6. Incoming resources

All incoming resources are included in the Statement of Financial Activities when:

- the charity is legally entitled to the funds
- any performance conditions attached to the income have been met or are fully within the control of the charity
- there is sufficient certainty that receipt of the income is considered probable
- the amount can be reliably measured

- Donations and legacies

Grants/donations are recognised in incoming resources in the year in which they are receivable, except as follows:

- when donors specify that grants/donations given to the charity must be used in future accounting periods, the income is deferred until those periods
- when donors impose conditions which have to be fulfilled before the charity becomes entitled to use such income, the income is deferred and not included in incoming resources until the preconditions for use are met.

- Charitable activities

Theatre income - income from box office, performance fees and sundry other theatrical income is included in incoming resources in the period in which the relevant show takes place.

Project specific funding - when donors specify that donations and grants are for particular restricted purposes, which do not amount to pre-conditions regarding entitlement, this income is included in incoming resources of restricted funds when receivable.

- Donated services and facilities

Donated services or facilities are recognised as income when the charity has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from the use by the charity of the item is probable and that economic benefit can be measured reliably. On receipt, donated services and facilities are recognised on the basis of the value of the gift to the charity which is the amount the charity would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

- Investment income

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the Bank.

Waterloo East Theatre Limited

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Notes to the Financial Statements for the year ended 30 June 2018

1.7. Expenditure

All expenditure is included on an accruals basis inclusive of any VAT which cannot be recovered and is recognised when:

- there is a legal or constructive obligation to make a payment
- it is probable that settlement will be required
- the amount of the obligation can be measured reliably

- Costs of raising funds

Costs incurred in attracting donations, and those incurred in trading activities that raise funds.

- Charitable activities

Theatre production costs - costs incurred in production and running of productions toured in the year.

- Support costs

The administrative and overhead costs associated with running the office from which the company operates as well as governance costs. Support costs are wholly attributable to theatre production costs.

- Governance costs

Costs associated with the constitutional and statutory requirements of the charity.

1.8. Stock

Stock is included at the lower of cost or net realisable value. Donated items of stock are recognised on receipt at fair value which is the amount the charity would have been willing to pay for the items on the open market

1.9. Fund accounting

Funds held by the charity are either:

- Unrestricted general funds - these are funds which can be used in accordance with the charitable objects at the discretion of the trustees.
- Designated funds - these are unrestricted funds of the charity which the trustees have decided at their discretion to set aside to use for a specific purpose.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

1.10. Financial Instruments

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value, and subsequently measured at their settlement value (with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method).

2. Incoming resources

The total incoming resources for the year have been derived from the principal activity undertaken wholly in the UK.

Waterloo East Theatre Limited

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**Notes to the Financial Statements
for the year ended 30 June 2018**

3. Net income/(expenditure) for the year is stated after charging:	2018 £	2017 £
Independent Examiners' remuneration		
- external examiner	1,500	-
	<u>1,500</u>	<u>-</u>
4. Trustees' emoluments and reimbursed expenses		
The trustees received no remuneration during the year.		
The aggregated amount reimbursed to trustees during the year was £NIL (2017 - £NIL)		
5. Staff costs and numbers		
During the year the company had no employees.		
6. Corporation taxation		
The charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.		
7. Debtors	2018 £	2017 £
Other debtors	8,750	-
	<u>8,750</u>	<u>-</u>
8. Creditors: amounts falling due within one year	2018 £	2017 £
Bank overdraft	7,657	6,378
Other taxation/social security	2,243	-
Trustees' loan accounts	164,065	158,906
Other creditors	6,420	-
Accruals	1,500	-
	<u>181,885</u>	<u>165,284</u>

Waterloo East Theatre Limited

(Limited by Guarantee)

Notes to the Financial Statements for the year ended 30 June 2018

9. Limited by guarantee

The company is limited by guarantee and does not have a share capital. Each member gives a guarantee to contribute a sum, not exceeding £1, to the company should it be wound up. At 30 June 2018 there was 1 member.

10. Unrestricted funds	Brought forward £	Incoming resources £	Outgoing resources £	Carried forward £
General fund	<u>(165,284)</u>	<u>78,069</u>	<u>(85,420)</u>	<u>(172,635)</u>

11. Analysis of net assets between funds

	General funds £	Total £
Fund balances at 30 June 2018 are represented by:		
Net current (liabilities)	<u>(172,635)</u>	<u>(172,635)</u>
	<u>(172,635)</u>	<u>(172,635)</u>

12. Financial commitments

At 30 June 2018 the company had total commitments under non-cancellable operating leases as follows:

	2018 £	2017 £
Expiry date:		
Within one year	<u>17,813</u>	<u>17,813</u>

13. Transactions with trustees

At the year end trustee Gerald Armin was owed £164,065 by the charity.

Waterloo East Theatre Limited

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**Notes to the Financial Statements
for the year ended 30 June 2018**

14. Related party transactions

During the year the company had no related party transactions that require disclosure.

