

REGISTERED NUMBER OC322001

**KINGSTON THEATRE LLP**

**FINANCIAL STATEMENTS**

**31 MARCH 2011**

# KINGSTON THEATRE LLP

## FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2011

---

<b>CONTENTS</b>	<b>PAGES</b>
Designated members and advisors	1
The members' report	2 to 3
Independent auditor's report to the members	4
Profit and loss account	5
Statement of total recognised gains and losses	6
Balance sheet	7
Notes to the financial statements	8 to 10
<b>The following pages do not form part of the financial statements</b>	
Detailed profit and loss account	12
Notes to the detailed profit and loss account	13

---

# KINGSTON THEATRE LLP

## DESIGNATED MEMBERS AND ADVISORS

---

### DESIGNATED MEMBERS

The Royal Borough of Kingston upon Thames  
The Kingston University

### REGISTERED OFFICE

The Guildhall  
Kingston upon Thames  
KT1 1EU

### AUDITOR

Menzies LLP  
Chartered Accountants  
Kings House  
12 - 42 Wood Street  
Kingston upon Thames  
Surrey  
KT1 1TG

### BANKERS

HSBC Bank Plc  
54 Clarence Street  
Kingston upon Thames  
Surrey  
KT1 1NP

# **KINGSTON THEATRE LLP**

## **THE REPORT OF THE MEMBERS**

**YEAR ENDED 31 MARCH 2011**

---

The members have pleasure in presenting their report and the financial statements of the LLP for the year ended 31 March 2011.

### **REGISTERED NUMBER**

The Limited Liability Partnership registered number is OC322001.

### **PRINCIPAL ACTIVITIES**

The principal activity of the company is to own and manage the property in High Street, Kingston upon Thames, known as the Rose Theatre.

### **RESULTS FOR THE YEAR AND ALLOCATION TO MEMBERS**

The profit for the year available for distribution to members was £110,649. (2010: £114,785).

### **DESIGNATED MEMBERS**

The following were designated members during the year:

The Royal Borough of Kingston upon Thames  
The Kingston University

### **POLICY WITH RESPECT TO MEMBERS' DRAWINGS AND SUBSCRIPTION AND REPAYMENTS OF AMOUNTS SUBSCRIBED OR OTHERWISE CONTRIBUTED BY MEMBERS**

Contributions have been made to the capital account in accordance with the Members Agreement dated 21 December 2006. Additional contributions may be made by agreement, in the profit share ratios.

Distribution of profits and losses are made, after providing for any future liabilities, following approval of the accounts, within 9 months of the end of the accounting period and credited to the member's distribution account.

Capital may only be withdrawn with unanimous agreement by members or on dissolution.

### **RESPONSIBILITIES OF THE MEMBERS**

The members are responsible for preparing the Members' Report and the financial statements in accordance with applicable law and regulations.

Legislation applicable to limited liability partnerships requires the members to prepare financial statements for each financial year. Under that law the members have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The financial statements are required by law to give a true and fair view of the state of affairs of the LLP and of the profit or loss of the LLP for that period. In preparing those financial statements, the members are required to:

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

The members are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the LLP and enable them to ensure that the financial statements comply with the Companies Act 2006 as modified by the Limited Liability Partnerships (Accounts and Audit)(Application of Companies Act 2006). The members are also responsible for safeguarding the assets of the LLP and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the members are aware:

- there is no relevant audit information of which the LLP's auditor is unaware; and
- the members have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

# KINGSTON THEATRE LLP

THE REPORT OF THE MEMBERS *(continued)*

YEAR ENDED 31 MARCH 2011

---

## AUDITOR

Menzies LLP are deemed to be re-appointed under section 487(2) of the Companies Act 2006 as modified by the Limited Liability Partnerships Regulations 2008.

## SMALL LLP PROVISIONS

This report has been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006 (as applied to limited liability partnerships by regulation 3 of the Limited Liability Partnerships Regulations 2008).

Registered office:  
The Guildhall  
Kingston upon Thames  
KT1 1EU

Signed on behalf of the members



.....  
The Royal Borough of Kingston upon Thames

Designated member



.....  
The Kingston University

Designated member

Approved by the members on 23/8/2011

# KINGSTON THEATRE LLP

## INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF KINGSTON THEATRE LLP *(continued)*

YEAR ENDED 31 MARCH 2011

---

We have audited the financial statements of Kingston Theatre LLP for the year ended 31 March 2011 on pages five to ten. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the LLP's members, as a body, in accordance with Chapter 3 of Section 16 of the Companies Act 2006 as modified by the Limited Liability Partnerships (Accounts and Audit)(Application of Companies Act 2006). Our audit work has been undertaken so that we might state to the LLP'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 LLP and the LLP's members as a body, for our audit work, for this report, or for the opinions we have formed.

