

# THE RIO CENTRE (DALSTON) LIMITED

England & Wales · Charity number 277415

## Details

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Other names	RIO CINEMA
Status	Registered
Legal form	Charitable company
Company number	<a href="#">01409066</a>
Registered	1979-03-29
Register	<a href="#">View on the Charity Commission register</a>

## Contact

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Address	Rio Cinema 103-107 Kingsland High Street London E8 2PB
Phone	02072419410
Email	<a href="mailto:manager@riocinema.org.uk">manager@riocinema.org.uk</a>
Website	<a href="http://www.riocinema.org.uk">www.riocinema.org.uk</a>

## Activities

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**Objects:** TO PROMOTE, MAINTAIN, IMPROVE AND ADVANCE EDUCATION OF THE PUBLIC IN THE LONDON BOROUGH OF HACKNEY AND EAST LONDON GENERALLY, PARTICULARLY BY THE PRODUCTION OF EDUCATIONAL PLAYS AND ENCOURAGEMENT OF THE ARTS. TO PROVIDE FACILITIES IN THE INTERESTS OF SOCIAL WELFARE FOR THE RECREATION AND LEISURE TIME OCCUPATION OF THE RESIDENTS OF THE AREA AFORESAID WITHOUT DISTINCTION OF SEX OR POLITICAL, RELIGIOUS OR OTHER OPINIONS AND WITH THE OBJECT OF IMPROVING THE CONDITIONS OF LIFE FOR THE SAID INHABITANTS.

**Activities:** The charity runs the Rio Cinema - an independent cinema with a unique policy of community access and local involvement. The cinema presents a mix of main feature films, programmes for children and the elderly, rep shows, special events and festivals. The Rio also conducts a wide range of educational initiatives for children and young people.

## Classification

- **How:** Provides Buildings/facilities/open Space, Provides Services
- **What:** Education/training, Arts/culture/heritage/science
- **Who:** Children/young People, Elderly/old People, People With Disabilities, People Of A Particular Ethnic Or Racial Origin, Other Charities Or Voluntary Bodies, The General Public/mankind

## Geography

- **Area of benefit:** EAST LONDON
- Hackney

## Finances

Period end	Income	Expenditure	Assets	Employees
2025-03-31	£1,033,510	£1,152,548	£91,978	30
2024-03-31	£1,085,721	£1,261,626	£211,016	30
2023-03-31	£936,043	£967,650	£386,921	29
2022-03-31	£1,028,980	£935,263	£418,528	30
2021-03-31	£553,777	£597,364	£324,811	25

## Trustees

Name	Role	Appointed
Anna Beatrice Skrein		2025-04-28
Anna Clark		2020-07-04
Corrina Antrobus		2025-04-28
Fiona Johnston		2020-07-04
George Binette		2020-07-04
Oliver George Zeffman		2025-04-28
Roderick Kirwan		2020-08-23
Sarah Chorley		2020-08-09
Selina Helen Manwaring Robertson		2020-08-23
Vanesa Lobon-Garcia		2025-04-28

**THE RIO CENTRE (DALSTON) LIMITED**

England & Wales - Charity number 277415

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# Accounts

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**REGISTERED COMPANY NUMBER: 01409066 (England and Wales)**  
**REGISTERED CHARITY NUMBER: 277415**

Report of the Trustees and  
Financial Statements for the Year Ended 31 March 2025  
for  
Rio Centre (Dalston) Limited(The)

Ark Accountancy Limited  
Chartered Certified Accountant &  
Statutory Auditor  
56-58 High Street  
Ewell  
Epsom  
Surrey  
KT17 1RW

Contents of the Financial Statements  
for the Year Ended 31 March 2025

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**TRUSTEES**

Ms S Chorley  
A Andrews (resigned 9.7.24)  
G R Binette Deputy chair  
Ms A L F Clark Treasurer  
Ms F M Johnston  
R Kirwan  
Ms S H M Robertson  
Ms A B Skrein (appointed 28.4.25)  
Ms C Antrobus (appointed 28.4.25)  
Ms V Lobon (appointed 28.4.25)  
O G Zeffman (appointed 28.4.25)

**REGISTERED OFFICE**

107 Kingsland High Street  
London  
E8 2PB

**REGISTERED COMPANY  
NUMBER**

01409066 (England and Wales)

**REGISTERED CHARITY  
NUMBER**

277415

**SENIOR STATUTORY AUDITOR** Mary E Ryan

**AUDITORS**

Ark Accountancy Limited  
Chartered Certified Accountant &  
Statutory Auditor  
56-58 High Street  
Ewell  
Epsom  
Surrey  
KT17 1RW

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 March 2025. The trustees have adopted the provisions of 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 2019).

## **OBJECTIVES AND ACTIVITIES**

### **Introduction**

The Charity is a registered charity incorporated as a Company Limited by Guarantee. The organisation's day-to-day activities are carried out by a staff team led by Executive Director Rosie Greatorex, who has been in post since September 2024. Tim Stevens remained in post as Interim Director until January 2025, to facilitate handover. The Rio has a workforce of nearly 30 and does not make use of "zero hours" contracts. The Rio also has a board of ten local trustees who are unremunerated volunteers.

### **Objectives and aims**

The Charity's core activity is to run the Rio Cinema, an independent cinema with two screening rooms, a unique policy of community access and local involvement, and a remarkable archive. The cinema is open almost every day of the year, and its wide-ranging and varied programme typically presents approximately 1,300 screenings annually incorporating: main feature films, programmes for children and older people, special events, festivals and independent films. The Rio is a landmark cultural venue in Hackney, providing convenient and economical access to cinema for a wide range of Londoners, regularly offering discounted tickets both to the general public and targeted at specific groups.

### **Public benefit**

The Trustees have considered the Charity Commission guidance on public benefit and consider that the activities of the charity provide public benefit within the following charitable purposes:

#### **The Advancement Of The Arts, Culture, Heritage Or Science**

The Rio promotes an appreciation of the best of world cinema for the local community in the London Borough of Hackney and neighbouring boroughs. Through participation in film festivals showcasing work from around the world, the Rio demonstrates its commitment to providing local residents with as diverse a programme of high-quality cinema as possible. Partnerships with other independent cinemas and arts festivals help to keep alive and advance a thriving independent arts sector in London.

#### **The Advancement Of Citizenship Or Community Development**

Cinema itself is a communal experience, an accessible art form that attracts a diverse and wide range of people. The Rio provides a home to film festivals that reflect the diversity of its local population, featuring films that may otherwise go unseen in the UK. These screenings provide an opportunity to learn about one another's cultures and heritage, aiding and developing community relations. The Rio also provides facilities for grassroots charities and local groups to meet and run events, at subsidised rates and sometimes free of charge.

#### **The Advancement Of Education**

The Rio's extensive programme of schools screenings provides an invaluable adjunct to the classwork in local schools and is viewed by teachers as a significant educational resource.

#### **The Relief Of Those In Need, By Reason Of Youth, Age, Ill-Health, Disability, Financial Hardship Or Other Disadvantage**

The Rio is determined to make film as accessible as possible to the local community, and therefore seeks to provide low-cost access to the cinema for people on benefits and for children to facilitate the widest possible access to its services. The Rio's monthly Classic Matinee aims to reduce feelings of isolation for older people and enrich life of those in care, providing local older people with an opportunity to socialise, enjoy a film and also free tea and biscuits. A community discount is available to appropriate organisations and individuals looking to hire out the cinema for their projects.

## **ACHIEVEMENTS AND PERFORMANCE**

### **Charitable activities**

#### **New Leadership & Strengthened Governance**

One of the most important successes this year was securing new, inspiring leadership and strengthening our governing body. We completed a comprehensive recruitment process and welcomed Rosie Greatorex as our new Executive Director. Rosie joined in early September and has already made a profound impact bringing a convincing and inspiring vision for a thriving independent community cinema in East London.

The Board of Trustees also saw growth and revitalisation. Following three resignations due to other commitments, and following a targeted search programme, we invited four committed members of the local community-Corrina Antrobus, Vanessa Lobon, Anna Skrein and Oliver Zeffman - to join the Board's work as volunteers.

Following an investigation by the Charity Commission into a social media post about the decision to cancel a private hire arrangement to screen the 2024 Eurovision Song Contest, the Trustees updated a number of governance policies, including the Charity's Social Media Policy. This ensures the Charity continues to meet requirements for transparency and safe operations. The Charity Commission closed its investigation in February 2025 offering guidance and taking no further action.

#### **Operational Transformation**

Interim Executive Director, Tim Stevens, spent the summer months of 2024 fundraising and then moved to supporting the incoming Executive Director. When Rosie Greatorex took over as Executive Director, she immediately launched a programme of operational transformation to bring costs down and increase revenue. This included: optimising opening hours to reduce front of house staff costs, increasing hire fees (but without change to charges for community groups and local charities), and streamlining in-house operations at all levels. From January through March 2025, the team undertook preparations for a change in box office system and migration to a new and improved website, including a rebranding project to refresh the Charity's visual identity. This was followed by a revamp and relaunch of the membership scheme, as membership had fallen below 1000 in recent years.

#### **Deepening Community Roots**

The Charity re-energised its community mission over the year, engaging different parts of East London through programming and outreach. It maintained its core activity of screening films seven days a week as one of only two independent cinemas in Hackney - and as the largest and most affordable cinema in one of London's largest inner-city boroughs. It continued to offer a diverse and engaging mix of first-run and specialist repertory programming, and also hosted Doc N Roll, the London Short Film Festival, the Kurdish Film Festival, Pink Palace Queer Film Club and many other film clubs.

An affordable pricing structure was maintained, despite a difficult financial picture, and the Charity continued to deliver a full programme of community and access screenings, including Carers & Babies, Hard of Hearing and Classic Matinee seniors shows. Family screenings were also expanded and Relaxed Screenings for families with neurodivergent children were added to the Charity's Access offering.

#### **Investing in our People and Infrastructure**

Despite ongoing financial pressures, the Charity is committed to looking after our dedicated staff and improving the physical environment of the cinema for everyone.

- **Staff and Pay:** The Charity successfully concluded BECTU pay negotiations in 2024, resulting in a pay increase for Front of House staff and raising the Duty Managers' rate to slightly over the London Living Wage.

- **Venue Improvements:** Essential infrastructure projects are moving forward including a planned toilet refurbishment, redecoration of the Circle Bar, improvements to Staff Room and offices, and the redecoration of The Ludski, our community space and DIY screening room.

## **FINANCIAL REVIEW**

### **Financial position**

The Rio faced significant financial challenges throughout 2024, primarily stemming from reduced income and increased costs.

**Reduced attendance:** The broader economic climate and increased cost of living continued to depress ticket sales across the cinema sector. The industry is still recovering from the impact of the 2023 Hollywood strike on the release slate and it's becoming clear that a return to pre-pandemic audience levels is going to take much longer than expected. Audiences for one-off festivals or special events were as strong as ever but the Rio's main features audience was reduced.

**Increased costs:** The cinema experienced rising costs for various supplies, mirroring trends within the entertainment and hospitality sectors.

**Reduced consultancy services:** The Rio continued to offer programming on a consultancy basis to ActOne cinema until October 2024. Although the Charity replaced this with a programming consultancy for the Lexi Cinema in September 2024, that contract expired in 2025 and was not replaced.

**New revenue sources:** The Rio secured a 12-month rental of its external banner space, generating £24,000. Fundraising initiatives included a 'Name a Seat' campaign and a general membership push, resulting in improved membership sales from December 2024.

### **Reserves policy**

The Trustees deem it prudent to hold three months running costs in current assets. With the significant challenges faced in 2024/25, the Charity has not been in a position to maintain full reserves throughout the period.

## **STRUCTURE, GOVERNANCE AND MANAGEMENT**

### **Governing document**

The charity is controlled by its governing document - a deed of trust - and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

## **STATEMENT OF TRUSTEES' RESPONSIBILITIES**

The trustees (who are also the directors of Rio Centre (Dalston) Limited(The) for the purposes of company law) are responsible for preparing the Report of the Trustees 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. Under that law, the trustees have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law).

Under company law the trustees must not approve the financial statements unless they are satisfied that they 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 that period. In preparing those 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;
- 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 charitable 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 charitable company and to 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.

Rio Centre (Dalston) Limited(The)

Report of the Trustees  
for the Year Ended 31 March 2025

**STATEMENT OF TRUSTEES' RESPONSIBILITIES - continued**

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

**AUDITORS**

The auditors, Ark Accountancy Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Approved by order of the board of trustees on 15 December 2025 and signed on its behalf by:

R Kirwan - Trustee

### **Opinion**

We have audited the financial statements of Rio Centre (Dalston) Limited(The) (the 'charitable company') for the year ended 31 March 2025 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. 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).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2025 and of its incoming resources and application of resources, including its income and expenditure, 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.

### **Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### **Conclusions relating to going concern**

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

### **Other information**

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

### **Opinions on other matters prescribed by the Companies Act 2006**

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Trustees has been prepared in accordance with applicable legal requirements.

**Matters on which we are required to report by exception**

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Trustees.

We have nothing to report in respect of the following matters where the Companies Act 2006 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
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.

**Responsibilities of trustees**

As explained more fully in the Statement of Trustees' Responsibilities, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

### **Our responsibilities for the audit of the financial statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Independent Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Our approach to identifying and assessing the risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, was as follows:

- the engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations;
- we identified the laws and regulations applicable to the company through discussions with directors and other management, and from our knowledge and experience of the sector;
- we focused on specific laws and regulations which we considered may have a direct material effect on the financial statements or the operations of the company, including the Companies Act 2006, taxation legislation and data protection, anti-bribery, employment and health and safety legislation;
- we assessed the extent of compliance with the laws and regulations identified above through making enquiries of management and inspecting legal correspondence; and
- identified laws and regulations were communicated within the audit team regularly and the team remained alert to instances of non-compliance throughout the audit.

We assessed the susceptibility of the company's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by:

- making enquiries of management as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud; and
- considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

To address the risk of fraud through management bias and override of controls, we - performed analytical procedures to identify any unusual or unexpected relationships;

- tested journal entries to identify unusual transactions;
- assessed whether judgements and assumptions made in determining the accounting estimates were indicative of potential bias; and
- investigated the rationale behind significant or unusual transactions.

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- agreeing financial statement disclosures to underlying supporting documentation;
- reading the minutes of meetings of those charged with governance; and
- enquiring of management as to actual and potential litigation and claims.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

There are inherent limitations in our audit procedures described above. The more removed that laws and regulations are from the financial transactions, the less likely it is that we would become aware of non-compliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the trustees and other management and the inspection of regulatory and legal correspondence, if any.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our Report of the Independent Auditors.

Report of the Independent Auditors to the Members of  
Rio Centre (Dalston) Limited(The)

**Use of our report**

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Mary E Ryan (Senior Statutory Auditor)  
for and on behalf of Ark Accountancy Limited  
Chartered Certified Accountant &  
Statutory Auditor  
56-58 High Street  
Ewell  
Epsom  
Surrey  
KT17 1RW

18 December 2025

Rio Centre (Dalston) Limited(The)

Statement of Financial Activities  
for the Year Ended 31 March 2025

	Notes	Unrestricted funds £	Restricted funds £	31.3.25 Total funds £	31.3.24 Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>					
Donations and legacies	2	53,119	-	53,119	45,572
<b>Charitable activities</b>					
Cinema	4	943,445	-	943,445	947,320
Investment income	3	234	-	234	465
Other income		36,712	-	36,712	92,364
<b>Total</b>		<u>1,033,510</u>	<u>-</u>	<u>1,033,510</u>	<u>1,085,721</u>
<b>EXPENDITURE ON</b>					
Raising funds	5	337,096	-	337,096	387,633
<b>Charitable activities</b>					
Cinema	6	797,087	18,365	815,452	873,993
<b>Total</b>		<u>1,134,183</u>	<u>18,365</u>	<u>1,152,548</u>	<u>1,261,626</u>
<b>NET INCOME/(EXPENDITURE)</b>		(100,673)	(18,365)	(119,038)	(175,905)
<b>RECONCILIATION OF FUNDS</b>					
Total funds brought forward		(67,417)	278,433	211,016	386,921
<b>TOTAL FUNDS CARRIED FORWARD</b>		<u>(168,090)</u>	<u>260,068</u>	<u>91,978</u>	<u>211,016</u>

The notes form part of these financial statements

Rio Centre (Dalston) Limited(The)

Balance Sheet  
31 March 2025

	Notes	Unrestricted funds £	Restricted funds £	31.3.25 Total funds £	31.3.24 Total funds £
<b>FIXED ASSETS</b>					
Tangible assets	13	68,318	233,031	301,349	348,648
<b>CURRENT ASSETS</b>					
Stocks	14	5,140	-	5,140	2,687
Debtors	15	38,336	-	38,336	42,358
Cash at bank and in hand		3	10,340	10,343	23,930
		<u>43,479</u>	<u>10,340</u>	<u>53,819</u>	<u>68,975</u>
<b>CREDITORS</b>					
Amounts falling due within one year	16	(265,278)	16,697	(248,581)	(179,219)
<b>NET CURRENT ASSETS/(LIABILITIES)</b>					
		<u>(221,799)</u>	<u>27,037</u>	<u>(194,762)</u>	<u>(110,244)</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>					
		(153,481)	260,068	106,587	238,404
<b>CREDITORS</b>					
Amounts falling due after more than one year	17	(14,609)	-	(14,609)	(27,388)
<b>NET ASSETS</b>					
		<u>(168,090)</u>	<u>260,068</u>	<u>91,978</u>	<u>211,016</u>
<b>FUNDS</b>					
Unrestricted funds	19			(168,090)	(67,417)
Restricted funds				260,068	278,433
<b>TOTAL FUNDS</b>					
				<u>91,978</u>	<u>211,016</u>

These financial statements have been prepared in accordance with the provisions applicable to charitable companies subject to the small companies regime.

