

EARTHBEAT LIMITED
STATEMENT OF ACCOUNTS
YEAR ENDED 31ST MARCH 2025

COMPANY NUMBER: 5046503

CHARITY NUMBER: 1102705

EARTHBEAT LIMITED

MANAGEMENT COMMITTEE REPORT FOR THE YEAR ENDED 31ST MARCH 2025

The management committee present their annual report and the unaudited accounts for the year ended 31ST March 2025.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the charities governing document, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) effective 1st January 2019.

Reference and administrative information

Charity name	Earthbeat Limited	
Charity registration number	1102705	
Company registration number	5046503	
Registered Office and Operational Address	The Earthbeat Centre Marske Road Saltburn-by-the-Sea Cleveland TS12 1QA	
Management Committee	Trevor Longden Geoffrey Peacock Sheila Wilson	Chair Treasurer
Company secretary and manager	Mr Anthony Galuidi	
Independent Examiner	Graham Fitzgerald Azets Audit Services Wynyard Park Avenue Wynyard Park Wynyard TS22 5TB	
Bankers	The Co Operative Bank	

EARTHBEAT LIMITED

MANAGEMENT COMMITTEE REPORT FOR THE YEAR ENDED 31ST MARCH 2025

Structure, governance and management

Governing Document

The charity is a company, limited by guarantee, incorporated on 17th February 2004 and registered as a charity on 18th March 2004. The company was established under a Memorandum of Association which established the objects and powers of the charitable company and is governed under its Articles of Association. In the event of its being wound up, members are required to contribute an amount not exceeding £10.

Recruitment, appointment and training of Trustees

The trustees are recruited from a pool of individuals who support the organisation. Potential trustees are briefed by the manager and given copies of relevant policies and procedures.

Risk management

The trustees constantly review the risks to which the charity is exposed and to this end they put in place systems and strategies to minimise those risks.

Organisational Structure

The trustees are responsible for the strategic objectives of the charity. The day to day running of the organisation is delegated to the manager.

Related Parties

There are no related parties other than Trustees and their immediate family.

Objectives and Activities

The objects of the charity as set out in its Memorandum of Association are:

To advance the education of people with learning disabilities in East Cleveland through the medium of drama.

To this end the charity runs a theatre company called 'Earthbeat' which it runs to provide a public benefit.

The trustees have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the charity's aims and objectives and in planning its future activities.

EARTHBEAT LIMITED

MANAGEMENT COMMITTEE REPORT FOR THE YEAR ENDED 31ST MARCH 2025

Achievements and performance

Chairman's report

CURRENT STATUS

Earthbeat is an independent theatre company. All staff are employed by Earthbeat Ltd and all funds and assets are controlled by the trustees and governing body of Earthbeat. Earthbeat is a charitable company and a company limited by guarantee. Earthbeat operates for five days each week, for 48 weeks each year.

We have been in situ, in the Earthbeat centre, for over ten years now. The building continues to provide an excellent base for Earthbeat Theatre Company, our tenants and our regular hirers.

We have now replaced both boilers and all associated plumbing. The job was very expensive but should future proof our building for many years to come. We have also installed a permanent ramp in the corridor of the tenants wing which will improve disabled access to the café and studio 2.

In May, we purchased a second 8 seater bus which will help us transport our increased number of attenders.

The council have finally added double yellow lines to our entrance road which should stop the blockages which often occur when we are busy.

SHOWS (and other events)

We have produced three shows in the last twelve months – Moulin Rouge, Christmas Crackers and Toy Story. All three shows were great successes and audience numbers were very strong with most shows being sold out. At the moment we are working on five different shows – Calamity Jane, Mini Musicals, Halloween Show, Jungle Book and Les Miserables.

INCOME SOURCES

The new council system (Community Opportunity Framework) seems to be working OK. There are still many people who have not been added to the system, but they have applied regular uplifts as promised. This year they have added 5% to our rates. Our current daily rate is £49.85

We have an inspection coming in June and it promises to be a long tedious and bureaucratic affair lasting 2 days.

We have more people attending than ever before and, coupled with our increased rates, means that our income is strong. We do have more staffing in place and our transport costs are higher than ever – but we are still in a good position financially.

Our main source of income remains that which is provided by drama fees from our performers (funded by the council as part of their social care package).

Our income from hirers and tenants remains stable and we have a full and thriving timetable of community activities.

FUNDRAISING

We have not received (or applied for) any grants this year but have received several small donations.