### RESPECTIVE RESPONSIBILITIES OF MEMBERS AND AUDITOR

As explained more fully in the Members' Responsibilities Statement set out on page two, the members are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors.

We have undertaken the audit in accordance with the requirements of APB Ethical Standards including APB Ethical Standard - Provisions Available for Small Entities, in the circumstances set out in note 7 to the financial statements.

### SCOPE OF THE AUDIT OF THE FINANCIAL STATEMENTS

A description of the scope of an audit of financial statements is provided on the APB's website at [www.frc.org.uk/apb/scope/private.cfm](http://www.frc.org.uk/apb/scope/private.cfm).

### OPINION ON FINANCIAL STATEMENTS

In our opinion the financial statements:

- give a true and fair view of the state of the limited liability partnership's affairs as at 31 March 2011 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006 as applied to limited liability partnerships by the Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008.

### MATTERS ON WHICH WE ARE REQUIRED TO REPORT BY EXCEPTION

We have nothing to report in respect of the following matters where the Companies Act 2006 as applied to limited liability partnerships requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit; or
- the members were not entitled to prepare financial statements in accordance with the small limited liability partnerships' regime



ANDREW COOK FCA  
(Senior Statutory Auditor)  
For and on behalf of  
MENZIES LLP  
Chartered Accountants  
& Statutory Auditor

Kings House  
12 - 42 Wood Street  
Surrey  
KT1 1TG

26/3/2011

# KINGSTON THEATRE LLP

## PROFIT AND LOSS ACCOUNT

YEAR ENDED 31 MARCH 2011

---

	Note	2011 £	2010 £
<b>TURNOVER</b>		134,239	153,306
Administrative expenses		23,006	38,521
<b>OPERATING PROFIT</b>	<b>2</b>	111,233	114,785
Interest payable and similar charges		584	–
<b>PROFIT FOR THE FINANCIAL YEAR BEFORE MEMBERS' REMUNERATION AND PROFIT SHARES AVAILABLE FOR DISCRETIONARY DIVISION AMONG MEMBERS</b>		<u>110,649</u>	<u>114,785</u>
<b>PROFIT FOR THE YEAR BEFORE MEMBERS' REMUNERATION AND PROFIT SHARES</b>		110,649	114,785
Members' remuneration charged as an expense		(110,649)	(114,785)
<b>PROFIT FOR THE YEAR AVAILABLE FOR DISCRETIONARY DIVISION AMONG MEMBERS</b>		<u>–</u>	<u>–</u>

The notes on page 5 form part of these financial statements.

---

# KINGSTON THEATRE LLP

## STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES

YEAR ENDED 31 MARCH 2011

---

	2011 £	2010 £
Profit for the financial year before members' remuneration and profit shares available for discretionary division among members	110,649	114,785
Unrealised loss on revaluation of certain fixed assets	<u>(9,656)</u>	<u>(38,457)</u>
Total gains and losses recognised since the last annual report	<u>100,993</u>	<u>76,328</u>

The notes on page 6 form part of these financial statements.

---

# KINGSTON THEATRE LLP

## BALANCE SHEET

31 MARCH 2011

	Note	2011 £	£	2010 £	£
<b>FIXED ASSETS</b>					
Tangible assets	4		1,500,000		1,500,000
<b>CURRENT ASSETS</b>					
Debtors	5	93,750		310,861	
Cash at bank		252,709		6,602	
		<u>346,459</u>		<u>317,463</u>	
<b>CREDITORS: Amounts falling due within one year</b>	6	<u>206,371</u>		<u>254,293</u>	
<b>NET CURRENT ASSETS</b>			140,088		63,170
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<u>1,640,088</u>		<u>1,563,170</u>
<b>NET ASSETS ATTRIBUTABLE TO MEMBERS</b>			<u>1,640,088</u>		<u>1,563,170</u>
<b>REPRESENTED BY:</b>					
<b>Loans and other debts due to members</b>					
Other amounts	9		<u>401,342</u>		<u>314,768</u>
<b>EQUITY</b>					
Members' other interests - members' capital	10		5,350,000		5,350,000
Members' other interests - revaluation reserve	10		(4,111,254)		(4,101,598)
			<u>1,238,746</u>		<u>1,248,402</u>
			<u>1,640,088</u>		<u>1,563,170</u>
<b>TOTAL MEMBERS' INTERESTS</b>					
Loans and other debts due to members	9		401,342		314,768
Members' other interests	10		1,238,746		1,248,402
			<u>1,640,088</u>		<u>1,563,170</u>

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 as modified by the Limited Liability Partnerships Regulations 2008 relating to small LLPs and with the Financial Reporting Standard for Smaller Entities (effective April 2008).