The financial statements were approved by the Board of Trustees and authorised for issue on 15 December 2025 and were signed on its behalf by:

R Kirwan - Trustee

Rio Centre (Dalston) Limited(The)

Cash Flow Statement

for the Year Ended 31 March 2025

	Notes	31.3.25 £	31.3.24 £
<b>Cash flows from operating activities</b>			
Cash generated from operations	1	(3,167)	(49,353)
Interest paid		-	(28)
Tax paid		625	(625)
Net cash used in operating activities		<u>(2,542)</u>	<u>(50,006)</u>
<b>Cash flows from investing activities</b>			
Purchase of tangible fixed assets		-	(10,209)
Sale of tangible fixed assets		1,500	-
Interest received		234	465
Net cash provided by/(used in) investing activities		<u>1,734</u>	<u>(9,744)</u>
<b>Cash flows from financing activities</b>			
Loan repayments in year		<u>(12,779)</u>	<u>(7,355)</u>
Net cash used in financing activities		<u>(12,779)</u>	<u>(7,355)</u>
<b>Change in cash and cash equivalents in the reporting period</b>		<u>(13,587)</u>	<u>(67,105)</u>
<b>Cash and cash equivalents at the beginning of the reporting period</b>		<u>23,930</u>	<u>91,035</u>
<b>Cash and cash equivalents at the end of the reporting period</b>		<u><u>10,343</u></u>	<u><u>23,930</u></u>

The notes form part of these financial statements

**1. RECONCILIATION OF NET EXPENDITURE TO NET CASH FLOW FROM OPERATING ACTIVITIES**

	31.3.25 £	31.3.24 £
<b>Net expenditure for the reporting period (as per the Statement of Financial Activities)</b>	(119,038)	(175,905)
<b>Adjustments for:</b>		
Depreciation charges	47,299	58,412
Profit on disposal of fixed assets	(1,500)	-
Interest received	(234)	(465)
Interest paid	-	28
(Increase)/decrease in stocks	(2,453)	2,665
Decrease in debtors	3,397	3,844
Increase in creditors	69,362	62,068
<b>Net cash used in operations</b>	<u>(3,167)</u>	<u>(49,353)</u>

**2. ANALYSIS OF CHANGES IN NET DEBT**

	At 1.4.24 £	Cash flow £	At 31.3.25 £
<b>Net cash</b>			
Cash at bank and in hand	23,930	(13,587)	10,343
	<u>23,930</u>	<u>(13,587)</u>	<u>10,343</u>
<b>Debt</b>			
Debts falling due within 1 year	(12,649)	-	(12,649)
Debts falling due after 1 year	(27,388)	12,779	(14,609)
	<u>(40,037)</u>	<u>12,779</u>	<u>(27,258)</u>
<b>Total</b>	<u>(16,107)</u>	<u>(808)</u>	<u>(16,915)</u>

## 1. ACCOUNTING POLICIES

### **Basis of preparing the financial statements**

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) '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 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

### **Income**

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

### **Expenditure**

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

### **Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Short leasehold	- at varying rates on cost
Fixtures and fittings	- 10% on cost

### **Stocks**

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

### **Taxation**

The charity is exempt from corporation tax on its charitable activities.

### **Fund accounting**

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

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

### **Hire purchase and leasing commitments**

Rentals paid under operating leases are charged to the Statement of Financial Activities on a straight line basis over the period of the lease.

### **Pension costs and other post-retirement benefits**

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

**2. DONATIONS AND LEGACIES**

	31.3.25	31.3.24
	£	£
Donations	53,119	41,197
Gift aid tax refunds	-	4,375
	<u>53,119</u>	<u>45,572</u>

**3. INVESTMENT INCOME**

	31.3.25	31.3.24
	£	£
Deposit account interest	<u>234</u>	<u>465</u>

**4. INCOME FROM CHARITABLE ACTIVITIES**

	31.3.25	31.3.24
	£	£
Film takings	546,278	613,790
Bar & confectionary takings	253,001	237,783
Display & screen advertising	30,193	38,510
Hire, booking fees etc	110,553	54,737
Other grants	3,420	2,500
	<u>943,445</u>	<u>947,320</u>

Grants received, included in the above, are as follows:

	31.3.25	31.3.24
	£	£
British Film Institute	-	2,500
Film London	3,420	-
	<u>3,420</u>	<u>2,500</u>

**5. RAISING FUNDS**

**Raising donations and legacies**

	31.3.25	31.3.24
	£	£
Film royalties	240,722	287,539
Confectionary costs	18,723	18,140
Bar costs	74,449	79,649
Mags & merchandise	3,202	2,305
	<u>337,096</u>	<u>387,633</u>

**6. CHARITABLE ACTIVITIES COSTS**

	Direct Costs £	Grant funding of activities (see note 7) £	Support costs (see note 8) £	Totals £
Cinema	786,005	1,778	27,669	815,452

**7. GRANTS PAYABLE**

Cinema	31.3.25 £ 1,778	31.3.24 £ 457
--------	-----------------------	---------------------

**8. SUPPORT COSTS**

	Finance £	Governance costs £	Totals £
Cinema	20,469	7,200	27,669

**9. NET INCOME/(EXPENDITURE)**

Net income/(expenditure) is stated after charging/(crediting):

	31.3.25 £	31.3.24 £
Auditors' remuneration	7,200	4,800
Depreciation - owned assets	47,299	58,412
Hire of plant and machinery	3,041	2,294
Other operating leases	11,500	11,496
Surplus on disposal of fixed assets	(1,500)	-

**10. TRUSTEES' REMUNERATION AND BENEFITS**

There were no trustees' remuneration or other benefits for the year ended 31 March 2025 nor for the year ended 31 March 2024.

**Trustees' expenses**

One director was reimbursed expenses of £82 in the year.

**11. STAFF COSTS**

	31.3.25	31.3.24
	£	£
Wages and salaries	461,824	511,186
Social security costs	22,228	28,633
Other pension costs	9,745	12,137
	<u>493,797</u>	<u>551,956</u>

The average monthly number of employees during the year was as follows:

	31.3.25	31.3.24
Film production staff (average) FTE 19	<u>30</u>	<u>30</u>

No employees received emoluments in excess of £60,000.

**12. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES**

	Unrestricted funds £	Restricted funds £	Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>			
Donations and legacies	45,572	-	45,572
<b>Charitable activities</b>			
Cinema	947,320	-	947,320
Investment income	465	-	465
Other income	92,364	-	92,364
<b>Total</b>	<u>1,085,721</u>	<u>-</u>	<u>1,085,721</u>
<b>EXPENDITURE ON</b>			
Raising funds	387,633	-	387,633
<b>Charitable activities</b>			
Cinema	855,628	18,365	873,993
<b>Total</b>	<u>1,243,261</u>	<u>18,365</u>	<u>1,261,626</u>
<b>NET INCOME/(EXPENDITURE)</b>	(157,540)	(18,365)	(175,905)
<b>RECONCILIATION OF FUNDS</b>			
Total funds brought forward	90,123	296,798	386,921
<b>TOTAL FUNDS CARRIED FORWARD</b>	<u>(67,417)</u>	<u>278,433</u>	<u>211,016</u>

**13. TANGIBLE FIXED ASSETS**

	Short leasehold £	Fixtures and fittings £	Totals £
<b>COST</b>			
At 1 April 2024	389,580	885,146	1,274,726
Disposals	-	(1,500)	(1,500)
	<u>389,580</u>	<u>883,646</u>	<u>1,273,226</u>
At 31 March 2025	389,580	883,646	1,273,226
<b>DEPRECIATION</b>			
At 1 April 2024	239,381	686,697	926,078
Charge for year	11,400	35,899	47,299
Eliminated on disposal	-	(1,500)	(1,500)
	<u>250,781</u>	<u>721,096</u>	<u>971,877</u>
At 31 March 2025	250,781	721,096	971,877
<b>NET BOOK VALUE</b>			
At 31 March 2025	<u>138,799</u>	<u>162,550</u>	<u>301,349</u>
At 31 March 2024	<u>150,199</u>	<u>198,449</u>	<u>348,648</u>

**14. STOCKS**

	31.3.25	31.3.24
	£	£
Stocks	<u>5,140</u>	<u>2,687</u>

**15. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31.3.25	31.3.24
	£	£
Trade debtors	19,258	13,437
Other debtors	8,075	19,699
Accrued income	9,458	3,167
Tax	-	625
Prepayments	1,545	5,430
	<u>38,336</u>	<u>42,358</u>

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

	31.3.25	31.3.24
	£	£
Bank loans and overdrafts (see note 18)	10,649	10,649
Other loans (see note 18)	2,000	2,000
Trade creditors	145,120	84,416
Social security and other taxes	10,396	9,963
VAT	59,794	38,479
Other creditors	10,126	12,071
Accrued expenses	10,496	21,641
	<u>248,581</u>	<u>179,219</u>

**17. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	31.3.25	31.3.24
	£	£
Bank loans (see note 18)	7,276	18,055
Other loans (see note 18)	7,333	9,333
	<u>14,609</u>	<u>27,388</u>

**18. LOANS**

An analysis of the maturity of loans is given below:

	31.3.25	31.3.24
	£	£
Amounts falling due within one year on demand:		
Bank loans	10,649	10,649
Other loans	2,000	2,000
	<u>12,649</u>	<u>12,649</u>
Amounts falling between one and two years:		
Bank loans - 1-2 years	7,276	10,648
Other loans - 1-2 years	2,000	2,000
	<u>9,276</u>	<u>12,648</u>
Amounts falling due between two and five years:		
Bank loans - 2-5 years	-	7,407
Other loans - 2-5 years	5,333	6,000
	<u>5,333</u>	<u>13,407</u>
Amounts falling due in more than five years:		
Repayable by instalments:		
Other loans more 5yrs instal	-	1,333

**19. MOVEMENT IN FUNDS**

	At 1.4.24 £	Net movement in funds £	At 31.3.25 £
<b>Unrestricted funds</b>			
General fund	(67,417)	(100,673)	(168,090)
<b>Restricted funds</b>			
Revaluation Reserve	169,797	(11,400)	158,397
RioGeneration Fund	108,636	(6,965)	101,671
	<u>278,433</u>	<u>(18,365)</u>	<u>260,068</u>
<b>TOTAL FUNDS</b>	<u>211,016</u>	<u>(119,038)</u>	<u>91,978</u>

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	1,033,510	(1,134,183)	(100,673)
<b>Restricted funds</b>			
Revaluation Reserve	-	(11,400)	(11,400)
RioGeneration Fund	-	(6,965)	(6,965)
	<u>-</u>	<u>(18,365)</u>	<u>(18,365)</u>
<b>TOTAL FUNDS</b>	<u>1,033,510</u>	<u>(1,152,548)</u>	<u>(119,038)</u>

**Comparatives for movement in funds**

	At 1.4.23 £	Net movement in funds £	Transfers between funds £	At 31.3.24 £
<b>Unrestricted funds</b>				
General fund	90,123	(144,434)	(13,106)	(67,417)
RioGeneration Fund	-	(13,106)	13,106	-
	<u>90,123</u>	<u>(157,540)</u>	<u>-</u>	<u>(67,417)</u>
<b>Restricted funds</b>				
Revaluation Reserve	181,197	(11,400)	-	169,797
RioGeneration Fund	115,601	(6,965)	-	108,636
	<u>296,798</u>	<u>(18,365)</u>	<u>-</u>	<u>278,433</u>
<b>TOTAL FUNDS</b>	<u>386,921</u>	<u>(175,905)</u>	<u>-</u>	<u>211,016</u>

**19. MOVEMENT IN FUNDS - continued**

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	1,085,721	(1,230,155)	(144,434)
RioGeneration Fund	-	(13,106)	(13,106)
	<hr/>	<hr/>	<hr/>
	1,085,721	(1,243,261)	(157,540)
<b>Restricted funds</b>			
Revaluation Reserve	-	(11,400)	(11,400)
RioGeneration Fund	-	(6,965)	(6,965)
	<hr/>	<hr/>	<hr/>
	-	(18,365)	(18,365)
	<hr/>	<hr/>	<hr/>
<b>TOTAL FUNDS</b>	<u>1,085,721</u>	<u>(1,261,626)</u>	<u>(175,905)</u>

**20. RELATED PARTY DISCLOSURES**

There were no related party transactions for the year ended 31 March 2025.

Rio Centre (Dalston) Limited(The)

Detailed Statement of Financial Activities  
for the Year Ended 31 March 2025

	31.3.25 £	31.3.24 £
<b>INCOME AND ENDOWMENTS</b>		
<b>Donations and legacies</b>		
Donations	53,119	41,197
Gift aid tax refunds	-	4,375
	<hr/>	<hr/>
	53,119	45,572
<b>Investment income</b>		
Deposit account interest	234	465
<b>Charitable activities</b>		
Film takings	546,278	613,790
Bar & confectionary takings	253,001	237,783
Display & screen advertising	30,193	38,510
Hire, booking fees etc	110,553	54,737
Other grants	3,420	2,500
	<hr/>	<hr/>
	943,445	947,320
<b>Other income</b>		
Gain on sale of tangible fixed assets	1,500	-
Other income	25,683	37,214
Consultancy income	9,529	55,150
	<hr/>	<hr/>
	36,712	92,364
	<hr/>	<hr/>
<b>Total incoming resources</b>	1,033,510	1,085,721
<b>EXPENDITURE</b>		
<b>Raising donations and legacies</b>		
Film royalties	240,722	287,539
Confectionary costs	18,723	18,140
Bar costs	74,449	79,649
Mags & merchandise	3,202	2,305
	<hr/>	<hr/>
	337,096	387,633
<b>Charitable activities</b>		
Wages	461,824	511,186
Social security	22,228	28,633
Pensions	9,745	12,137
Hire of plant and machinery	3,041	2,294
Other operating leases	11,500	11,496
Rates and water	3,720	5,686
Insurance	16,406	16,064
Light and heat	25,161	23,071
Telephone	10,147	8,160
Carried forward	563,772	618,727

This page does not form part of the statutory financial statements

Rio Centre (Dalston) Limited(The)

Detailed Statement of Financial Activities  
for the Year Ended 31 March 2025

	31.3.25	31.3.24
	£	£
<b>Charitable activities</b>		
Brought forward	563,772	618,727
Postage and stationery	3,563	2,250
Advertising	3,000	4,336
Sundries	77,150	69,064
Repairs & maintenance	46,117	46,557
Cleaning	11,752	12,278
IT software & consumables	2,840	2,083
Card fees	330	(28)
Consulting	21,647	5,495
Training	573	936
Subscriptions	7,962	5,973
Short leasehold depreciation	11,400	11,400
Fixtures & fittings depreciation	35,899	47,012
Bank interest	-	28
Grants to individuals	1,778	457
	<hr/>	<hr/>
	787,783	826,568
<b>Support costs</b>		
<b>Finance</b>		
Bank charges	20,469	41,925
<b>Governance costs</b>		
Auditors' remuneration	7,200	4,800
Legal fees	-	700
	<hr/>	<hr/>
	7,200	5,500
	<hr/>	<hr/>
Total resources expended	1,152,548	1,261,626
	<hr/>	<hr/>
<b>Net expenditure</b>	<u>(119,038)</u>	<u>(175,905)</u>

**THE RIO CENTRE (DALSTON) LIMITED**

England & Wales - Charity number 277415

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# Accounts

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**REGISTERED COMPANY NUMBER: 01409066 (England and Wales)**  
**REGISTERED CHARITY NUMBER: 277415**

Report of the Trustees and  
Financial Statements for the Year Ended 31 March 2024  
for  
Rio Centre (Dalston) Limited(The)

Ark Accountancy Limited  
Chartered Certified Accountant &  
Statutory Auditor  
31 Cheam Road  
Epsom  
Surrey  
KT17 1QX

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for the Year Ended 31 March 2024

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**TRUSTEES**

Ms S Chorley  
A Andrews (resigned 9.7.24)  
Ms T S Andrews (resigned 4.7.23)  
G R Binette Deputy chair  
Ms A L F Clark Treasurer  
Ms F M Johnston  
R Kirwan  
Ms S H M Robertson  
R S Ruprai Chair (resigned 24.7.23)

**REGISTERED OFFICE**

107 Kingsland High Street  
London  
E8 2PB

**REGISTERED COMPANY  
NUMBER**

01409066 (England and Wales)

**REGISTERED CHARITY  
NUMBER**

277415

**SENIOR STATUTORY AUDITOR** Mary E Ryan

**AUDITORS**

Ark Accountancy Limited  
Chartered Certified Accountant &  
Statutory Auditor  
31 Cheam Road  
Epsom  
Surrey  
KT17 1QX

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 March 2024. The trustees have adopted the provisions of 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 2019).

## **OBJECTIVES AND ACTIVITIES**

### **Objectives and aims**

The Rio is a registered charity incorporated as a Company Limited by Guarantee. The organisation's day-to-day activities are carried out by a staff team led by Interim Executive Director, Tim Stevens, who replaced Oliver Meek following his decision to stand down after nearly a decade in the role. The Rio has a workforce of nearly 30 and does not make use of "zero hours" contracts.

The Charity's core activity is to run the Rio Cinema, an independent cinema with two screening rooms, and a unique policy of community access and local involvement. The cinema is traditionally open 364 days of the year, and its wide-ranging and varied programme typically presents approximately 1,300 screenings annually incorporating: main feature films, programmes for children and older people, special events, festivals and independent films. The Rio provides a focal point for the area along with convenient and economical access to cinema for a wide range of Londoners, regularly offering discounted tickets both to the general public and targeted at specific groups.

### **Public benefit**

The Directors have considered the Charity Commission guidance on public benefit and consider that the activities of the charity provide public benefit within the following charitable purposes:

#### **The Advancement Of The Arts, Culture, Heritage Or Science**

The Rio promotes an appreciation of the best of world cinema for the local community in the London Borough of Hackney and neighbouring boroughs. Through participation in film festivals showcasing work from around the world, the Rio demonstrates its commitment to providing local residents with as diverse a programme of high-quality cinema as possible. Partnerships with other independent cinemas, arts festivals and a local museum help to keep alive and advance a thriving independent arts sector in London.