TENANTS

We have lost four of our tenants but have filled their rooms very quickly. The Shanti Café has been replaced by the Wren Bakehouse and Café; Newton Physiotherapy has been replaced by Springvale Therapies (Physiotherapists), Evolve Shop has been replaced by Spotlight Theatre and Dahlian's counselling has been replaced by Now and Zen therapies. We have a long list of people who would like to hire our rooms.

EARTHBEAT LIMITED

MANAGEMENT COMMITTEE REPORT FOR THE YEAR ENDED 31ST MARCH 2025

Financial review

The Statement of Financial Activities shows the result of the charity for the year. Unrestricted reserves of £532,304 remain at 31st March 2025

Reserves Policy

The Trustees have established that the organisation should aim to build up free reserves of approximately 6 months' running costs, which would be around £205,000. As at 31st March 2025 £293,772 of reserves relate to fixed assets leaving free reserves at 31st March 2025 of £238,532.

Statement of trustees' (directors') responsibilities

The trustees (who are also directors of Earthbeat Limited for the purposes of company law) are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (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 charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for the year. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP (FRS102)
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by the Committee

T Longden
Trustee

EARTHBEAT LIMITED

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF EARTHBEAT LIMITED

I report on the accounts of the company for the year ended 31st March 2025 which are set out on pages 6 to 14.

Responsibilities and basis of report

As the charity trustees of the company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your company's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Since the charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of the Institute of Chartered Accountants in England and Wales.

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a 'true and fair view' which is not a matter considered as part of an independent examination; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

Graham Fitzgerald BA FCA DChA

Azets Audit Services
Wynyard Park House
Wynyard Avenue
Wynyard
TS22 5TB

EARTHBEAT LIMITED

**STATEMENT OF FINANCIAL ACTIVITIES
(INCLUDING INCOME AND EXPENDITURE ACCOUNT)**

YEAR ENDED 31ST MARCH 2025

	Note	Unrestricted Funds £	Restricted Funds £	2025 Total Funds £	2024 Total Funds £
INCOME					
<i>Income from donations and legacies</i>					
Donations/Grants Receivable	2	1,065	-	1,065	5,814
<i>Income from charitable activities</i>					
Drama fees		487,960	-	487,960	393,313
Ticket sales		6,049	-	6,049	6,312
Room Hire		47,678	-	47,678	51,168
Other Income		492	-	492	-
<i>Investment income</i>		864	-	864	-
Total income		<u>544,108</u>	<u>-</u>	<u>544,108</u>	<u>456,607</u>
EXPENDITURE					
<i>Expenditure on charitable activities</i>					
Costs of main activity	3	437,356	-	437,356	409,545
Other costs	3	14,472	-	14,472	14,079
Total expenditure		<u>451,828</u>	<u>-</u>	<u>451,828</u>	<u>423,624</u>
Net Income / Expenditure		92,280	-	92,280	32,983
Transfer between funds		-	-	-	-
Net movement in funds for the year		<u>92,280</u>	<u>-</u>	<u>92,280</u>	<u>32,983</u>
Fund balances brought forward		440,024	-	440,024	407,041
FUND BALANCES CARRIED FORWARD		<u><u>532,304</u></u>	<u><u>-</u></u>	<u><u>532,304</u></u>	<u><u>440,024</u></u>

EARTHBEAT LIMITED
BALANCE SHEET
AS AT 31ST MARCH 2025

		2025	2024
	Note	£	£
FIXED ASSETS	4	293,772	252,103
CURRENT ASSETS			
Debtors	5	23,844	20,004
Cash at Bank and in Hand		223,266	176,473
		<u>247,110</u>	<u>196,477</u>
CURRENT LIABILITIES			
Creditors & Accruals	6	<u>(8,578)</u>	<u>(8,556)</u>
		238,532	187,921
NET ASSETS		<u>532,304</u>	<u>440,024</u>
FUNDS	10		
Unrestricted Funds		532,304	440,024
Restricted Funds		<u>-</u>	<u>-</u>
		<u>532,304</u>	<u>440,024</u>

For the year ending 31st March 2025 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Trustees 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 accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

Approved by the Committee:

G Peacock :Trustee

Date

EARTHBEAT LIMITED
STATEMENT OF CASH FLOWS
YEAR ENDED 31ST MARCH 2025

Note	2025 £	2024 £
Net cash flow from operating activities 12	105,113	51,726
<i>Cash flow from investing activities</i>		
Payments to acquire tangible fixed assets	(59,184)	(36,294)
Interest received	864	-
Net cash flow from investing activities	(58,320)	(36,294)
Net Increase in cash and cash equivalents	46,793	15,432
Cash and cash equivalents at 1 st April 2024	176,473	161,041
Cash and cash equivalents at 31st March 2025	223,266	176,473
Cash and cash equivalents consists of:		
Cash at bank and in hand	223,266	176,473

EARTHBEAT LIMITED
NOTES TO THE ACCOUNTS

1. ACCOUNTING POLICIES

Charity information

Earthbeat Limited is a private company limited by guarantee incorporated in England and Wales. The registered office is The Earthbeat Centre, Marske Road, Saltburn by the Sea, TS12 1QA.

Accounting convention

These accounts have been prepared in accordance with the Companies Act 2006 and Accounting and Reporting by Charities” applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) effective 1st January 2019. The charity is a public benefit entity as defined by FRS 102.

The accounts are prepared in sterling which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The accounts have been prepared under the historical cost convention modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

Going Concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

Charitable Funds

Unrestricted funds are available for use at the discretion of the trustees in the furtherance of their charitable objectives unless the funds have been designated for other purposes.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of restricted funds are set out in the notes to the accounts.

Incoming Resources and Resources Expended

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that the income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require the deferral of the amount. Income tax recoverable in relation to donations received under gift aid or deeds of covenant is recognised at the time of donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefit will be required by settlement, and the amount of the obligation can be measured reliably.

Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the assets use.

EARTHBEAT LIMITED

NOTES TO THE ACCOUNTS

1. ACCOUNTING POLICIES (Continued)

Tangible Fixed Assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Leasehold Property Improvements	2% per annum
Equipment	10% per annum

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset and is recognised in the net income for the year.

Recoverable amount is the higher of fair value, less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pretax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset is estimated to be less than the carrying amount, the carrying amount of the asset is reduced to the recoverable amount immediately in income/expenditure for the year, unless the relevant asset is carried in at a revalued amount, in which case the impairment loss is treated as revaluation decrease.

Recognised impairment losses are reversed if and only if, the reasons for the impairment loss have ceased to apply. Where an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined if no carrying amount that would have been determined had no impairment loss been recognised for the asset in prior years. A reversal of an impairment loss is recognised immediately, unless the relevant asset is carried in at a revalued amount, in which case the reversal of the impairment loss is treated as revaluation increase.

Basic Financial Assets

Basic financial assets which include debtors, cash and bank balances, are initially measured at transaction price including transaction costs and subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of future receipts discounted at a market rate of interest. Financial assets classified as receivable within 1 year are not amortised.

Basic Financial Liabilities

Basic Financial Liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future receipts discounted at a market rate of interest. Financial liabilities classified as payable within 1 year are not amortised. Debt instruments are subsequently measured at amortised cost, using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

EARTHBEAT LIMITED

NOTES TO THE ACCOUNTS

CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying value of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from those estimates.

The estimates and associated assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision effects only that period, or in the period of revision and future periods where the provision effects both current and future periods.

2. DONATIONS/GRANTS RECEIVABLE	Unrestricted Funds £	Restricted Funds £	Total 2025 £	Total 2024 £
Other Grants and Donations	1,065	-	1,065	5,814
	<u>5,814</u>	<u>-</u>	<u>5,814</u>	<u>5,814</u>

Of total income of £544,108 in 2024 (2024: £456,607), £NIL (2024: £Nil) was credited to restricted funds
And £544,108 (2024:£456,607) was credited to unrestricted funds

3. TOTAL EXPENDITURE	Charitable Activities £	Other Costs £	2025 Total £	2024 Total £
Costs directly allocated to activities				
Professional fees	72,548	-	72,548	45,873
Equipment and repairs	11,306	-	11,306	12,764
Costumes & props	2,063	-	2,063	717
Printing & publicity	384	-	384	413
Admin & telephone	1,867	-	1,867	996
Insurance	2,798	-	2,798	2,714
Food & refreshments	1,040	-	1,040	2,384
Transport	51,384	-	51,384	56,558
Performers' expenses	3,745	-	3,745	3,755
Heat, Light and Water	9,759	-	9,759	12,256
Sundry Expenses	228	-	228	-
Lease of Premises	4,100	-	4,100	4,100
Legal	180	-	180	180
Cleaning of premises	-	-	-	650
Depreciation	17,515	-	17,515	16,397
Donations	500	-	500	70
Accountancy	-	930	930	936
Website	259	-	259	180
Training	400	-	400	-
Support costs allocated to activities on the basis of usage				
Wages and Salaries	231,260	12,172	243,432	234,761
Pensions	26,020	1,370	27,390	28,100
	<u>437,356</u>	<u>14,472</u>	<u>451,828</u>	<u>423,624</u>

Of £451,828 expenditure in 2025 (2024: £423,624) £NIL was charged to restricted funds (2024: £Nil) and £451,828 was charged to unrestricted funds (2024: £423,624).