These financial statements were approved by the members and authorised for issue on 23/8/2011, and are signed on their behalf by:

  
.....  
The Royal Borough of Kingston upon Thames

  
.....  
The Kingston University

Registered Number: OC322001

The notes on page 7 form part of these financial statements.

# KINGSTON THEATRE LLP

## NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2011

---

### 1. ACCOUNTING POLICIES

#### Basis of accounting

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of certain fixed assets and financial instruments, and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008), and the requirements of the Statement of Recommended Practice 'Accounting by Limited Liability Partnerships' revised in March 2010.

#### Turnover

The turnover shown in the profit and loss account represents rent due from the investment property, stated net of VAT and other sales and related taxes.

The benefits of a rent free period given to the lessee have been spread over the earlier of the lease term or to the period of first rent review date in accordance with UITF 28.

#### Investment properties

The freehold investment property is shown at market value. The surplus or deficit arising from the annual revaluation is transferred to the revaluation reserve unless a deficit, or its reversal, is expected to be permanent in which case it is recognised in the profit and loss account for the year.

This is in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008) which, unlike Companies Act 2006, does not require depreciation of investment properties. The members consider this policy results in the financial statements giving a true and fair view.

#### Members' participation rights

Members' participation rights are the rights of a member against the LLP that arise under the members' agreement (for example, in respect of amounts subscribed or otherwise contributed, remuneration and profits).

Members' participation rights in the earnings or assets of the LLP are analysed between those that are, from the LLP's perspective, either a financial liability or equity, in accordance with FRS 25 (IAS 32) Financial Instruments: Disclosure and Presentation and UITF abstract 39 Members' shares in co-operative entities and similar instruments. A member's participation right results in a liability unless the right to any payment is discretionary on the part of the LLP.

Amounts subscribed or otherwise contributed by members, for example members' capital, are classed as equity if the LLP has an unconditional right to refuse payment to members. If the LLP does not have such an unconditional right, such amounts are classified as liabilities.

Where profits are automatically divided as they arise, so the LLP does not have an unconditional right to refuse payment, the amounts arising that are due to members are in the nature of liabilities. They are therefore treated as an expense in the Profit and Loss Account in the relevant year. To the extent that they remain unpaid at the year end, they are shown as liabilities in the Balance Sheet.

### 2. OPERATING PROFIT

Operating profit is stated after charging:

	2011 £	2010 £
Auditor's fees	3,400	3,000

Accountancy, taxation and other services of £4,675 (2010 - £6,230) were provided by Menzies LLP during the year.

### 3. INFORMATION IN RELATION TO MEMBERS

	2011 No	2010 No
The average number of members during the year was	<u>2</u>	<u>2</u>
	2011 £	2010 £
The average members remuneration during the year was	<u>-</u>	<u>-</u>

---

# KINGSTON THEATRE LLP

## NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2011

---

### 4. TANGIBLE FIXED ASSETS

	Investment Property £
<b>COST OR VALUATION</b>	
At 1 April 2010	1,500,000
Additions	9,656
Revaluation	(9,656)
<b>At 31 March 2011</b>	<u>1,500,000</u>
<b>DEPRECIATION</b>	
At 1 April 2010 and 31 March 2011	–
<b>NET BOOK VALUE</b>	
At 31 March 2011	1,500,000
At 31 March 2010	<u>1,500,000</u>

The investment property was valued at £1.5 million on 31 March 2011 by John Barlow, Borough Valuer for The Royal Borough of Kingston upon Thames.

The historical cost of the investment property on 31 March 2011 was £5,611,254 (2010 - £5,601,598).

### 5. DEBTORS

	2011 £	2010 £
Trade debtors	–	176,250
Other debtors	93,750	134,611
	<u>93,750</u>	<u>310,861</u>

### 6. CREDITORS: Amounts falling due within one year

	2011 £	2010 £
Other taxation	–	35,000
Other creditors	206,371	219,293
	<u>206,371</u>	<u>254,293</u>

### 7. APB ETHICAL STANDARDS

In common with many other businesses of our size and nature we use our auditors to prepare and submit returns to the tax authorities, provide advice on VAT and assist with the preparation of the financial statements.

### 8. RELATED PARTY TRANSACTIONS

Kingston University entered into a lease for a section of the property at a premium of £250,000 for a term of ten years commencing 1 September 2009, payable in advance to assist in completing the amount required to finance the fit-out of the Theatre. This sum would be repayable by the LLP under certain circumstances on a pro rata basis.