#### **The Advancement Of Citizenship Or Community Development**

Cinema itself is a communal experience, an accessible art form that attracts a diverse and wide range of people. The Rio provides a home to film festivals that reflect the diversity of the local population, featuring films that may otherwise go unseen in the UK. These screenings provide an opportunity to learn about one another's cultures and heritage, aiding and developing community relations. The Rio also provides an outlet for local community organisations and charities to promote their causes, both through public screenings and our education programme.

#### **The Advancement Of Education**

The Rio's extensive programme of schools screenings provides an invaluable adjunct to the classwork in local schools and is viewed by teachers as a significant educational resource.

#### **The Relief Of Those In Need, By Reason Of Youth, Age, Ill-Health, Disability, Financial Hardship Or Other Disadvantage**

The Rio is determined to make film as accessible as possible to the local community, and therefore seeks to provide low-cost access to the cinema for people on benefits and for children to facilitate the widest possible access to its services. The Rio's monthly Classic Matinee aims to reduce feelings of isolation for older people and enrich life of those in care, providing local older people with an opportunity to socialise, enjoy a film and also free tea and biscuits. A community discount is available to appropriate organisations and individuals looking to hire out the cinema for their projects.

## **ACHIEVEMENT AND PERFORMANCE**

### **Charitable activities**

The year presented considerable financial and operational difficulties for the Rio, though these were hardly unique in the cinema sector as a whole. The Board reacted promptly and decisively to mitigate challenges, balancing cost reduction with income generation. With the start of an intensive recruitment process for a permanent new Executive Director, and transition to a leaner operating model, the year can be characterised as one of transition and setting the stage for improved performance next year.

### **Charitable activities**

The charity maintained its core activity is screening films seven days a week as one of only two independent cinemas in Hackney - and as the largest and most affordable cinema in one of London's largest inner-city boroughs. It managed to preserve affordability in its pricing structure across the week, offering everything from £5 tickets to Hackney library card holders to discount codes for local community groups and £2.50 tickets for our ever-popular "classic matinee" for seniors, which also includes free tea and biscuits.

At the same time, the Rio continued to offer a film programme that is second to none: international and specialised. Highlights included Barbie and Oppenheimer which generated record attendance and food and beverage revenue during summer 2023. Poor Things, Priscilla, and All of Us Strangers performed well in January and February 2024. We also hosted the London Short Film Festival, Doc N Roll Film Festival, and Fringe! Queer Film and Arts Fest as well as many other curated clubs and special events.

### **Staffing**

After nearly a decade of leading the cinema, Executive Director Oliver Meek, tendered his resignation in October. The Board agreed a long transition period with Mr Meek and he continued to act as senior management until February. During this time he conducted an extensive hand over to Interim Executive Director, Tim Stevens. Tim has a long history of working at the Rio and took over leadership of the cinema from January 2024, overseeing financial performance, regular programming and summer special events, while also preparing for the new Executive Director.

In December, the Board began recruitment for a new Executive Director. Advertisements were posted in local and national outlets on 9 January and 29 applications were received. The first interview stage took place the week of 18 March 2024 with second interviews in the week of 10 April 2024. After final interviews at the beginning of May, the Board offered the position to Rosie Greatorex and her contract was signed at the end of that month. Ms Greatorex was the Executive Director of the Lexi, an independent community cinema based in North West London. She started work at the Rio in September and took over from Interim Executive Director Tim Stevens.

The Board's Staffing Subcommittee met with staff regularly through these changes and engaged with staff concerns driven by poor trading conditions, the SAG-AFTRA industrial action and leadership transition. Throughout this period, the Board sought external HR support to assist with restructuring and cultural change.

## **FINANCIAL REVIEW**

### **Financial position**

The Rio faced significant financial challenges throughout 2023, primarily stemming from reduced income and increased costs.

**Reduced attendance:** While blockbuster films like Barbie and Oppenheimer brought in record attendance and revenue during the summer, attendance for most other films was weak. This overall decline significantly impacted box office income.

**Increased costs:** The cinema experienced rising costs for various supplies, mirroring trends within the entertainment and hospitality sectors. A long-term fixed price electricity contract, that had shielded Rio from energy inflation, expired during the year. Renewal was in line with market conditions but a significant increase on previous prices.

**SAG-AFTRA/Writers' Guild strikes:** The Hollywood actors' and writers' strike significantly hampered the production and release of new films, leading to supply disruptions that negatively affected programming and consequently revenue. The strike also threatened to delay or cancel the 2024 awards season, which in turn impacted marketing, promotions, and ticket sales.

**Cost of living crisis:** The broader economic downturn and increased cost of living affected ticket sales across the cinema sector, further impacting the Rio's income.

**Reduced consultancy services:** The Rio provides services (consultancy, programming, accounting, marketing) to other independent cinemas. This allows us to support our community of fellow independent cinemas in London whilst generating additional income to subsidise the operation and improvement of the Rio Cinema. Demand for our services reduced over the year, as cinemas cut costs and as our staff profile changed.

### **Reserves policy**

trustees deem it prudent to hold three months running costs in current assets. With the significant challenges faced in 2023/24, we have not been in a position to maintain full reserves throughout the period.

## **STRUCTURE, GOVERNANCE AND MANAGEMENT**

### **Governing document**

The charity is controlled by its governing document - a deed of trust - and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

The charity owns a subsidiary limited company that is used to provide services (consultancy, programming, accounting, marketing) to other independent cinemas. This allows us to support our community of fellow independent cinemas in London whilst generating additional income to subsidise the operation and improvement of the Rio Cinema.

## **STATEMENT OF TRUSTEES' RESPONSIBILITIES**

The trustees (who are also the directors of Rio Centre (Dalston) Limited(The) for the purposes of company law) are responsible for preparing the Report of the Trustees 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 that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- 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 charitable company will continue in business.

**STATEMENT OF TRUSTEES' RESPONSIBILITIES - continued**

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to 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.

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

**AUDITORS**

The auditors, Ark Accountancy Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Approved by order of the board of trustees on 19 December 2024 and signed on its behalf by:

R Kirwan - Trustee

### **Opinion**

We have audited the financial statements of Rio Centre (Dalston) Limited(The) (the 'charitable company') for the year ended 31 March 2024 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. 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).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2024 and of its incoming resources and application of resources, including its income and expenditure, 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.

### **Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### **Conclusions relating to going concern**

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have identified some material potential uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue. Although the charity is currently a going concern, for this to continue it needs to obtain further grant funding or loan support.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report. support.

### **Other information**

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

### **Opinions on other matters prescribed by the Companies Act 2006**

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Trustees has been prepared in accordance with applicable legal requirements.

**Matters on which we are required to report by exception**

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Trustees.

We have nothing to report in respect of the following matters where the Companies Act 2006 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
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.

**Responsibilities of trustees**

As explained more fully in the Statement of Trustees' Responsibilities, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

**Our responsibilities for the audit of the financial statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Independent Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our Report of the Independent Auditors.

Report of the Independent Auditors to the Members of  
Rio Centre (Dalston) Limited(The)

**Use of our report**

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Mary E Ryan (Senior Statutory Auditor)  
for and on behalf of Ark Accountancy Limited  
Chartered Certified Accountant &  
Statutory Auditor  
31 Cheam Road  
Epsom  
Surrey  
KT17 1QX

19 December 2024

Rio Centre (Dalston) Limited(The)

Statement of Financial Activities  
for the Year Ended 31 March 2024

	Notes	Unrestricted funds £	Restricted funds £	31.3.24 Total funds £	31.3.23 Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>					
Donations and legacies	2	45,572	-	45,572	23,937
<b>Charitable activities</b>					
Cinema	4	947,320	-	947,320	851,254
Investment income	3	465	-	465	537
Other income		92,364	-	92,364	60,315
<b>Total</b>		<u>1,085,721</u>	<u>-</u>	<u>1,085,721</u>	<u>936,043</u>
<b>EXPENDITURE ON</b>					
Raising funds	5	387,633	-	387,633	225,474
<b>Charitable activities</b>					
Cinema	6	855,628	18,365	873,993	742,176
<b>Total</b>		<u>1,243,261</u>	<u>18,365</u>	<u>1,261,626</u>	<u>967,650</u>
<b>NET INCOME/(EXPENDITURE)</b>		(157,540)	(18,365)	(175,905)	(31,607)
<b>RECONCILIATION OF FUNDS</b>					
Total funds brought forward		90,123	296,798	386,921	418,528
<b>TOTAL FUNDS CARRIED FORWARD</b>		<u>(67,417)</u>	<u>278,433</u>	<u>211,016</u>	<u>386,921</u>

The notes form part of these financial statements

Rio Centre (Dalston) Limited(The)

Balance Sheet  
31 March 2024

	Notes	Unrestricted funds £	Restricted funds £	31.3.24 Total funds £	31.3.23 Total funds £
<b>FIXED ASSETS</b>					
Tangible assets	13	93,747	254,901	348,648	396,851
<b>CURRENT ASSETS</b>					
Stocks	14	2,687	-	2,687	5,352
Debtors	15	42,358	-	42,358	45,577
Cash at bank and in hand		398	23,532	23,930	91,035
		<u>45,443</u>	<u>23,532</u>	<u>68,975</u>	<u>141,964</u>
<b>CREDITORS</b>					
Amounts falling due within one year	16	(179,219)	-	(179,219)	(117,150)
<b>NET CURRENT ASSETS/(LIABILITIES)</b>		<u>(133,776)</u>	<u>23,532</u>	<u>(110,244)</u>	<u>24,814</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>					
		(40,029)	278,433	238,404	421,665
<b>CREDITORS</b>					
Amounts falling due after more than one year	17	(27,388)	-	(27,388)	(34,744)
<b>NET ASSETS</b>		<u>(67,417)</u>	<u>278,433</u>	<u>211,016</u>	<u>386,921</u>
<b>FUNDS</b>					
Unrestricted funds	19			(67,417)	90,123
Restricted funds				278,433	296,798
<b>TOTAL FUNDS</b>				<u>211,016</u>	<u>386,921</u>

These financial statements have been prepared in accordance with the provisions applicable to charitable companies subject to the small companies regime.

The financial statements were approved by the Board of Trustees and authorised for issue on 19 December 2024 and were signed on its behalf by:

R Kirwan - Trustee

Rio Centre (Dalston) Limited(The)

Cash Flow Statement  
for the Year Ended 31 March 2024

	Notes	31.3.24 £	31.3.23 £
<b>Cash flows from operating activities</b>			
Cash generated from operations	1	(49,353)	27,871
Interest paid		(28)	(274)
Tax paid		(625)	-
Net cash (used in)/provided by operating activities		<u>(50,006)</u>	<u>27,597</u>
<b>Cash flows from investing activities</b>			
Purchase of tangible fixed assets		(10,209)	(103,667)
Interest received		465	537
Net cash used in investing activities		<u>(9,744)</u>	<u>(103,130)</u>
<b>Cash flows from financing activities</b>			
Loan repayments in year		<u>(7,355)</u>	<u>(12,376)</u>
Net cash used in financing activities		<u>(7,355)</u>	<u>(12,376)</u>
<b>Change in cash and cash equivalents in the reporting period</b>		<u>(67,105)</u>	<u>(87,909)</u>
<b>Cash and cash equivalents at the beginning of the reporting period</b>		<u>91,035</u>	<u>178,944</u>
<b>Cash and cash equivalents at the end of the reporting period</b>		<u><u>23,930</u></u>	<u><u>91,035</u></u>

The notes form part of these financial statements

**1. RECONCILIATION OF NET EXPENDITURE TO NET CASH FLOW FROM OPERATING ACTIVITIES**

	31.3.24 £	31.3.23 £
<b>Net expenditure for the reporting period (as per the Statement of Financial Activities)</b>	(175,905)	(31,607)
<b>Adjustments for:</b>		
Depreciation charges	58,412	63,618
Interest received	(465)	(537)
Interest paid	28	274
Decrease in stocks	2,665	1,659
Decrease/(increase) in debtors	3,844	(20,088)
Increase in creditors	62,068	14,552
<b>Net cash (used in)/provided by operations</b>	<u>(49,353)</u>	<u>27,871</u>

**2. ANALYSIS OF CHANGES IN NET FUNDS/(DEBT)**

	At 1.4.23 £	Cash flow £	At 31.3.24 £
<b>Net cash</b>			
Cash at bank and in hand	91,035	(67,105)	23,930
	<u>91,035</u>	<u>(67,105)</u>	<u>23,930</u>
<b>Debt</b>			
Debts falling due within 1 year	(12,648)	(1)	(12,649)
Debts falling due after 1 year	(34,744)	7,356	(27,388)
	<u>(47,392)</u>	<u>7,355</u>	<u>(40,037)</u>
<b>Total</b>	<u>43,643</u>	<u>(59,750)</u>	<u>(16,107)</u>

## 1. ACCOUNTING POLICIES

### **Basis of preparing the financial statements**

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) '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 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

### **Income**

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

### **Expenditure**

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

### **Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Short leasehold	- at varying rates on cost
Fixtures and fittings	- 10% on cost

### **Stocks**

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

### **Taxation**

The charity is exempt from corporation tax on its charitable activities.

### **Fund accounting**

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

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

### **Hire purchase and leasing commitments**

Rentals paid under operating leases are charged to the Statement of Financial Activities on a straight line basis over the period of the lease.

### **Pension costs and other post-retirement benefits**

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

**2. DONATIONS AND LEGACIES**

	31.3.24	31.3.23
	£	£
Donations	41,197	23,937
Gift aid tax refunds	4,375	-
	<u>45,572</u>	<u>23,937</u>

**3. INVESTMENT INCOME**

	31.3.24	31.3.23
	£	£
Deposit account interest	<u>465</u>	<u>537</u>

**4. INCOME FROM CHARITABLE ACTIVITIES**

	31.3.24	31.3.23
	£	£
Film takings	613,790	432,146
Bar & confectionary takings	237,783	166,045
Display & screen advertising	38,510	19,599
Hire, booking fees etc	54,737	102,094
Other grants	2,500	131,370
	<u>947,320</u>	<u>851,254</u>

Grants received, included in the above, are as follows:

	31.3.24	31.3.23
	£	£
British Film Institute	2,500	108,246
London Borough of Hackney	-	11,214
Notts Media Centre	-	6,650
Film London	-	5,260
	<u>2,500</u>	<u>131,370</u>

**5. RAISING FUNDS**

**Raising donations and legacies**

	31.3.24	31.3.23
	£	£
Film royalties	287,539	160,376
Confectionary costs	18,140	13,396
Bar costs	79,649	51,702
Mags & merchandise	2,305	-
	<u>387,633</u>	<u>225,474</u>

**6. CHARITABLE ACTIVITIES COSTS**

	Direct Costs £	Grant funding of activities (see note 7) £	Support costs (see note 8) £	Totals £
Cinema	826,111	457	47,425	873,993

**7. GRANTS PAYABLE**

	31.3.24	31.3.23
	£	£
Cinema	457	3,155

**8. SUPPORT COSTS**

	Finance £	Governance costs £	Totals £
Cinema	41,925	5,500	47,425

**9. NET INCOME/(EXPENDITURE)**

Net income/(expenditure) is stated after charging/(crediting):

	31.3.24	31.3.23
	£	£
Auditors' remuneration	4,800	4,800
Depreciation - owned assets	58,412	63,618
Hire of plant and machinery	2,294	13,260
Other operating leases	11,496	11,500

**10. TRUSTEES' REMUNERATION AND BENEFITS**

There were no trustees' remuneration or other benefits for the year ended 31 March 2024 nor for the year ended 31 March 2023.

**Trustees' expenses**

One director was reimbursed expenses of £82 in the year.

**11. STAFF COSTS**

	31.3.24	31.3.23
	£	£
Wages and salaries	511,186	415,156
Social security costs	28,633	24,481
Other pension costs	12,137	10,577
	551,956	450,214

The average monthly number of employees during the year was as follows:

	31.3.24	31.3.23
Film production staff (average) FTE	19	29

**11. STAFF COSTS - continued**

No employees received emoluments in excess of £60,000.