EARTHBEAT LIMITED
NOTES TO THE ACCOUNTS

4. FIXED ASSETS

	Leasehold Improvements £	Equipment £	Motor Vehicle £	Total £
Tangible Assets				
COST				
At 1 st April 2024	255,010	44,379	36,294	335,683
Additions	50,184	-	9,000	59,184
	<u>305,194</u>	<u>44,379</u>	<u>45,294</u>	<u>394,867</u>
At 31 st March 2025	<u>305,194</u>	<u>44,379</u>	<u>45,294</u>	<u>394,867</u>
DEPRECIATION				
At 1 st April 2024	46,699	27,807	9,074	83,580
Charge for the year	6,803	1,657	9,055	17,515
	<u>53,502</u>	<u>29,464</u>	<u>18,129</u>	<u>101,095</u>
At 31 st March 2025	<u>53,502</u>	<u>29,464</u>	<u>18,129</u>	<u>101,095</u>
NET BOOK VALUE				
At 31 st March 2025	<u>251,692</u>	<u>14,915</u>	<u>27,165</u>	<u>293,772</u>
At 31 st March 2024	<u>208,311</u>	<u>16,572</u>	<u>27,220</u>	<u>252,103</u>

5. DEBTORS

	2025 £	2024 £
Other debtors and prepayments	<u>23,844</u>	<u>20,004</u>

6. CREDITORS AND ACCRUALS

	2025 £	2024 £
Social Security and Other Taxes	5,199	4,925
Other Creditors	2,449	2,731
Accruals	930	900
	<u>8,578</u>	<u>8,556</u>

7. EMPLOYEE EMOLUMENTS

There were no employees whose remuneration defined for taxation purposes amounted to greater than £60,000.

	2025 £	2024 £
Wages and Salaries	229,099	220,614
Social Security costs	14,333	14,147
Pension	27,390	28,100
	<u>270,822</u>	<u>262,861</u>

The average number of employees during the year was 9 - (2024: 9)

8. TRUSTEE EXPENSES

No remuneration, benefits or expenses were paid to Trustees in the year.

EARTHBEAT LIMITED

NOTES TO THE ACCOUNTS

9. 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 objectives

10. ANALYSIS OF NET ASSETS BETWEEN FUNDS

2025	Unrestricted Funds £	Restricted Funds £	Total £
Fixed Assets	293,772	-	293,772
Net Current Assets	238,532	-	238,532
	<u>532,304</u>	<u>-</u>	<u>532,304</u>
 2024	 Unrestricted Funds £	 Restricted Funds £	 Total £
Fixed Assets	252,103	-	252,103
Net Current Assets	187,921	-	187,921
	<u>440,024</u>	<u>-</u>	<u>440,024</u>

11. MOVEMENT IN FUNDS

2025

	At 1st April 2024 £	Income £	Expenditure £	Net Transfers £	At 31st March 2025 £
Restricted Funds	-	-	-	-	-
Total Unrestricted Funds	-	-	-	-	-
General Funds	440,024	544,108	(451,828)	-	532,304
	<u>440,024</u>	<u>544,108</u>	<u>(451,828)</u>	<u>-</u>	<u>532,304</u>

2024

	At 1st April 2023 £	Income £	Expenditure £	Net Transfers £	At 31st March 2024 £
Restricted Funds	-	-	-	-	-
Total Unrestricted Funds	-	-	-	-	-
General Funds	407,041	456,607	(423,624)	-	440,024
	<u>407,041</u>	<u>456,607</u>	<u>(423,624)</u>	<u>-</u>	<u>440,024</u>

EARTHBEAT LIMITED
NOTES TO THE ACCOUNTS

12. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2025	2024
	£	£
Net Income for the year	92,280	32,983
Interest Received	(864)	-
Depreciation of tangible fixed assets	17,515	16,397
(Increase)/Decrease in Debtors	(3,840)	1,465
Increase in Creditors	22	881
	<u>105,113</u>	<u>51,726</u>