The Royal Borough of Kingston upon Thames has agreed under the New Deal agreed at RBK Executive Meeting on 9 December 2008 to make additional contributions to support Kingston Theatre Trust. An amount of £150,000 + VAT per annum of these contributions will be assigned to Kingston Theatre LLP to enable Kingston Theatre Trust to meet its rent liability.

# KINGSTON THEATRE LLP

## NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2011

### 9. LOANS AND OTHER DEBTS DUE TO MEMBERS

	2011 £	2010 £
Loans from members	–	24,075
Amounts owed to members in respect of profits	401,342	290,693
	<u>401,342</u>	<u>314,768</u>

### 10. MEMBERS' INTERESTS

	Members' other interests		Loans and other amounts due to members		
	Members' capital (classified as equity) £	Revaluation reserve £	Total members' other interests £	Other amounts £	Total £
Balance at 1 April 2010	5,350,000	(4,101,598)	1,248,402	314,768	1,563,170
Profit for the financial year available for discretionary division amongst members	–	–	–	110,649	110,649
Members' interests after profit for the year	5,350,000	(4,101,598)	1,248,402	425,417	1,673,819
Loan repaid to members	–	–	–	(24,075)	(24,075)
Deficit on revaluation of fixed assets	–	(9,656)	(9,656)	–	(9,656)
Balance at 31 March 2011	<u>5,350,000</u>	<u>(4,111,254)</u>	<u>1,238,746</u>	<u>401,342</u>	<u>1,640,088</u>

### 11. ULTIMATE PARENT COMPANY

The LLP consider the Royal Borough of Kingston upon Thames to be the ultimate parent undertaking.

# **KINGSTON THEATRE LLP**

**MANAGEMENT INFORMATION**

**YEAR ENDED 31 MARCH 2011**

---

**The following pages do not form part of the statutory financial statements  
which are the subject of the independent auditor's report on page 4.**

# KINGSTON THEATRE LLP

## DETAILED PROFIT AND LOSS ACCOUNT

YEAR ENDED 31 MARCH 2011

---

	2011 £	2010 £
<b>TURNOVER</b>	134,239	153,306
<b>OVERHEADS</b>		
Administrative expenses	<u>23,006</u>	<u>38,521</u>
<b>OPERATING PROFIT</b>	111,233	114,785
Interest on late payment of VAT	<u>(584)</u>	<u>—</u>
<b>PROFIT FOR THE FINANCIAL YEAR BEFORE MEMBERS' REMUNERATION AND PROFIT SHARES AVAILABLE FOR DISCRETIONARY DIVISION AMONG MEMBERS</b>	<u>110,649</u>	<u>114,785</u>
<b>DIVIDED AS FOLLOWS:</b>		
<b>SPLIT OF PROFIT:</b>		
The Royal Borough of Kingston upon Thames	105,117	109,046
The Kingston University	<u>5,532</u>	<u>5,739</u>
	<u>110,649</u>	<u>114,785</u>

---

# KINGSTON THEATRE LLP

## NOTES TO THE DETAILED PROFIT AND LOSS ACCOUNT

YEAR ENDED 31 MARCH 2011

	2011		2010	
	£	£	£	£
<b>ADMINISTRATIVE EXPENSES</b>				
<b>Establishment expenses</b>				
Insurance	9,926		7,531	
Service charges	4,938		21,246	
		14,864		28,777
<b>General expenses</b>				
Sundry expenses	–		460	
Accountancy fees	4,675		6,230	
Auditors remuneration	3,400		3,000	
		8,075		9,690
<b>Financial costs</b>				
Bank charges		67		54
		<u>23,006</u>		<u>38,521</u>

### MEMBERS CAPITAL 1. DETAILED ANALYSIS FOR THE YEAR ENDING 31 MARCH 2011

	The Royal Borough of Kingston upon Thames £	The Kingston University £	Total £
Balance at 1 Apr 10 and 31 Mar 11	(5,070,000)	(280,000)	(5,350,000)

### LOANS AND OTHER DEBTS DUE TO MEMBERS. SUMMARY AS AT 31 MARCH 2011

	Member's Current Account £
The Royal Borough of Kingston upon Thames	381,276
The Kingston University	20,066
Total debts due to members	<u>401,342</u>

### MEMBER'S CURRENT ACCOUNT. DETAILED ANALYSIS FOR THE YEAR ENDING 31 MARCH 2011

	The Royal Borough of Kingston upon Thames £	The Kingston University £	Total £
Balance at 1 Apr 10 and 31 Mar 11	276,159	14,534	290,693
Discretionary allocation of profits	105,117	5,532	110,649
Balance at 31 Mar 11	<u>381,276</u>	<u>20,066</u>	<u>401,342</u>