**12. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES**

	Unrestricted funds £	Restricted funds £	Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>			
Donations and legacies	23,937	-	23,937
<b>Charitable activities</b>			
Cinema	851,254	-	851,254
Investment income	537	-	537
Other income	60,315	-	60,315
<b>Total</b>	<u>936,043</u>	<u>-</u>	<u>936,043</u>
<b>EXPENDITURE ON</b>			
Raising funds	225,474	-	225,474
<b>Charitable activities</b>			
Cinema	723,811	18,365	742,176
<b>Total</b>	<u>949,285</u>	<u>18,365</u>	<u>967,650</u>
<b>NET INCOME/(EXPENDITURE)</b>	(13,242)	(18,365)	(31,607)
<b>RECONCILIATION OF FUNDS</b>			
Total funds brought forward	103,365	315,163	418,528
<b>TOTAL FUNDS CARRIED FORWARD</b>	<u><u>90,123</u></u>	<u><u>296,798</u></u>	<u><u>386,921</u></u>

**13. TANGIBLE FIXED ASSETS**

	Short leasehold £	Fixtures and fittings £	Totals £
<b>COST</b>			
At 1 April 2023	389,580	874,937	1,264,517
Additions	-	10,209	10,209
	<hr/>	<hr/>	<hr/>
At 31 March 2024	389,580	885,146	1,274,726
	<hr/>	<hr/>	<hr/>
<b>DEPRECIATION</b>			
At 1 April 2023	227,981	639,685	867,666
Charge for year	11,400	47,012	58,412
	<hr/>	<hr/>	<hr/>
At 31 March 2024	239,381	686,697	926,078
	<hr/>	<hr/>	<hr/>
<b>NET BOOK VALUE</b>			
At 31 March 2024	150,199	198,449	348,648
	<hr/>	<hr/>	<hr/>
At 31 March 2023	161,599	235,252	396,851
	<hr/>	<hr/>	<hr/>

**14. STOCKS**

	31.3.24	31.3.23
	£	£
Stocks	2,687	5,352
	<hr/>	<hr/>

**15. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31.3.24	31.3.23
	£	£
Trade debtors	13,437	24,766
Other debtors	19,699	12,816
Accrued income	3,167	7,500
Tax	625	-
Prepayments	5,430	495
	<hr/>	<hr/>
	42,358	45,577
	<hr/>	<hr/>

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

	31.3.24	31.3.23
	£	£
Bank loans and overdrafts (see note 18)	10,649	10,648
Other loans (see note 18)	2,000	2,000
Trade creditors	84,416	51,389
Social security and other taxes	9,963	9,960
VAT	38,479	27,110
Other creditors	12,071	7,243
Accrued expenses	21,641	8,800
	<u>179,219</u>	<u>117,150</u>

**17. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	31.3.24	31.3.23
	£	£
Bank loans (see note 18)	18,055	23,411
Other loans (see note 18)	9,333	11,333
	<u>27,388</u>	<u>34,744</u>

**18. LOANS**

An analysis of the maturity of loans is given below:

	31.3.24	31.3.23
	£	£
Amounts falling due within one year on demand:		
Bank loans	10,649	10,648
Other loans	2,000	2,000
	<u>12,649</u>	<u>12,648</u>
Amounts falling between one and two years:		
Bank loans - 1-2 years	10,648	10,648
Other loans - 1-2 years	2,000	2,000
	<u>12,648</u>	<u>12,648</u>
Amounts falling due between two and five years:		
Bank loans - 2-5 years	7,407	10,648
Other loans - 2-5 years	6,000	6,000
	<u>13,407</u>	<u>16,648</u>
Amounts falling due in more than five years:		
Repayable by instalments:		
Bank loans more 5 yr by instal	-	2,115
Other loans more 5yrs instal	1,333	3,333
	<u>1,333</u>	<u>5,448</u>

**19. MOVEMENT IN FUNDS**

	At 1.4.23 £	Net movement in funds £	Transfers between funds £	At 31.3.24 £
<b>Unrestricted funds</b>				
General fund	90,123	(144,434)	(13,106)	(67,417)
RioGeneration Fund	-	(13,106)	13,106	-
	90,123	(157,540)	-	(67,417)
<b>Restricted funds</b>				
Revaluation Reserve	181,197	(11,400)	-	169,797
RioGeneration Fund	115,601	(6,965)	-	108,636
	296,798	(18,365)	-	278,433
<b>TOTAL FUNDS</b>	<u>386,921</u>	<u>(175,905)</u>	<u>-</u>	<u>211,016</u>

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	1,085,721	(1,230,155)	(144,434)
RioGeneration Fund	-	(13,106)	(13,106)
	1,085,721	(1,243,261)	(157,540)
<b>Restricted funds</b>			
Revaluation Reserve	-	(11,400)	(11,400)
RioGeneration Fund	-	(6,965)	(6,965)
	-	(18,365)	(18,365)
<b>TOTAL FUNDS</b>	<u>1,085,721</u>	<u>(1,261,626)</u>	<u>(175,905)</u>

**Comparatives for movement in funds**

	At 1.4.22 £	Net movement in funds £	Transfers between funds £	At 31.3.23 £
<b>Unrestricted funds</b>				
General fund	116,471	(136)	(26,212)	90,123
RioGeneration Fund	(13,106)	(13,106)	26,212	-
	103,365	(13,242)	-	90,123
<b>Restricted funds</b>				
Revaluation Reserve	192,597	(11,400)	-	181,197
RioGeneration Fund	122,566	(6,965)	-	115,601
	315,163	(18,365)	-	296,798
<b>TOTAL FUNDS</b>	<u>418,528</u>	<u>(31,607)</u>	<u>-</u>	<u>386,921</u>

**19. MOVEMENT IN FUNDS - continued**

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	936,043	(936,179)	(136)
RioGeneration Fund	-	(13,106)	(13,106)
	<u>936,043</u>	<u>(949,285)</u>	<u>(13,242)</u>
<b>Restricted funds</b>			
Revaluation Reserve	-	(11,400)	(11,400)
RioGeneration Fund	-	(6,965)	(6,965)
	<u>-</u>	<u>(18,365)</u>	<u>(18,365)</u>
<b>TOTAL FUNDS</b>	<u><u>936,043</u></u>	<u><u>(967,650)</u></u>	<u><u>(31,607)</u></u>

**20. RELATED PARTY DISCLOSURES**

Anthony Andrews is a director of We are Parable which was reimbursed expenses of £381 in the year. Selina Robertson is involved in Club des Femmes which was reimbursed expenses of £450 in the year.

Rio Centre (Dalston) Limited(The)

Detailed Statement of Financial Activities  
for the Year Ended 31 March 2024

	31.3.24 £	31.3.23 £
<b>INCOME AND ENDOWMENTS</b>		
<b>Donations and legacies</b>		
Donations	41,197	23,937
Gift aid tax refunds	4,375	-
	<hr/> 45,572	<hr/> 23,937
<b>Investment income</b>		
Deposit account interest	465	537
<b>Charitable activities</b>		
Film takings	613,790	432,146
Bar & confectionary takings	237,783	166,045
Display & screen advertising	38,510	19,599
Hire, booking fees etc	54,737	102,094
Other grants	2,500	131,370
	<hr/> 947,320	<hr/> 851,254
<b>Other income</b>		
Other income	37,214	16,056
Consultancy income	55,150	43,000
Insurance payout	-	1,259
	<hr/> 92,364	<hr/> 60,315
<b>Total incoming resources</b>	<hr/> 1,085,721	<hr/> 936,043
<b>EXPENDITURE</b>		
<b>Raising donations and legacies</b>		
Film royalties	287,539	160,376
Confectionary costs	18,140	13,396
Bar costs	79,649	51,702
Mags & merchandise	2,305	-
	<hr/> 387,633	<hr/> 225,474
<b>Charitable activities</b>		
Wages	511,186	415,156
Social security	28,633	24,481
Pensions	12,137	10,577
Hire of plant and machinery	2,294	13,260
Other operating leases	11,496	11,500
Rates and water	5,686	4,524
Insurance	16,064	17,199
Light and heat	23,071	13,807
Telephone	8,160	7,572
Carried forward	618,727	518,076

This page does not form part of the statutory financial statements

Rio Centre (Dalston) Limited(The)

Detailed Statement of Financial Activities  
for the Year Ended 31 March 2024

	31.3.24	31.3.23
	£	£
<b>Charitable activities</b>		
Brought forward	618,727	518,076
Postage and stationery	2,250	3,210
Advertising	4,336	4,985
Sundries	69,064	43,900
Repairs & maintenance	46,557	53,590
Cleaning	12,278	11,062
IT software & consumables	2,083	8,317
Card fees	(28)	6,988
Consulting	5,495	7,388
Training	936	169
Subscriptions	5,973	6,648
Short leasehold depreciation	11,400	11,400
Fixtures & fittings depreciation	47,012	52,218
Bank interest	28	274
Grants to individuals	457	3,155
	<hr/>	<hr/>
	826,568	731,380
<b>Support costs</b>		
<b>Finance</b>		
Bank charges	41,925	5,926
<b>Governance costs</b>		
Auditors' remuneration	4,800	4,800
Legal fees	700	70
	<hr/>	<hr/>
	5,500	4,870
	<hr/>	<hr/>
Total resources expended	1,261,626	967,650
	<hr/>	<hr/>
<b>Net expenditure</b>	<u>(175,905)</u>	<u>(31,607)</u>

**THE RIO CENTRE (DALSTON) LIMITED**

England & Wales - Charity number 277415

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# Accounts

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**REGISTERED COMPANY NUMBER: 01409066 (England and Wales)**  
**REGISTERED CHARITY NUMBER: 277415**

Report of the Trustees and  
Financial Statements for the Year Ended 31 March 2023  
for  
Rio Centre (Dalston) Limited(The)

Ark Accountancy  
Chartered Certified Accountant &  
Statutory Auditor  
31 Cheam Road  
Epsom  
Surrey  
KT17 1QX

Rio Centre (Dalston) Limited(The)

Contents of the Financial Statements  
for the Year Ended 31 March 2023

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<b>TRUSTEES</b>	Ms S Chorley A Andrews Ms T S Andrews G R Binette Deputy chair Ms A L F Clark Treasurer Ms F M Johnston R Kirwan Ms S H M Robertson R S Ruprai Chair
<b>COMPANY SECRETARY</b>	P Lyons
<b>REGISTERED OFFICE</b>	107 Kingsland High Street London E8 2PB
<b>REGISTERED COMPANY NUMBER</b>	01409066 (England and Wales)
<b>REGISTERED CHARITY NUMBER</b>	277415
<b>SENIOR STATUTORY AUDITOR</b>	Mary E Ryan
<b>AUDITORS</b>	Ark Accountancy Chartered Certified Accountant & Statutory Auditor 31 Cheam Road Epsom Surrey KT17 1QX
<b>SOLICITORS</b>	Dechert LLP 160 Queen Victoria Street London EC4V 4QQ

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 March 2023. The trustees have adopted the provisions of 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 2019).

## **OBJECTIVES AND ACTIVITIES**

### **Objectives and aims**

The Rio is a registered charity incorporated as a Company Limited by Guarantee. The organisation's day-to-day activities are carried out by a staff team led by Executive Director Oliver Meek and Operations Manager Yoan Segot. The Rio does not make use of "zero hours" contracts.

The Charity's core activity is to run the Rio Cinema, an independent cinema with two screening rooms, and a unique policy of community access and local involvement. The cinema is traditionally open 364 days of the year (except during the recent pandemic years), and its wide-ranging and varied programme typically presents approximately 1300 screenings annually incorporating: main feature films, programmes for children and the elderly, special events, festivals and independent films. The Rio provides a focal point for the area and also convenient and economical access to cinema for a wide range of Londoners, regularly offering discounted tickets both to the general public and targeted at specific groups.

### **Public benefit**

The Directors have considered the Charity Commission guidance on public benefit and consider that the activities of the charity provide public benefit within the following charitable purposes:

#### **THE ADVANCEMENT OF THE ARTS, CULTURE, HERITAGE OR SCIENCE**

The Rio promotes an appreciation of the best of world cinema for the local community in the London Borough of Hackney and neighbouring boroughs. Through participation in film festivals showcasing work from around the world, the Rio demonstrates its commitment to providing local residents with as diverse a programme of high-quality cinema as possible.

#### **THE ADVANCEMENT OF CITIZENSHIP OR COMMUNITY DEVELOPMENT**

Cinema itself is a communal experience, an accessible art form that attracts a diverse and wide range of people. The Rio provides a home to film festivals that reflect the diversity of the local population, featuring films that may otherwise go unseen in the UK. These screenings provide an opportunity to learn about one another's cultures and heritage, aiding and developing community relations. The Rio also provides an outlet for local community organisations and charities to promote their causes, both through public screenings and our education programme.

#### **THE ADVANCEMENT OF EDUCATION**

The Rio Centre's extensive programme of schools screenings provides an invaluable adjunct to the classwork of local schools and is viewed by teachers as a significant educational resource. Filmmaking and animation workshops provide children with an introduction to the principles of both art forms. Using the recently digitised archive of photographs, the Rio collaborates on educational projects with local schools and museums.

#### **THE RELIEF OF THOSE IN NEED, BY REASON OF YOUTH, AGE, ILL-HEALTH, DISABILITY, FINANCIAL HARDSHIP OR OTHER DISADVANTAGE**

The Rio is determined to make film as accessible as possible to the local community, and therefore seeks to provide low-cost access to the cinema for people on benefits and for children to facilitate the widest possible access to its services. The Rio's monthly Classic Matinee aims to reduce feelings of isolation for older people and enrich life of those in care, providing local older people with an opportunity to socialise, enjoy a film and also free tea and biscuits. A community discount is available to appropriate organisations and individuals looking to hire out the cinema for their projects.

## **ACHIEVEMENT AND PERFORMANCE**

### **Charitable activities**

#### **Building improvements**

In April 2022 we carried out a major foyer renovation. Removing the back wall of the auditorium and existing bar to create a new and larger foyer space. The bar and reception area were designed by Lozi Designs, the Hackney-based furniture makers who built The Rio's basement bar in 2018. Funded through a combination of the Rio's own resources, bank loans and a £10,000 award from the Hackney High Streets and Town Centres Fund, the renovation has greatly improved the appearance and access and increased revenues from the bar as a result.

#### **Staffing**

The Staffing Sub-committee successfully

introduced a real-terms pay increase in 2022. We reached an agreement with Bectu in May 2022 to increase hourly rates for all Front of House and Duty Manager staff. Further discussions took place with Bectu in the autumn and an across the board increase was agreed for 2023.

Settlements were below the headline rate of inflation but above the average wage increase in both the private and public sectors and compare favourably with other cinemas in London.

#### **Support to the independent cinema community**

The Rio extended its agreements with the Phoenix Cinema in East Finchley and with ActOne in Acton. The Rio shares its existing staff to provide operational, financial and marketing services and, for ActOne Cinema, programming services. We make a reasonable profit margin on the services we provide.

#### **Sound proofing**

As part of the bar renovations, we added additional sound treatment to the rear of the main auditorium. This created better sound insulation from the bar and foyer area, and has enhanced the overall sound quality and acoustics in the auditorium.

#### **New ticketing & membership platform**

We migrated from the Rio's decade old ticketing system to a new system provided by Scotland-based firm Indy Cinema Group. The migration was supported by a new website. The upgrade was successful giving the Rio a fresh point-of-sale platform for ticket and membership sales.

#### **Sustainability**

The bar and foyer renovation was completed using as many sustainable materials as possible. This included sustainably sourced plywood, a worktop made from recycled yoghurt pots, LED lighting and carbon-neutral marmoleum flooring made from 97% natural materials.

#### **Community outreach**

2022 saw the launch of the hugely successful LGBTQ+ film club 'Pink Palace'. Hosted and curated by Andrew Woodyatt, Pink Place screened weekly in the Rio's basement bar, the Ludski Bar, with the support of a £5000 grant from Hackney. The Rio continued its role as a key venue for community and educational festivals in 2022, hosting Fringe! and Into Film, and working with dozens of local schools through the year.

## **FINANCIAL REVIEW**

### **Financial position**

The Rio's financial results to March 2023 show a business still in recovery from the pandemic and are not indicative of a usual year of trading. This is reflected in nationally, with cinema box office approximately 30% below pre-Covid levels. In addition to reduced revenue, the Rio has seen a significant increase in overheads, with increases in staffing costs, energy and goods and services, all contributing to increased operating costs.

### **Reserves policy**

The trustees target maintaining reserves equal to three months running costs, The Rio maintained reserves at this level through the period.

## **STRUCTURE, GOVERNANCE AND MANAGEMENT**

### **Governing document**

The charity is controlled by its governing document - a deed of trust - and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

The charity owns a subsidiary limited company that is used to provide services (consultancy, programming, accounting, marketing) to other independent cinemas. This allows us to support our community of fellow independent cinemas in London whilst generating additional income to subsidise the operation and improvement of the Rio Cinema.

### **STATEMENT OF TRUSTEES' RESPONSIBILITIES**

The trustees (who are also the directors of Rio Centre (Dalston) Limited(The) for the purposes of company law) are responsible for preparing the Report of the Trustees 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 that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- 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 charitable 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 charitable company and to 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.

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

### **AUDITORS**

The auditors, Ark Accountancy, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Approved by order of the board of trustees on 27 December 2023 and signed on its behalf by:



Ms A L F Clark - Trustee

Report of the Independent Auditors to the Members of  
Rio Centre (Dalston) Limited(The)

**Opinion**

We have audited the financial statements of Rio Centre (Dalston) Limited(The) (the 'charitable company') for the year ended 31 March 2023 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. 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).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2023 and of its incoming resources and application of resources, including its income and expenditure, 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.

**Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Conclusions relating to going concern**

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

**Other information**

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

**Opinions on other matters prescribed by the Companies Act 2006**

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Trustees has been prepared in accordance with applicable legal requirements.

**Matters on which we are required to report by exception**

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Trustees.

We have nothing to report in respect of the following matters where the Companies Act 2006 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
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.

**Responsibilities of trustees**

As explained more fully in the Statement of Trustees' Responsibilities, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

**Our responsibilities for the audit of the financial statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Independent Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our Report of the Independent Auditors.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our Report of the Independent Auditors.

Report of the Independent Auditors to the Members of  
Rio Centre (Dalston) Limited(The)

**Use of our report**

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Mary E Ryan (Senior Statutory Auditor)  
for and on behalf of Ark Accountancy  
Chartered Certified Accountant &  
Statutory Auditor  
31 Cheam Road  
Epsom  
Surrey  
KT17 1QX

27 December 2023

Rio Centre (Dalston) Limited(The)

Statement of Financial Activities  
for the Year Ended 31 March 2023

	Notes	Unrestricted funds £	Restricted funds £	31.3.23 Total funds £	31.3.22 Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>					
Donations and legacies	2	23,937	-	23,937	59,619
<b>Charitable activities</b>					
Cinema	4	851,254	-	851,254	853,355
Investment income	3	537	-	537	14
Other income		60,315	-	60,315	115,992
<b>Total</b>		<u>936,043</u>	<u>-</u>	<u>936,043</u>	<u>1,028,980</u>
<b>EXPENDITURE ON</b>					
Raising funds	5	225,474	-	225,474	273,813
<b>Charitable activities</b>					
Cinema	6	723,811	18,365	742,176	661,450
<b>Total</b>		<u>949,285</u>	<u>18,365</u>	<u>967,650</u>	<u>935,263</u>
<b>NET INCOME/(EXPENDITURE)</b>		(13,242)	(18,365)	(31,607)	93,717
<b>RECONCILIATION OF FUNDS</b>					
Total funds brought forward		103,365	315,163	418,528	324,811
<b>TOTAL FUNDS CARRIED FORWARD</b>		<u><u>90,123</u></u>	<u><u>296,798</u></u>	<u><u>386,921</u></u>	<u><u>418,528</u></u>

The notes form part of these financial statements

Rio Centre (Dalston) Limited(The)

Balance Sheet  
31 March 2023

	Notes	Unrestricted funds £	Restricted funds £	31.3.23 Total funds £	31.3.22 Total funds £
<b>FIXED ASSETS</b>					
Tangible assets	13	119,651	277,200	396,851	356,802
<b>CURRENT ASSETS</b>					
Stocks	14	5,352	-	5,352	7,011
Debtors	15	45,577	-	45,577	25,489
Cash at bank and in hand		71,437	19,598	91,035	178,944
		<u>122,366</u>	<u>19,598</u>	<u>141,964</u>	<u>211,444</u>
<b>CREDITORS</b>					
Amounts falling due within one year	16	(117,150)	-	(117,150)	(102,598)
		<u>5,216</u>	<u>19,598</u>	<u>24,814</u>	<u>108,846</u>
<b>NET CURRENT ASSETS</b>					
		<u>124,867</u>	<u>296,798</u>	<u>421,665</u>	<u>465,648</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>					
		<u>90,123</u>	<u>296,798</u>	<u>386,921</u>	<u>418,528</u>
<b>CREDITORS</b>					
Amounts falling due after more than one year	17	(34,744)	-	(34,744)	(47,120)
		<u>90,123</u>	<u>296,798</u>	<u>386,921</u>	<u>418,528</u>
<b>NET ASSETS</b>					
	20			90,123	103,365
Unrestricted funds				296,798	315,163
Restricted funds				<u>386,921</u>	<u>418,528</u>
<b>TOTAL FUNDS</b>					
				<u>386,921</u>	<u>418,528</u>

These financial statements have been prepared in accordance with the provisions applicable to charitable companies subject to the small companies regime.

The financial statements were approved by the Board of Trustees and authorised for issue on 27 December 2023 and were signed on its behalf by:



A L F Clark - Trustee

Rio Centre (Dalston) Limited(The)

Cash Flow Statement  
for the Year Ended 31 March 2023

	Notes	31.3.23 £	31.3.22 £
<b>Cash flows from operating activities</b>			
Cash generated from operations	1	27,871	141,678
Interest paid		(274)	(1,255)
Net cash provided by operating activities		<u>27,597</u>	<u>140,423</u>
<b>Cash flows from investing activities</b>			
Purchase of tangible fixed assets		(103,667)	(63,873)
Interest received		537	14
Net cash used in investing activities		<u>(103,130)</u>	<u>(63,859)</u>
<b>Cash flows from financing activities</b>			
Loan repayments in year		(12,376)	(24,300)
Net cash used in financing activities		<u>(12,376)</u>	<u>(24,300)</u>
<b>Change in cash and cash equivalents in the reporting period</b>			
Cash and cash equivalents at the beginning of the reporting period		<u>178,944</u>	<u>126,680</u>
Cash and cash equivalents at the end of the reporting period		<u>91,035</u>	<u>178,944</u>

The notes form part of these financial statements

**1. RECONCILIATION OF NET (EXPENDITURE)/INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES**

	31.3.23	31.3.22
	£	£
<b>Net (expenditure)/income for the reporting period (as per the Statement of Financial Activities)</b>	(31,607)	93,717
<b>Adjustments for:</b>		
Depreciation charges	63,618	52,613
Interest received	(537)	(14)
Interest paid	274	1,255
Decrease/(increase) in stocks	1,659	(5,175)
Increase in debtors	(20,088)	(15,993)
Increase in creditors	14,552	15,275
	<hr/>	<hr/>
<b>Net cash provided by operations</b>	<u>27,871</u>	<u>141,678</u>

**2. ANALYSIS OF CHANGES IN NET FUNDS**

	At 1.4.22	Cash flow	At 31.3.23
	£	£	£
<b>Net cash</b>			
Cash at bank and in hand	178,944	(87,909)	91,035
	<hr/>	<hr/>	<hr/>
	178,944	(87,909)	91,035
	<hr/>	<hr/>	<hr/>
<b>Debt</b>			
Debts falling due within 1 year	(12,648)	-	(12,648)
Debts falling due after 1 year	(47,120)	12,376	(34,744)
	<hr/>	<hr/>	<hr/>
	(59,768)	12,376	(47,392)
	<hr/>	<hr/>	<hr/>
<b>Total</b>	<u>119,176</u>	<u>(75,533)</u>	<u>43,643</u>

## 1. ACCOUNTING POLICIES

### **Basis of preparing the financial statements**

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) '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 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

### **Income**

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

### **Expenditure**

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

### **Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Short leasehold	- at varying rates on cost
Fixtures and fittings	- 10% on cost

### **Stocks**

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

### **Taxation**

The charity is exempt from corporation tax on its charitable activities.

### **Fund accounting**

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

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

### **Hire purchase and leasing commitments**

Rentals paid under operating leases are charged to the Statement of Financial Activities on a straight line basis over the period of the lease.

### **Pension costs and other post-retirement benefits**

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

Notes to the Financial Statements - continued  
for the Year Ended 31 March 2023

2. DONATIONS AND LEGACIES

	31.3.23	31.3.22
	£	£
Donations	23,937	24,797
Government grants	-	34,822
	<u>23,937</u>	<u>59,619</u>

Grants received, included in the above, are as follows:

	31.3.23	31.3.22
	£	£
Coronavirus Job Retention Scheme	-	30,822
LB Hackney Omicron	-	4,000
	<u>-</u>	<u>34,822</u>

3. INVESTMENT INCOME

	31.3.23	31.3.22
	£	£
Deposit account interest	537	14
	<u>537</u>	<u>14</u>

4. INCOME FROM CHARITABLE ACTIVITIES

	31.3.23	31.3.22
	£	£
Film takings	432,146	471,261
Bar & confectionary takings	166,045	148,576
Display & screen advertising	19,599	23,584
Hire, booking fees etc	102,094	77,282
Other grants	131,370	132,652
	<u>851,254</u>	<u>853,355</u>

Grants received, included in the above, are as follows:

	31.3.23	31.3.22
	£	£
Architechural Heritage Fund	-	19,500
British Film Institute	108,246	84,452
London Borough of Hackney	11,214	27,700
Bells Whiskey	-	1,000
Notts Media Centre	6,650	-
Film London	5,260	-
	<u>131,370</u>	<u>132,652</u>

Notes to the Financial Statements - continued  
for the Year Ended 31 March 2023

5. RAISING FUNDS

Raising donations and legacies

	31.3.23	31.3.22
	£	£
Film royalties	160,376	214,155
Confectionary costs	13,396	7,125
Bar costs	51,702	48,780
Mags & merchandise	-	2,553
	<u>225,474</u>	<u>272,613</u>

Other trading activities

	31.3.23	31.3.22
	£	£
Film royalties	-	1,200
	<u>-</u>	<u>1,200</u>
Aggregate amounts	<u>225,474</u>	<u>273,813</u>

6. CHARITABLE ACTIVITIES COSTS

	Direct Costs £	Grant funding of activities (see note 7) £	Support costs (see note 8) £	Totals £
Cinema	<u>728,225</u>	<u>3,155</u>	<u>10,796</u>	<u>742,176</u>

7. GRANTS PAYABLE

	31.3.23	31.3.22
	£	£
Cinema	<u>3,155</u>	<u>-</u>

8. SUPPORT COSTS

	Finance £	Governance costs £	Totals £
Cinema	<u>5,926</u>	<u>4,870</u>	<u>10,796</u>

**9. NET INCOME/(EXPENDITURE)**

Net income/(expenditure) is stated after charging/(crediting):

	31.3.23	31.3.22
	£	£
Auditors' remuneration	4,800	4,800
Depreciation - owned assets	63,618	52,140
Hire of plant and machinery	13,260	22,959
Other operating leases	11,500	12,465
	<u>          </u>	<u>          </u>

**10. TRUSTEES' REMUNERATION AND BENEFITS**

There were no trustees' remuneration or other benefits for the year ended 31 March 2023 nor for the year ended 31 March 2022.

**Trustees' expenses**

There were no trustees' expenses paid for the year ended 31 March 2023 nor for the year ended 31 March 2022.

**11. STAFF COSTS**

	31.3.23	31.3.22
	£	£
Wages and salaries	415,156	378,245
Social security costs	24,481	17,817
Other pension costs	10,577	9,879
	<u>          </u>	<u>          </u>
	<u>450,214</u>	<u>405,941</u>

The average monthly number of employees during the year was as follows:

	31.3.23	31.3.22
Film production staff	29	30
	<u>          </u>	<u>          </u>

No employees received emoluments in excess of £60,000.

**12. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES**

	Unrestricted funds £	Restricted funds £	Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>			
Donations and legacies	59,619	-	59,619
<b>Charitable activities</b>			
Cinema	853,355	-	853,355
Investment income	14	-	14
Other income	115,992	-	115,992
	<u>          </u>	<u>          </u>	<u>          </u>
<b>Total</b>	<u>1,028,980</u>	<u>-</u>	<u>1,028,980</u>
<b>EXPENDITURE ON</b>			
Raising funds	273,813	-	273,813

12. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted funds £	Restricted funds £	Total funds £
<b>Charitable activities</b>			
Cinema	643,085	18,365	661,450
<b>Total</b>	<u>916,898</u>	<u>18,365</u>	<u>935,263</u>
<b>NET INCOME/(EXPENDITURE)</b>	112,082	(18,365)	93,717
<b>Transfers between funds</b>	(106,352)	106,352	-
<b>Net movement in funds</b>	<u>5,730</u>	<u>87,987</u>	<u>93,717</u>
<b>RECONCILIATION OF FUNDS</b>			
Total funds brought forward	97,635	227,176	324,811
<b>TOTAL FUNDS CARRIED FORWARD</b>	<u><u>103,365</u></u>	<u><u>315,163</u></u>	<u><u>418,528</u></u>

13. TANGIBLE FIXED ASSETS

	Short leasehold £	Fixtures and fittings £	Totals £
<b>COST</b>			
At 1 April 2022	389,580	771,270	1,160,850
Additions	-	103,667	103,667
At 31 March 2023	<u>389,580</u>	<u>874,937</u>	<u>1,264,517</u>
<b>DEPRECIATION</b>			
At 1 April 2022	216,581	587,467	804,048
Charge for year	11,400	52,218	63,618
At 31 March 2023	<u>227,981</u>	<u>639,685</u>	<u>867,666</u>
<b>NET BOOK VALUE</b>			
At 31 March 2023	<u><u>161,599</u></u>	<u><u>235,252</u></u>	<u><u>396,851</u></u>
At 31 March 2022	<u><u>172,999</u></u>	<u><u>183,803</u></u>	<u><u>356,802</u></u>

Notes to the Financial Statements - continued  
for the Year Ended 31 March 2023

<b>14. STOCKS</b>		
	31.3.23	31.3.22
	£	£
Stocks	5,352	7,011
	<u>          </u>	<u>          </u>
<b>15. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR</b>		
	31.3.23	31.3.22
	£	£
Trade debtors	24,766	7,305
Other debtors	12,816	3,190
Accrued income	7,500	8,500
Prepayments	495	6,494
	<u>          </u>	<u>          </u>
	<u>45,577</u>	<u>25,489</u>
<b>16. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR</b>		
	31.3.23	31.3.22
	£	£
Bank loans and overdrafts (see note 18)	10,648	10,648
Other loans (see note 18)	2,000	2,000
Trade creditors	51,389	51,693
Social security and other taxes	9,960	9,028
VAT	27,110	1,228
Other creditors	7,243	10,846
Accruals and deferred income	-	10,000
Accrued expenses	8,800	7,155
	<u>          </u>	<u>          </u>
	<u>117,150</u>	<u>102,598</u>
<b>17. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR</b>		
	31.3.23	31.3.22
	£	£
Bank loans (see note 18)	23,411	33,787
Other loans (see note 18)	11,333	13,333
	<u>          </u>	<u>          </u>
	<u>34,744</u>	<u>47,120</u>
<b>18. LOANS</b>		
An analysis of the maturity of loans is given below:		
	31.3.23	31.3.22
	£	£
Amounts falling due within one year on demand:		
Bank loans	10,648	10,648
Other loans	2,000	2,000
	<u>          </u>	<u>          </u>
	<u>12,648</u>	<u>12,648</u>

Notes to the Financial Statements - continued  
for the Year Ended 31 March 2023

**18. LOANS - continued**

	31.3.23	31.3.22
	£	£
Amounts falling between one and two years:		
Bank loans - 1-2 years	10,648	10,648
Other loans - 1-2 years	2,000	2,000
	<u>12,648</u>	<u>12,648</u>
Amounts falling due between two and five years:		
Bank loans - 2-5 years	10,648	23,138
Other loans - 2-5 years	6,000	6,000
	<u>16,648</u>	<u>29,138</u>
Amounts falling due in more than five years:		
Repayable by instalments:		
Bank loans more 5 yr by instal	2,115	1
Other loans more 5yrs instal	3,333	5,333
	<u>5,448</u>	<u>5,334</u>

**19. LEASING AGREEMENTS**

Minimum lease payments under non-cancellable operating leases fall due as follows:

	31.3.23	31.3.22
	£	£
Within one year	-	6,733
	<u>-</u>	<u>6,733</u>

**20. MOVEMENT IN FUNDS**

	At 1.4.22	Net movement in funds	Transfers between funds	At 31.3.23
	£	£	£	£
<b>Unrestricted funds</b>				
General fund	116,471	(136)	(26,212)	90,123
RioGeneration Fund	(13,106)	(13,106)	26,212	-
	<u>103,365</u>	<u>(13,242)</u>	<u>-</u>	<u>90,123</u>
<b>Restricted funds</b>				
Revaluation Reserve	192,597	(11,400)	-	181,197
RioGeneration Fund	122,566	(6,965)	-	115,601
	<u>315,163</u>	<u>(18,365)</u>	<u>-</u>	<u>296,798</u>
<b>TOTAL FUNDS</b>	<u>418,528</u>	<u>(31,607)</u>	<u>-</u>	<u>386,921</u>

20. MOVEMENT IN FUNDS - continued

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	936,043	(936,179)	(136)
RioGeneration Fund	-	(13,106)	(13,106)
	<u>936,043</u>	<u>(949,285)</u>	<u>(13,242)</u>
<b>Restricted funds</b>			
Revaluation Reserve	-	(11,400)	(11,400)
RioGeneration Fund	-	(6,965)	(6,965)
	<u>-</u>	<u>(18,365)</u>	<u>(18,365)</u>
<b>TOTAL FUNDS</b>	<u>936,043</u>	<u>(967,650)</u>	<u>(31,607)</u>

Comparatives for movement in funds

	At 1.4.21 £	Net movement in funds £	Transfers between funds £	At 31.3.22 £
<b>Unrestricted funds</b>				
General fund	10,881	125,188	(19,598)	116,471
RioGeneration Fund	86,754	(13,106)	(86,754)	(13,106)
	<u>97,635</u>	<u>112,082</u>	<u>(106,352)</u>	<u>103,365</u>
<b>Restricted funds</b>				
Revaluation Reserve	184,399	(11,400)	19,598	192,597
RioGeneration Fund	42,777	(6,965)	86,754	122,566
	<u>227,176</u>	<u>(18,365)</u>	<u>106,352</u>	<u>315,163</u>
<b>TOTAL FUNDS</b>	<u>324,811</u>	<u>93,717</u>	<u>-</u>	<u>418,528</u>

**20. MOVEMENT IN FUNDS - continued**

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	1,028,980	(903,792)	125,188
RioGeneration Fund	-	(13,106)	(13,106)
	<hr/>	<hr/>	<hr/>
	1,028,980	(916,898)	112,082
<b>Restricted funds</b>			
Revaluation Reserve	-	(11,400)	(11,400)
RioGeneration Fund	-	(6,965)	(6,965)
	<hr/>	<hr/>	<hr/>
	-	(18,365)	(18,365)
	<hr/>	<hr/>	<hr/>
<b>TOTAL FUNDS</b>	<u>1,028,980</u>	<u>(935,263)</u>	<u>93,717</u>

**21. RELATED PARTY DISCLOSURES**

There were no related party transactions for the year ended 31 March 2023.

Rio Centre (Dalston) Limited(The)

Detailed Statement of Financial Activities  
for the Year Ended 31 March 2023

	31.3.23 £	31.3.22 £
<b>INCOME AND ENDOWMENTS</b>		
<b>Donations and legacies</b>		
Donations	23,937	24,797
Government grants	-	34,822
	<hr/>	<hr/>
	23,937	59,619
<b>Investment income</b>		
Deposit account interest	537	14
<b>Charitable activities</b>		
Film takings	432,146	471,261
Bar & confectionary takings	166,045	148,576
Display & screen advertising	19,599	23,584
Hire, booking fees etc	102,094	77,282
Other grants	131,370	132,652
	<hr/>	<hr/>
	851,254	853,355
<b>Other income</b>		
Other income	16,056	28,322
Consultancy income	43,000	25,000
Insurance payout	1,259	62,670
	<hr/>	<hr/>
	60,315	115,992
<b>Total incoming resources</b>	<hr/>	<hr/>
	936,043	1,028,980
<b>EXPENDITURE</b>		
<b>Raising donations and legacies</b>		
Film royalties	160,376	214,155
Confectionary costs	13,396	7,125
Bar costs	51,702	48,780
Mags & merchandise	-	2,553
	<hr/>	<hr/>
	225,474	272,613
<b>Other trading activities</b>		
Film royalties	-	1,200
<b>Charitable activities</b>		
Wages	415,156	378,245
Social security	24,481	17,817
Pensions	10,577	9,879
Hire of plant and machinery	13,260	22,959
Other operating leases	11,500	12,465
Carried forward	474,974	441,365

This page does not form part of the statutory financial statements

Rio Centre (Dalston) Limited(The)

Detailed Statement of Financial Activities  
for the Year Ended 31 March 2023

	31.3.23	31.3.22
	£	£
<b>Charitable activities</b>		
Brought forward	474,974	441,365
Rates and water	4,524	5,238
Insurance	17,199	13,037
Light and heat	13,807	13,523
Telephone	7,572	5,735
Postage and stationery	3,210	2,974
Advertising	4,985	2,885
Sundries	43,900	33,209
Repairs & maintenance	53,590	48,351
Cleaning	11,062	8,463
IT software & consumables	8,317	3,449
Card fees	6,988	-
Consulting	7,388	3,333
Training	169	2,409
Subscriptions	6,648	8,438
Short leasehold depreciation	11,400	11,400
Fixtures & fittings depreciation	52,218	41,213
Bank interest	274	1,255
Grants to individuals	3,155	-
	<hr/>	<hr/>
	731,380	646,277
<b>Support costs</b>		
<b>Finance</b>		
Bank charges	5,926	10,373
<b>Governance costs</b>		
Auditors' remuneration	4,800	4,800
Legal fees	70	-
	<hr/>	<hr/>
	4,870	4,800
Total resources expended	<hr/>	<hr/>
	967,650	935,263
Net (expenditure)/income	<hr/> <hr/>	<hr/> <hr/>
	(31,607)	93,717

**THE RIO CENTRE (DALSTON) LIMITED**

England & Wales - Charity number 277415

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# Accounts

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**REGISTERED COMPANY NUMBER: 01409066 (England and Wales)**  
**REGISTERED CHARITY NUMBER: 277415**

Report of the Trustees and  
Financial Statements for the Year Ended 31 March 2022  
for  
Rio Centre (Dalston) Limited(The)

Ark Accountancy  
Chartered Certified Accountant &  
Statutory Auditor  
31 Cheam Road  
Epsom  
Surrey  
KT17 1QX

Contents of the Financial Statements  
for the Year Ended 31 March 2022

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<b>TRUSTEES</b>	Ms S Chorley A Andrews Ms T S Andrews G R Binette Deputy chair Ms A L F Clark Treasurer Ms F M Johnston R Kirwan Ms S H M Robertson R S Ruprai Chair
<b>COMPANY SECRETARY</b>	P Lyons
<b>REGISTERED OFFICE</b>	107 Kingsland High Street London E8 2PB
<b>REGISTERED COMPANY NUMBER</b>	01409066 (England and Wales)
<b>REGISTERED CHARITY NUMBER</b>	277415
<b>SENIOR STATUTORY AUDITOR</b>	Mary E Ryan
<b>AUDITORS</b>	Ark Accountancy Chartered Certified Accountant & Statutory Auditor 31 Cheam Road Epsom Surrey KT17 1QX
<b>SOLICITORS</b>	Dechert LLP 160 Queen Victoria Street London EC4V 4QQ

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 March 2022. The trustees have adopted the provisions of 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 2019).

## **OBJECTIVES AND ACTIVITIES**

### **Objectives and aims**

The Rio is a registered charity incorporated as a Company Limited by Guarantee. The organisation's day-to-day activities are carried out by a staff team led by Executive Director Oliver Meek and his Operations Manager Yoan Segot. The Rio does not make use of "zero hours" contracts.

The Charity's core activity is to run the Rio Cinema, an independent cinema with two screening rooms, and a unique policy of community access and local involvement. The cinema is traditionally open 364 days of the year (except during the recent pandemic years), and its wide-ranging and varied programme typically presents approximately 1300 screenings annually incorporating: main feature films, programmes for children and the elderly, special events, festivals and independent films. The Rio provides a focal point for the area and also convenient and economical access to cinema for a wide range of Londoners, regularly offering discounted tickets both to the general public and targeted at specific groups.

### **Public benefit**

The Directors have considered the Charity Commission guidance on public benefit and consider that the activities of the charity provide public benefit within the following charitable purposes:

#### **The Advancement Of The Arts, Culture, Heritage Or Science**

The Rio promotes an appreciation of the best of world cinema for the local community in the London Borough of Hackney and neighbouring boroughs. Through participation in film festivals showcasing work from around the world, the Rio demonstrates its commitment to providing local residents with as diverse a programme of high-quality cinema as possible. Partnerships with other independent cinemas, arts festivals and a local museum help to keep alive and advance a thriving independent arts sector in London.

#### **The Advancement Of Citizenship Or Community Development**

Cinema itself is a communal experience, an accessible art form that attracts a diverse and wide range of people. The Rio provides a home to film festivals that reflect the diversity of the local population, featuring films that may otherwise go unseen in the UK. These screenings provide an opportunity to learn about one another's cultures and heritage, aiding and developing community relations. The Rio also provides an outlet for local community organisations and charities to promote their causes, both through public screenings and our education programme. Online. The Rio Player provides a further platform to reach our community including specialised categories focused on local talents and LGBTQ+ cinema.

#### **The Advancement Of Education**

The Rio's extensive programme of schools screenings provides an invaluable adjunct to the classwork of local schools and is viewed by teachers as a significant educational resource. Filmmaking and animation workshops provide children with an introduction to the principles of both art forms. Using the recently digitised archive of photographs, the Rio collaborates on educational projects with local schools and museums.

#### **The Relief Of Those In Need, By Reason Of Youth, Age, Ill-Health, Disability, Financial Hardship Or Other Disadvantage**

The Rio is determined to make film as accessible as possible to the local community, and therefore seeks to provide low-cost access to the cinema for people on benefits and for children to facilitate the widest possible access to its services. The Rio's monthly Classic Matinee aims to reduce feelings of isolation for older people and enrich life of those in care, providing local older people with an opportunity to socialise, enjoy a film and also free tea and biscuits. A community discount is available to appropriate organisations and individuals looking to hire out the cinema for their projects.

## **ACHIEVEMENT AND PERFORMANCE**

### **Charitable activities**

#### **Building Improvements**

With the support of the Architectural Heritage Fund, we completed a feasibility study for a potential Screen 3 in unused space above Screen 1. We have also completed the enlargement of the lobby and are awaiting our new bar to be installed in 2023. We believe this will better serve our members who might otherwise go to other nearby venues for refreshments before seeing a film and provide a larger space to meet, talk and relax. The projected increase in bar spend per head will add to the long-term viability of the cinema and provide an investment for future generations. This is already evident with a pop-up bar arrangement in the already larger space which allows for serving our audience quicker and reduces long queues.

#### **Staffing**

Transparency and communication between trustees and staff are key and the new Staffing Sub-committee has continued to take on staff ideas, improve processes and arbitrate on issues successfully. All staff have not only been retained despite challenging economic conditions but also given multiple pay rises to share in the Rio's success. Where staff have left of their own accord, recruitment has taken place to ensure enough skills are in place to operate the cinema. Staff were consulted before responding to government easing of pandemic-related restrictions to ensure we operate at levels with which they are comfortable. Staff have also been encouraged to get involved with sub-committees and present their ideas to the Board directly.

#### **Independent Cinema Community**

The success and experience of the Rio during difficult conditions have led to other independent cinemas seeking our help and advice. In two cases, this has led to long-term service agreements signed with other cinemas where we provide services by sharing existing staff and charging a modest profit margin on our costs. This additional regular income has been a key addition to our revenue and one we believe we can grow in future for the benefit of our charitable activities. Further cinemas have expressed an interest and the feedback from our current partners has been excellent.

#### **Technology**

Whilst audiences were mandated to stay at home, the Rio reached out to them by implementing and then upgrading an online streaming service called The Rio Player. This continues to provide an extra source of income whilst providing another way to reach and serve our members and community. After extended discussions with multiple vendors, we are now in a position to upgrade our point-of-sale system, website and membership offerings.

#### **Sustainability**

Our new Sustainability Sub-Committee continues to look at future improvements. Staff and trustees have showed great passion in making a real difference in all areas from the materials we use, the suppliers we deal with and how we generate our electricity. Our application to install solar panels to power our projector was unsuccessful but we continue to engage with local planners and experts on future options.

#### **Community Outreach**

Andrew Woodyatt is our dedicated staff member for community and educational work at the Rio. Andrew has continued to build upon the success of The Rio Tape/Slide Archive, by working with Hackney Museum and local schools on a number of projects. The Rio continues to be a key venue for community and educational festivals such as Fringe! and Into Film. Our new LGBTQ+ film club "Pink Palace", plus events focusing on Black History and Indian Cinema are all examples of the Rio's tradition of a diverse programme and welcoming venue for the whole community.

## **FINANCIAL REVIEW**

### **Financial position**

### **Financial position**

The figures to March 2022 cover another exceptional period and are not indicative of a usual year of trading as admissions and new films releases took time to return to normal conditions. Income from grants and a range of special events and partnerships provided key sources of income this year. In addition, last year's steps to diversify income to improve resilience are reaping rewards. These include new sources of revenue from online streaming, book and merchandise sales, advertising, providing services to other cinemas as well as maintaining regular income from private events and hires. The income and staff-sharing from collaborations with other cinemas has allowed for multiple wage increases as we get closer to our goal for paying London Living Wage to all staff. The increasing number of sold-out special screenings with high-profile guests is cementing our position as the place to come for event cinema.

### **DCMS Culture Recovery Fund**

During the multiple lockdown periods of the Covid pandemic, cinemas had to comply with a series of new restrictions often with little notice. Venues in the arts sector had to either close or operate at significantly reduced capacity, thereby incurring losses. On 5 July 2020, the then Secretary of State for the Department for Digital, Culture, Media and Sport (DCMS) announced a £1.57 billion Culture Recovery Fund rescue package for cultural organisations to help the sector survive, and when possible, reopen. The Rio Cinema successfully applied during all three rounds of the Culture Recovery Fund providing us with enough funds to retain all staff, invest in necessary equipment upgrades and cover losses for reduced capacity and closure.

### **Reserves policy**

The trustees deem it prudent to hold three months running costs in current assets. With the support of the DCMS Culture Recovery Fund, we are in a position of maintaining more than our full reserves as of 24 November 2022.

## **STRUCTURE, GOVERNANCE AND MANAGEMENT**

### **Governing document**

The charity is controlled by its governing document - a deed of trust - and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

The charity owns a subsidiary limited company that is used to provide services (consultancy, programming, accounting, marketing) to other independent cinemas. This allows us to support our community of fellow independent cinemas in London whilst generating additional income to subsidise the operation and improvement of the Rio Cinema.

## **STATEMENT OF TRUSTEES' RESPONSIBILITIES**

The trustees (who are also the directors of Rio Centre (Dalston) Limited(The) for the purposes of company law) are responsible for preparing the Report of the Trustees 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 that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- 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 charitable 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 charitable company and to 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.

Rio Centre (Dalston) Limited(The)

Report of the Trustees  
for the Year Ended 31 March 2022

**STATEMENT OF TRUSTEES' RESPONSIBILITIES - continued**

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

**AUDITORS**

The auditors, Ark Accountancy, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Approved by order of the board of trustees on 30 November 2022 and signed on its behalf by:

Ms A L F Clark - Trustee

### **Opinion**

We have audited the financial statements of Rio Centre (Dalston) Limited(The) (the 'charitable company') for the year ended 31 March 2022 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. 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).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2022 and of its incoming resources and application of resources, including its income and expenditure, 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.

### **Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### **Conclusions relating to going concern**

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

### **Other information**

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

### **Opinions on other matters prescribed by the Companies Act 2006**

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Trustees has been prepared in accordance with applicable legal requirements.

**Matters on which we are required to report by exception**

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Trustees.

We have nothing to report in respect of the following matters where the Companies Act 2006 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
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.

**Responsibilities of trustees**

As explained more fully in the Statement of Trustees' Responsibilities, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

**Our responsibilities for the audit of the financial statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Independent Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our Report of the Independent Auditors.

Report of the Independent Auditors to the Members of  
Rio Centre (Dalston) Limited(The)

**Use of our report**

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Mary E Ryan (Senior Statutory Auditor)  
for and on behalf of Ark Accountancy  
Chartered Certified Accountant &  
Statutory Auditor  
31 Cheam Road  
Epsom  
Surrey  
KT17 1QX

30 November 2022

Rio Centre (Dalston) Limited(The)

Statement of Financial Activities  
for the Year Ended 31 March 2022

	Notes	Unrestricted funds £	Restricted funds £	31.3.22 Total funds £	31.3.21 Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>					
Donations and legacies	2	59,619	-	59,619	251,369
<b>Charitable activities</b>					
Cinema		853,355	-	853,355	289,661
Investment income	3	14	-	14	35
Other income		115,992	-	115,992	12,712
<b>Total</b>		<u>1,028,980</u>	<u>-</u>	<u>1,028,980</u>	<u>553,777</u>
<b>EXPENDITURE ON</b>					
Raising funds	5	273,813	-	273,813	81,846
<b>Charitable activities</b>					
Cinema	6	643,085	18,365	661,450	515,518
<b>Total</b>		<u>916,898</u>	<u>18,365</u>	<u>935,263</u>	<u>597,364</u>
<b>NET INCOME/(EXPENDITURE)</b>		112,082	(18,365)	93,717	(43,587)
<b>Transfers between funds</b>	19	<u>(106,352)</u>	<u>106,352</u>	<u>-</u>	<u>-</u>
<b>Net movement in funds</b>		5,730	87,987	93,717	(43,587)
<b>RECONCILIATION OF FUNDS</b>					
<b>Total funds brought forward</b>		97,635	227,176	324,811	368,398
<b>TOTAL FUNDS CARRIED FORWARD</b>		<u><u>103,365</u></u>	<u><u>315,163</u></u>	<u><u>418,528</u></u>	<u><u>324,811</u></u>

The notes form part of these financial statements

Rio Centre (Dalston) Limited(The)

Balance Sheet  
31 March 2022

	Notes	Unrestricted funds £	Restricted funds £	31.3.22 Total funds £	31.3.21 Total funds £
<b>FIXED ASSETS</b>					
Tangible assets	12	41,639	315,163	356,802	345,069
<b>CURRENT ASSETS</b>					
Stocks	13	7,011	-	7,011	1,836
Debtors	14	25,489	-	25,489	9,496
Cash at bank and in hand		178,944	-	178,944	126,680
		<u>211,444</u>	<u>-</u>	<u>211,444</u>	<u>138,012</u>
<b>CREDITORS</b>					
Amounts falling due within one year	15	(102,598)	-	(102,598)	(98,500)
		<u>108,846</u>	<u>-</u>	<u>108,846</u>	<u>39,512</u>
<b>NET CURRENT ASSETS</b>					
		<u>150,485</u>	<u>315,163</u>	<u>465,648</u>	<u>384,581</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>					
		<u>103,365</u>	<u>-</u>	<u>(47,120)</u>	<u>(59,770)</u>
<b>CREDITORS</b>					
Amounts falling due after more than one year	16	(47,120)	-	(47,120)	(59,770)
		<u>103,365</u>	<u>315,163</u>	<u>418,528</u>	<u>324,811</u>
<b>NET ASSETS</b>					
	19	<u>103,365</u>	<u>315,163</u>	<u>418,528</u>	<u>324,811</u>
<b>FUNDS</b>					
Unrestricted funds				103,365	97,635
Restricted funds				315,163	227,176
				<u>418,528</u>	<u>324,811</u>
<b>TOTAL FUNDS</b>					

These financial statements have been prepared in accordance with the provisions applicable to charitable companies subject to the small companies regime.

The financial statements were approved by the Board of Trustees and authorised for issue on 30 November 2022 and were signed on its behalf by:

A L F Clark - Trustee

Rio Centre (Dalston) Limited(The)

Cash Flow Statement  
for the Year Ended 31 March 2022

	Notes	31.3.22 £	31.3.21 £
<b>Cash flows from operating activities</b>			
Cash generated from operations	1	141,678	9,535
Interest paid		(1,255)	(1,303)
Net cash provided by operating activities		<u>140,423</u>	<u>8,232</u>
<b>Cash flows from investing activities</b>			
Purchase of tangible fixed assets		(63,873)	(16,321)
Interest received		14	35
Net cash used in investing activities		<u>(63,859)</u>	<u>(16,286)</u>
<b>Cash flows from financing activities</b>			
New loans in year		-	50,000
Loan repayments in year		(24,300)	(8,751)
Net cash (used in)/provided by financing activities		<u>(24,300)</u>	<u>41,249</u>
<b>Change in cash and cash equivalents in the reporting period</b>		<u>52,264</u>	<u>33,195</u>
<b>Cash and cash equivalents at the beginning of the reporting period</b>		<u>126,680</u>	<u>93,485</u>
<b>Cash and cash equivalents at the end of the reporting period</b>		<u><u>178,944</u></u>	<u><u>126,680</u></u>

The notes form part of these financial statements

**1. RECONCILIATION OF NET INCOME/(EXPENDITURE) TO NET CASH FLOW FROM OPERATING ACTIVITIES**

	31.3.22 £	31.3.21 £
<b>Net income/(expenditure) for the reporting period (as per the Statement of Financial Activities)</b>	93,717	(43,587)
<b>Adjustments for:</b>		
Depreciation charges	52,613	49,472
Interest received	(14)	(35)
Interest paid	1,255	1,303
(Increase)/decrease in stocks	(5,175)	9,189
(Increase)/decrease in debtors	(15,993)	33,424
Increase/(decrease) in creditors	15,275	(40,231)
<b>Net cash provided by operations</b>	<u>141,678</u>	<u>9,535</u>

**2. ANALYSIS OF CHANGES IN NET FUNDS**

	At 1.4.21 £	Cash flow £	At 31.3.22 £
<b>Net cash</b>			
Cash at bank and in hand	126,680	52,264	178,944
	<u>126,680</u>	<u>52,264</u>	<u>178,944</u>
<b>Debt</b>			
Debts falling due within 1 year	(23,825)	11,177	(12,648)
Debts falling due after 1 year	(59,770)	12,650	(47,120)
	<u>(83,595)</u>	<u>23,827</u>	<u>(59,768)</u>
<b>Total</b>	<u>43,085</u>	<u>76,091</u>	<u>119,176</u>

## 1. ACCOUNTING POLICIES

### **Basis of preparing the financial statements**

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) '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 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

### **Income**

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

### **Expenditure**

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

### **Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Short leasehold	- at varying rates on cost
Fixtures and fittings	- 10% on cost

### **Stocks**

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

### **Taxation**

The charity is exempt from corporation tax on its charitable activities.

### **Fund accounting**

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

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

### **Hire purchase and leasing commitments**

Rentals paid under operating leases are charged to the Statement of Financial Activities on a straight line basis over the period of the lease.

### **Pension costs and other post-retirement benefits**

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

**2. DONATIONS AND LEGACIES**

	31.3.22	31.3.21
	£	£
Donations	24,797	45,886
Gift aid	-	3,580
Government grants	34,822	201,903
	<u>59,619</u>	<u>251,369</u>

Grants received, included in the above, are as follows:

	31.3.22	31.3.21
	£	£
Coronavirus Job Retention Scheme	30,822	201,903
LB Hackney Omicron	4,000	-
	<u>34,822</u>	<u>201,903</u>

**3. INVESTMENT INCOME**

	31.3.22	31.3.21
	£	£
Deposit account interest	14	35
	<u>14</u>	<u>35</u>

**4. INCOME FROM CHARITABLE ACTIVITIES**

	Activity	31.3.22	31.3.21
		£	£
Film takings	Cinema	471,261	90,802
Bar & confectionary takings	Cinema	148,576	23,037
Display & screen advertising	Cinema	23,584	4,134
Hire, booking fees etc	Cinema	77,282	38,694
Other grants	Cinema	132,652	132,994
		<u>853,355</u>	<u>289,661</u>

Grants received, included in the above, are as follows:

	31.3.22	31.3.21
	£	£
Film London	-	17,794
Architechural Heritage Fund	19,500	7,500
British Film Institute	84,452	66,178
London Borough of Hackney	27,700	41,522
Bells Whiskey	1,000	-
	<u>132,652</u>	<u>132,994</u>

**5. RAISING FUNDS**

**Raising donations and legacies**

	31.3.22	31.3.21
	£	£
Film royalties	214,155	52,819
Confectionary costs	7,125	2,740
Bar costs	48,780	16,144
Mags & merchandise	2,553	10,143
	<u>272,613</u>	<u>81,846</u>

**Other trading activities**

	31.3.22	31.3.21
	£	£
Film royalties	1,200	-
	<u>1,200</u>	<u>-</u>
Aggregate amounts	<u>273,813</u>	<u>81,846</u>

**6. CHARITABLE ACTIVITIES COSTS**

	Direct Costs £	Support costs (see note 7) £	Totals £
Cinema	<u>646,277</u>	<u>15,173</u>	<u>661,450</u>

**7. SUPPORT COSTS**

	Finance £	Governance costs £	Totals £
Cinema	<u>10,373</u>	<u>4,800</u>	<u>15,173</u>

**8. NET INCOME/(EXPENDITURE)**

Net income/(expenditure) is stated after charging/(crediting):

	31.3.22	31.3.21
	£	£
Auditors' remuneration	4,800	3,805
Depreciation - owned assets	52,140	49,472
Hire of plant and machinery	22,959	4,350
Other operating leases	12,465	6,706
	<u>92,364</u>	<u>104,733</u>

**9. TRUSTEES' REMUNERATION AND BENEFITS**

There were no trustees' remuneration or other benefits for the year ended 31 March 2022 nor for the year ended 31 March 2021.

**Trustees' expenses**

There were no trustees' expenses paid for the year ended 31 March 2022 nor for the year ended 31 March 2021.

**10. STAFF COSTS**

	31.3.22	31.3.21
	£	£
Wages and salaries	378,245	346,271
Social security costs	17,817	14,402
Other pension costs	9,879	8,372
	<u>405,941</u>	<u>369,045</u>

The average monthly number of employees during the year was as follows:

	31.3.22	31.3.21
Film production staff	<u>30</u>	<u>25</u>

No employees received emoluments in excess of £60,000.

**11. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES**

	Unrestricted funds £	Restricted funds £	Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>			
Donations and legacies	251,369	-	251,369
<b>Charitable activities</b>			
Cinema	289,661	-	289,661
Investment income	35	-	35
Other income	12,712	-	12,712
<b>Total</b>	<u>553,777</u>	<u>-</u>	<u>553,777</u>
<b>EXPENDITURE ON</b>			
Raising funds	81,846	-	81,846
<b>Charitable activities</b>			
Cinema	497,153	18,365	515,518
<b>Total</b>	<u>578,999</u>	<u>18,365</u>	<u>597,364</u>
<b>NET INCOME/(EXPENDITURE)</b>	(25,222)	(18,365)	(43,587)
<b>RECONCILIATION OF FUNDS</b>			
<b>Total funds brought forward</b>	122,857	245,541	368,398

**11. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued**

	Unrestricted funds £	Restricted funds £	Total funds £
<b>TOTAL FUNDS CARRIED FORWARD</b>	97,635	227,176	324,811

**12. TANGIBLE FIXED ASSETS**

	Short leasehold £	Fixtures and fittings £	Totals £
<b>COST</b>			
At 1 April 2021	389,580	707,397	1,096,977
Additions	-	63,873	63,873
At 31 March 2022	389,580	771,270	1,160,850
<b>DEPRECIATION</b>			
At 1 April 2021	205,181	546,727	751,908
Charge for year	11,400	40,740	52,140
At 31 March 2022	216,581	587,467	804,048
<b>NET BOOK VALUE</b>			
At 31 March 2022	172,999	183,803	356,802
At 31 March 2021	184,399	160,670	345,069

**13. STOCKS**

	31.3.22	31.3.21
	£	£
Stocks	7,011	1,836

**14. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31.3.22	31.3.21
	£	£
Trade debtors	7,305	1,227
Other debtors	3,190	3,745
Accrued income	8,500	-
Prepayments	6,494	4,524
	25,489	9,496

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

	31.3.22	31.3.21
	£	£
Bank loans and overdrafts (see note 17)	10,648	21,825
Other loans (see note 17)	2,000	2,000
Trade creditors	51,693	28,864
Social security and other taxes	9,028	7,698
VAT	1,228	25,740
Other creditors	10,846	8,568
Accruals and deferred income	10,000	-
Accrued expenses	7,155	3,805
	<u>102,598</u>	<u>98,500</u>

**16. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	31.3.22	31.3.21
	£	£
Bank loans (see note 17)	33,787	44,437
Other loans (see note 17)	13,333	15,333
	<u>47,120</u>	<u>59,770</u>

**17. LOANS**

An analysis of the maturity of loans is given below:

	31.3.22	31.3.21
	£	£
Amounts falling due within one year on demand:		
Bank loans	10,648	21,825
Other loans	2,000	2,000
	<u>12,648</u>	<u>23,825</u>
Amounts falling between one and two years:		
Bank loans - 1-2 years	10,648	10,648
Other loans - 1-2 years	2,000	2,000
	<u>12,648</u>	<u>12,648</u>
Amounts falling due between two and five years:		
Bank loans - 2-5 years	23,138	31,945
Other loans - 2-5 years	6,000	6,000
	<u>29,138</u>	<u>37,945</u>
Amounts falling due in more than five years:		
Repayable by instalments:		
Bank loans more 5 yr by instal	1	1,844
Other loans more 5yrs instal	5,333	7,333
	<u>5,334</u>	<u>9,177</u>

**18. LEASING AGREEMENTS**

Minimum lease payments under non-cancellable operating leases fall due as follows:

	31.3.22	31.3.21
	£	£
Within one year	6,733	-
	<u>6,733</u>	<u>-</u>

**19. MOVEMENT IN FUNDS**

	At 1.4.21	Net movement in funds	Transfers between funds	At 31.3.22
	£	£	£	£
<b>Unrestricted funds</b>				
General fund	10,881	125,188	(19,598)	116,471
RioGeneration Fund	86,754	(13,106)	(86,754)	(13,106)
	<u>97,635</u>	<u>112,082</u>	<u>(106,352)</u>	<u>103,365</u>
<b>Restricted funds</b>				
Revaluation Reserve	184,399	(11,400)	19,598	192,597
RioGeneration Fund	42,777	(6,965)	86,754	122,566
	<u>227,176</u>	<u>(18,365)</u>	<u>106,352</u>	<u>315,163</u>
<b>TOTAL FUNDS</b>	<u>324,811</u>	<u>93,717</u>	<u>-</u>	<u>418,528</u>

Net movement in funds, included in the above are as follows:

	Incoming resources	Resources expended	Movement in funds
	£	£	£
<b>Unrestricted funds</b>			
General fund	1,028,980	(903,792)	125,188
RioGeneration Fund	-	(13,106)	(13,106)
	<u>1,028,980</u>	<u>(916,898)</u>	<u>112,082</u>
<b>Restricted funds</b>			
Revaluation Reserve	-	(11,400)	(11,400)
RioGeneration Fund	-	(6,965)	(6,965)
	<u>-</u>	<u>(18,365)</u>	<u>(18,365)</u>
<b>TOTAL FUNDS</b>	<u>1,028,980</u>	<u>(935,263)</u>	<u>93,717</u>

**19. MOVEMENT IN FUNDS - continued**

**Comparatives for movement in funds**

	At 1.4.20 £	Net movement in funds £	At 31.3.21 £
<b>Unrestricted funds</b>			
General fund	22,996	(12,115)	10,881
RioGeneration Fund	99,861	(13,107)	86,754
	<u>122,857</u>	<u>(25,222)</u>	<u>97,635</u>
<b>Restricted funds</b>			
Revaluation Reserve	195,799	(11,400)	184,399
RioGeneration Fund	49,742	(6,965)	42,777
	<u>245,541</u>	<u>(18,365)</u>	<u>227,176</u>
<b>TOTAL FUNDS</b>	<u><u>368,398</u></u>	<u><u>(43,587)</u></u>	<u><u>324,811</u></u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	553,777	(565,892)	(12,115)
RioGeneration Fund	-	(13,107)	(13,107)
	<u>553,777</u>	<u>(578,999)</u>	<u>(25,222)</u>
<b>Restricted funds</b>			
Revaluation Reserve	-	(11,400)	(11,400)
RioGeneration Fund	-	(6,965)	(6,965)
	<u>-</u>	<u>(18,365)</u>	<u>(18,365)</u>
<b>TOTAL FUNDS</b>	<u><u>553,777</u></u>	<u><u>(597,364)</u></u>	<u><u>(43,587)</u></u>

**19. MOVEMENT IN FUNDS - continued**

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.4.20 £	Net movement in funds £	Transfers between funds £	At 31.3.22 £
<b>Unrestricted funds</b>				
General fund	22,996	113,073	(19,598)	116,471
RioGeneration Fund	99,861	(26,213)	(86,754)	(13,106)
	<u>122,857</u>	<u>86,860</u>	<u>(106,352)</u>	<u>103,365</u>
<b>Restricted funds</b>				
Revaluation Reserve	195,799	(22,800)	19,598	192,597
RioGeneration Fund	49,742	(13,930)	86,754	122,566
	<u>245,541</u>	<u>(36,730)</u>	<u>106,352</u>	<u>315,163</u>
<b>TOTAL FUNDS</b>	<u>368,398</u>	<u>50,130</u>	<u>-</u>	<u>418,528</u>

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	1,582,757	(1,469,684)	113,073
RioGeneration Fund	-	(26,213)	(26,213)
	<u>1,582,757</u>	<u>(1,495,897)</u>	<u>86,860</u>
<b>Restricted funds</b>			
Revaluation Reserve	-	(22,800)	(22,800)
RioGeneration Fund	-	(13,930)	(13,930)
	<u>-</u>	<u>(36,730)</u>	<u>(36,730)</u>
<b>TOTAL FUNDS</b>	<u>1,582,757</u>	<u>(1,532,627)</u>	<u>50,130</u>

**20. RELATED PARTY DISCLOSURES**

There were no related party transactions for the year ended 31 March 2022.

Rio Centre (Dalston) Limited(The)

Detailed Statement of Financial Activities  
for the Year Ended 31 March 2022

	31.3.22 £	31.3.21 £
<b>INCOME AND ENDOWMENTS</b>		
<b>Donations and legacies</b>		
Donations	24,797	45,886
Gift aid	-	3,580
Government grants	34,822	201,903
	<hr/>	<hr/>
	59,619	251,369
<b>Investment income</b>		
Deposit account interest	14	35
<b>Charitable activities</b>		
Film takings	471,261	90,802
Bar & confectionary takings	148,576	23,037
Display & screen advertising	23,584	4,134
Hire, booking fees etc	77,282	38,694
Other grants	132,652	132,994
	<hr/>	<hr/>
	853,355	289,661
<b>Other income</b>		
Other income	28,322	43
Consultancy income	25,000	700
Insurance payout	62,670	11,969
	<hr/>	<hr/>
	115,992	12,712
<b>Total incoming resources</b>	<hr/>	<hr/>
	1,028,980	553,777
<b>EXPENDITURE</b>		
<b>Raising donations and legacies</b>		
Film royalties	214,155	52,819
Confectionary costs	7,125	2,740
Bar costs	48,780	16,144
Mags & merchandise	2,553	10,143
	<hr/>	<hr/>
	272,613	81,846
<b>Other trading activities</b>		
Film royalties	1,200	-
<b>Charitable activities</b>		
Wages	378,245	346,271
Social security	17,817	14,402
Pensions	9,879	8,372
Hire of plant and machinery	22,959	4,350
Other operating leases	12,465	6,706
Carried forward	441,365	380,101

This page does not form part of the statutory financial statements

Rio Centre (Dalston) Limited(The)

Detailed Statement of Financial Activities  
for the Year Ended 31 March 2022

	31.3.22	31.3.21
	£	£
<b>Charitable activities</b>		
Brought forward	441,365	380,101
Rates and water	5,238	4,235
Insurance	13,037	13,225
Light and heat	13,523	9,617
Telephone	5,735	5,325
Postage and stationery	2,974	5,663
Advertising	2,885	1,048
Sundries	33,209	5,104
Repairs & maintenance	48,351	22,428
Cleaning	8,463	6,177
IT software & consumables	3,449	2,183
Consulting	3,333	-
Training	2,409	-
Subscriptions	8,438	1,099
Short leasehold depreciation	11,400	11,400
Fixtures & fittings depreciation	41,213	38,072
Bank interest	1,255	1,303
	<hr/>	<hr/>
	646,277	506,980
<b>Support costs</b>		
<b>Finance</b>		
Bank charges	10,373	4,733
<b>Governance costs</b>		
Auditors' remuneration	4,800	3,805
	<hr/>	<hr/>
Total resources expended	935,263	597,364
	<hr/>	<hr/>
<b>Net income/(expenditure)</b>	93,717	(43,587)
	<hr/> <hr/>	<hr/> <hr/>

**THE RIO CENTRE (DALSTON) LIMITED**

England & Wales - Charity number 277415

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# Accounts

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REGISTERED COMPANY NUMBER: 01409066 (England and Wales)  
REGISTERED CHARITY NUMBER: 277415

**REPORT OF THE TRUSTEES AND**  
**FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021**  
**FOR**  
**THE RIO CENTRE (DALSTON) LIMITED**

Brindley Millen Ltd  
Chartered Accountants and Statutory Auditors  
167 Turners Hill  
Cheshunt  
Hertfordshire  
EN8 9BH

**THE RIO CENTRE (DALSTON) LIMITED**

**CONTENTS OF THE FINANCIAL STATEMENTS**  
**for the Year Ended 31 March 2021**

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## **THE RIO CENTRE (DALSTON) LIMITED**

### **REPORT OF THE TRUSTEES** **for the Year Ended 31 March 2021**

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 March 2021. The trustees have adopted the provisions of 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 2019).

#### **OBJECTIVES AND ACTIVITIES**

##### **Objectives and aims**

The Rio is a registered charity incorporated as a Company Limited by Guarantee. The organisation's day-to-day activities are carried out by a staff team led by Executive Director Oliver Meek and his Operations Manager Yoan Segot. The Rio does not make use of "zero hours" contracts.

The Charity's core activity is to run the Rio Cinema, an independent cinema with two screening rooms, and a unique policy of community access and local involvement. The cinema is traditionally open 364 days of the year (except during the recent pandemic years), and its wide-ranging and varied programme typically presents approximately 1300 screenings annually incorporating: main feature films, programmes for children and the elderly, special events, festivals and independent films. The Rio provides a focal point for the area and also convenient and economical access to cinema for a wide range of Londoners, regularly offering discounted tickets both to the general public and targeted at specific groups.

##### **Public benefit**

The Directors have considered the Charity Commission guidance on public benefit and consider that the activities of the charity provide public benefit within the following charitable purposes:

##### **THE ADVANCEMENT OF THE ARTS, CULTURE, HERITAGE OR SCIENCE**

The Rio promotes an appreciation of the best of world cinema for the local community in the London Borough of Hackney and neighbouring boroughs. Through participation in film festivals showcasing work from around the world, the Rio demonstrates its commitment to providing local residents with as diverse a programme of high-quality cinema as possible.

##### **THE ADVANCEMENT OF CITIZENSHIP OR COMMUNITY DEVELOPMENT**

Cinema itself is a communal experience, an accessible art form that attracts a diverse and wide range of people. The Rio provides a home to film festivals that reflect the diversity of the local population, featuring films that may otherwise go unseen in the UK. These screenings provide an opportunity to learn about one another's cultures and heritage, aiding and developing community relations. The Rio also provides an outlet for local community organisations and charities to promote their causes, both through public screenings and our education programme.

##### **THE ADVANCEMENT OF EDUCATION**

The Rio Centre's extensive programme of schools screenings provides an invaluable adjunct to the classwork of local schools and is viewed by teachers as a significant educational resource. Filmmaking and animation workshops provide children with an introduction to the principles of both art forms. Using the recently digitised archive of photographs, the Rio collaborates on educational projects with local schools and museums.

##### **THE RELIEF OF THOSE IN NEED, BY REASON OF YOUTH, AGE, ILL-HEALTH, DISABILITY, FINANCIAL HARDSHIP OR OTHER DISADVANTAGE**

The Rio is determined to make film as accessible as possible to the local community, and therefore seeks to provide low-cost access to the cinema for people on benefits and for children to facilitate the widest possible access to its services. The Rio's monthly Classic Matinee aims to reduce feelings of isolation for older people and enrich life of those in care, providing local older people with an opportunity to socialise, enjoy a film and also free tea and biscuits. A community discount is available to appropriate organisations and individuals looking to hire out the cinema for their projects.

## **THE RIO CENTRE (DALSTON) LIMITED**

### **REPORT OF THE TRUSTEES** **for the Year Ended 31 March 2021**

#### **ACHIEVEMENT AND PERFORMANCE**

##### **Building Improvements**

With the support of the Architectural Heritage Fund, we have started a feasibility study for a potential Screen 3 in unused space above Screen 1. We have also ringfenced funds to refurbish the lobby and Screen 1 bar area. We believe this will better serve our members who might otherwise go to other nearby venues for refreshments before seeing a film. The projected increase in bar spend per head will add to the long-term viability of the cinema and provide an investment for future generations.

##### **Staffing**

Transparency and communication between trustees and staff are key and a new Staffing Sub-committee has established to take on staff ideas, improve processes, review the staff handbook and arbitrate on any issues. All staff have been retained despite challenging economic conditions. Where staff have left of their own accord, recruitment has taken place to ensure enough skills are in place to operate the cinema. Staff have been consulted before responding to government easing of pandemic-related restrictions to ensure we operate at levels with which they are comfortable.

##### **Independent Cinema Community**

The success and experience of the Rio during difficult conditions have led to other independent cinemas seeking our help and advice. In two cases, this has led to 12-month service agreements signed with other cinemas where we provide services by sharing existing staff and charging a modest profit margin on our costs. This additional regular income has been a key addition to our revenue and one we believe we can grow in future for the benefit of our charitable activities.

##### **Technology**

Whilst audiences were mandated to stay at home, the Rio reached out to them by implementing and then upgrading an online streaming service called The Rio Player. We will continue this service during normal conditions as it provides an extra source of income whilst providing another way to reach and serve our members and community. The next step is to upgrade the box office system and website. We have been working with a number of providers to progress with this for implementation in the next year.

##### **Sustainability**

The engagement with our new Sustainability Sub-Committee has been very encouraging. Staff and trustees have showed great passion in making a real difference in all areas from the materials we use, the suppliers we deal with and how we generate our electricity. We believe this will lead to significant progress within the next year including powering our new lower-energy projector from solar panels.

##### **Community Outreach**

Andrew Woodyatt has taken on a new, dedicated role for community and educational work at the Rio. Andrew continues to build upon the success of The Rio Tape/Slide Archive, by working with Hackney Museum and local schools on a number of projects. Tours covering our architectural history and Jewish history have proved successful. The Rio continues to be a key venue for community and educational festivals such as Fringe! and Into Film. A number of special events involving LGBTQ+ artists and collectives have been popular during times the Rio has been open to audiences.

#### **FINANCIAL REVIEW**

##### **Financial position**

The figures to March 2021 cover an exceptional period and are not indicative of a usual year of trading. Income from member donations, grants from supporting organisations, furlough payments, and a substantial insurance pay-out have provided key sources of income this year. In addition, steps have been taken to diversify income to improve resilience. These include new sources of revenue from online streaming, book and merchandise sales, advertising, providing services to other cinemas as well as maintaining regular income from private events and hires. The income from collaborations with other cinemas is being hypothecated to raise staff salaries to the London Living Wage in stages with wage increases for all staff implemented in September. The box office from big films during the periods between lockdowns were encouraging as they show audiences are very eager to return when conditions are safe.

##### **DCMS Culture Recovery Fund**

During the multiple lockdown periods of the on-going Covid pandemic, cinemas have had to comply with a series of new restrictions often with little notice. Venues in the arts sector have had to either close or operate at significantly reduced capacity, thereby incurring losses. On 5 July 2020, the then Secretary of State for the Department for Digital, Culture, Media and Sport (DCMS) announced a £1.57 billion Culture Recovery Fund rescue package for cultural organisations to help the sector survive, and when possible, reopen. The Rio Cinema successfully applied during all three rounds of the Culture Recovery Fund providing us with enough funds to retain all staff, invest in necessary equipment upgrades and cover losses for reduced capacity and closure.

##### **Reserves policy**

The trustees deem it prudent to hold three months running costs in current assets. With the support of the DCMS Culture Recovery Fund, we are in a position of maintaining full reserves as of 15 December 2021.

## **THE RIO CENTRE (DALSTON) LIMITED**

### **REPORT OF THE TRUSTEES** **for the Year Ended 31 March 2021**

#### **STRUCTURE, GOVERNANCE AND MANAGEMENT**

##### **Governing document**

The charity is controlled by its governing document - a deed of trust - and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

The charity owns a subsidiary limited company that is used to provide services (consultancy, programming, accounting, marketing) to other independent cinemas. This allows us to support our community of fellow independent cinemas in London whilst generating additional income to subsidise the operation and improvement of the Rio Cinema.

During the financial year 2020 to 2021, the members called for and voted in a change of trustees holding governance positions to better cope with the challenges of the pandemic. Full details of this change of governance were provided in last year's trustees' report.

##### **Key management remuneration**

The charity carries out an annual pay review by the Executive Director and Executive Committee, to ensure that our pay levels are fair, competitive and an effective use of charitable funds. The Rio has an agreement with the trade union BECTU, with whom it negotiates yearly on pay, hours and holiday in respect of certain employees. The Rio aspires to become Living Wage employer.

#### **REFERENCE AND ADMINISTRATIVE DETAILS**

##### **Registered Company number**

01409066 (England and Wales)

##### **Registered Charity number**

277415

##### **Registered office**

107 Kingsland High Street  
London  
E8 2PB

##### **Trustees**

A Brooke (resigned 4.7.20)  
C Casciani (resigned 13.5.20)  
M Reinink (resigned 4.7.20)  
N Ransley (resigned 4.7.20)  
G Binette Deputy Chair (appointed 4.7.20)  
F Johnston (appointed 4.7.20)  
R S Ruprai Chair (appointed 4.7.20)  
A Clark Treasurer (appointed 4.7.20)  
A Andrews (appointed 9.8.20)  
T Andrews (appointed 9.8.20)  
C Bolam (appointed 15.4.20) (resigned 4.7.20)  
S Boavida (appointed 15.4.20) (resigned 4.7.20)  
P Broughton (appointed 13.5.20) (resigned 4.7.20)  
S Chorley (appointed 9.8.20)  
R Kirwan (appointed 9.8.20)  
S Robertson (appointed 9.8.20)

##### **Company Secretary**

P Lyons

##### **Auditors**

Brindley Millen Ltd  
Chartered Accountants and Statutory Auditors  
167 Turners Hill  
Cheshunt  
Hertfordshire  
EN8 9BH

**THE RIO CENTRE (DALSTON) LIMITED**

**REPORT OF THE TRUSTEES**  
**for the Year Ended 31 March 2021**

**REFERENCE AND ADMINISTRATIVE DETAILS**

**Solicitors**

Bristows LLP (until July 2020)  
100 Victoria Embankment  
London  
EC4Y 0DH

Dechert LLP (from July 2020)  
160 Queen Victoria Street  
London  
EC4V 4QQ

**STATEMENT OF TRUSTEES' RESPONSIBILITIES**

The trustees are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland"

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 that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures that must be 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 business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to 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.

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

**AUDITORS**

The auditors, Brindley Millen Ltd, were re-appointed at the Annual General Meeting held on Sunday 3rd November 2019.

Approved by order of the board of trustees on Jan 7, 2022 ..... and signed on its behalf by:

*Anna Clark*  
Anna Clark (Jan 7, 2022 22:26 GMT)  
.....  
A Clark - Trustee

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF  
THE RIO CENTRE (DALSTON) LIMITED**

**Opinion**

We have audited the financial statements of The Rio Centre (Dalston) Limited (the 'charitable company') for the year ended 31 March 2021 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. 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), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2021 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

**Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Conclusions relating to going concern**

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

**Other information**

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

**Opinions on other matters prescribed by the Companies Act 2006**

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Trustees has been prepared in accordance with applicable legal requirements.

**Matters on which we are required to report by exception**

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Trustees.

We have nothing to report in respect of the following matters where the Companies Act 2006 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
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF  
THE RIO CENTRE (DALSTON) LIMITED**

**Responsibilities of trustees**

As explained more fully in the Statement of Trustees' Responsibilities, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

**Our responsibilities for the audit of the financial statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Independent Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:


We obtained an understanding of the legal and regulatory frameworks that are applicable to the charity and determined that the most significant are those covered by the Statement of Recommended Practice for Charities (SORP 2019) and the Charities Act 2011. We assessed the risk of material misstatement in respect of fraud by making enquiries of management and trustees and by testing the implementation of accounting controls in place.

Based on the results of our risk assessment we designed our audit procedures to identify non-compliance with such laws and regulations identified above by making enquiries with key personnel and reviewing relevant documentation such as minutes of Trustee meetings and correspondence with regulatory bodies. We considered the risk of fraud through management override by incorporation testing of journal entries and reviewing any requirements to meet performance targets. We also considered, and tested for, the possibility of unauthorised payments to related parties.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our Report of the Independent Auditors.

**Use of our report**

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

  
[mwbrindley \(Jan 21, 2022 16:38 GMT\)](#)

Maurice Brindley BSc FCA (Senior Statutory Auditor)  
for and on behalf of Brindley Millen Ltd  
Chartered Accountants and Statutory Auditors  
167 Turners Hill  
Cheshunt  
Hertfordshire  
EN8 9BH

Date: Jan 21, 2022  
Date: .....

**THE RIO CENTRE (DALSTON) LIMITED**

**STATEMENT OF FINANCIAL ACTIVITIES**  
**(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)**  
**for the Year Ended 31 March 2021**

	Notes	Unrestricted funds £	Restricted funds £	31.3.21 Total funds £	31.3.20 Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>					
Donations and legacies	2	182,460	-	182,460	69,473
<b>Charitable activities</b>					
Cinema	4	156,667	-	156,667	897,530
Investment income	3	35	-	35	24
Other income		214,615	-	214,615	4,511
<b>Total</b>		<u>553,777</u>	<u>-</u>	<u>553,777</u>	<u>971,538</u>
<b>EXPENDITURE ON</b>					
Raising funds	5	81,846	-	81,846	343,906
<b>Charitable activities</b>					
Cinema	6	497,153	18,365	515,518	622,213
<b>Total</b>		<u>578,999</u>	<u>18,365</u>	<u>597,364</u>	<u>966,119</u>
<b>NET INCOME/(EXPENDITURE)</b>		<u>(25,222)</u>	<u>(18,365)</u>	<u>(43,587)</u>	<u>5,419</u>
<b>RECONCILIATION OF FUNDS</b>					
<b>Total funds brought forward</b>		122,857	245,541	368,398	362,979
<b>TOTAL FUNDS CARRIED FORWARD</b>		<u>97,635</u>	<u>227,176</u>	<u>324,811</u>	<u>368,398</u>

**CONTINUING OPERATIONS**

All income and expenditure has arisen from continuing activities.

**THE RIO CENTRE (DALSTON) LIMITED (REGISTERED NUMBER: 01409066)**

**BALANCE SHEET**

**31 March 2021**

	Notes	Unrestricted funds £	Restricted funds £	31.3.21 Total funds £	31.3.20 Total funds £
<b>FIXED ASSETS</b>					
Tangible assets	12	117,893	227,176	345,069	378,220
<b>CURRENT ASSETS</b>					
Stocks	13	1,835	-	1,835	11,025
Debtors	14	9,453	-	9,453	42,920
Cash at bank and in hand		126,692	-	126,692	93,485
		<u>137,980</u>	<u>-</u>	<u>137,980</u>	<u>147,430</u>
<b>CREDITORS</b>					
Amounts falling due within one year	15	(93,149)	-	(93,149)	(128,306)
		<u>44,831</u>	<u>-</u>	<u>44,831</u>	<u>19,124</u>
<b>NET CURRENT ASSETS</b>					
		<u>162,724</u>	<u>227,176</u>	<u>389,900</u>	<u>397,344</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>					
<b>CREDITORS</b>					
Amounts falling due after more than one year	16	(65,089)	-	(65,089)	(28,946)
		<u>97,635</u>	<u>227,176</u>	<u>324,811</u>	<u>368,398</u>
<b>NET ASSETS</b>					
<b>FUNDS</b>	18				
Unrestricted funds				97,635	122,857
Restricted funds				<u>227,176</u>	<u>245,541</u>
<b>TOTAL FUNDS</b>				<u>324,811</u>	<u>368,398</u>

These financial statements have been prepared in accordance with the provisions applicable to charitable companies subject to the small companies regime.

The financial statements were approved by the Board of Trustees and authorised for issue on Jan 7, 2022 and were signed on its behalf by:

Anna Clark  
Anna Clark (Jan 7, 2022 22:26 GMT)  
A Clark - Trustee

**THE RIO CENTRE (DALSTON) LIMITED**

**CASH FLOW STATEMENT**  
**for the Year Ended 31 March 2021**

	Notes	31.3.21 £	31.3.20 £
<b>Cash flows from operating activities</b>			
Cash generated from operations	1	9,549	22,115
Interest paid		(1,303)	(2,356)
Net cash provided by operating activities		<u>8,246</u>	<u>19,759</u>
<b>Cash flows from investing activities</b>			
Purchase of tangible fixed assets		(16,321)	(20,430)
Interest received		35	24
Net cash used in investing activities		<u>(16,286)</u>	<u>(20,406)</u>
<b>Cash flows from financing activities</b>			
New loans in year		50,000	20,000
Loan repayments in year		(8,753)	(17,083)
Net cash provided by financing activities		<u>41,247</u>	<u>2,917</u>
<b>Change in cash and cash equivalents in the reporting period</b>			
		33,207	2,270
<b>Cash and cash equivalents at the beginning of the reporting period</b>			
		<u>93,485</u>	<u>91,215</u>
<b>Cash and cash equivalents at the end of the reporting period</b>			
		<u><u>126,692</u></u>	<u><u>93,485</u></u>

The notes form part of these financial statements

**THE RIO CENTRE (DALSTON) LIMITED**

**NOTES TO THE CASH FLOW STATEMENT  
for the Year Ended 31 March 2021**

**1. RECONCILIATION OF NET (EXPENDITURE)/INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES**

	31.3.21 £	31.3.20 £
<b>Net (expenditure)/income for the reporting period (as per the Statement of Financial Activities)</b>	(43,587)	5,419
<b>Adjustments for:</b>		
Depreciation charges	49,471	49,468
Interest received	(35)	(24)
Interest paid	1,303	2,356
Decrease in stocks	9,190	3,633
Decrease/(increase) in debtors	33,470	(13,570)
Decrease in creditors	(40,263)	(25,167)
<b>Net cash provided by operations</b>	<u>9,549</u>	<u>22,115</u>

**2. ANALYSIS OF CHANGES IN NET FUNDS**

	At 1.4.20 £	Cash flow £	At 31.3.21 £
<b>Net cash</b>			
Cash at bank and in hand	93,485	33,207	126,692
	<u>93,485</u>	<u>33,207</u>	<u>126,692</u>
<b>Debt</b>			
Debts falling due within 1 year	(13,400)	(5,106)	(18,506)
Debts falling due after 1 year	(28,946)	(36,143)	(65,089)
	<u>(42,346)</u>	<u>(41,249)</u>	<u>(83,595)</u>
<b>Total</b>	<u>51,139</u>	<u>(8,042)</u>	<u>43,097</u>

**NOTES TO THE FINANCIAL STATEMENTS**

**for the Year Ended 31 March 2021**

**1. ACCOUNTING POLICIES**

**Basis of preparing the financial statements and assessment of going concern**

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) '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 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention, as modified by the revaluation of certain assets.

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern.

The financial statements are presented in sterling (£).

**Critical accounting judgements and key sources of estimation uncertainty**

In preparing financial statements it is necessary to make certain judgements, estimates and assumptions that affect the amounts recognised in the financial statements. The following judgements and estimates are considered by the trustees to have most significant effect on amounts recognised in the financial statements.

Useful economic life of tangible fixed assets:

The annual depreciation charge for tangible assets is sensitive to changes in the estimated useful economic lives and residual values of the assets. The useful economic lives and residual values are reassessed annually. They are amended when necessary to reflect current estimates, based on technological advancement, future investments, economic utilisation and the physical condition of the assets.

**Income**

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Income from Ticket Sales, Bar & Confectionary is recognised on the receipt of the takings. Income from other activities is recognised on the date invoices.

**Expenditure**

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

**Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Short leasehold	- at varying rates on cost
Fixtures and fittings	- 10% on cost

**Stocks**

Stock is valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items. Cost is calculated using a first in, first out method.

**Taxation**

The charity is exempt from corporation tax on its charitable activities.

**Debtors**

Trade and other debtors are recognised at the settlement amount. Prepayments are valued at the amount prepaid.

**Cash at bank and in hand**

Cash at bank and in hand includes cash, current bank accounts and deposit bank accounts with no withdrawal limitations.

**Creditors**

Creditors are recognised where then charity has a present obligation resulting from a past event that will 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 are recognised at their settlement amount.

**Fund accounting**

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**for the Year Ended 31 March 2021**

**1. ACCOUNTING POLICIES - continued**

**Fund accounting**

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

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

**Hire purchase and leasing commitments**

Rentals paid under operating leases are charged to the Statement of Financial Activities on a straight line basis over the period of the lease.

**Pension costs and other post-retirement benefits**

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

**Going concern**

The accounts have been prepared on a going concern basis.

**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 settled 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. DONATIONS AND LEGACIES**

	31.3.21	31.3.20
	£	£
Donations	30,756	11,285
Friends of Rio	13,405	32,050
Gift aid	3,580	3,441
Grants	132,994	19,064
Miscellaneous	1,725	3,633
	<u>182,460</u>	<u>69,473</u>

Grants received, included in the above, are as follows:

	31.3.21	31.3.20
	£	£
Architectural Heritage Fund	7,500	-
British Film Institute	66,178	-
Film London	17,794	8,480
London Borough of Hackney	41,522	-
The Energy Saving	-	10,584
	<u>132,994</u>	<u>19,064</u>

**3. INVESTMENT INCOME**

	31.3.21	31.3.20
	£	£
Deposit account interest	<u>35</u>	<u>24</u>

**THE RIO CENTRE (DALSTON) LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**for the Year Ended 31 March 2021**

**4. INCOME FROM CHARITABLE ACTIVITIES**

	Activity	31.3.21 £	31.3.20 £
Film ticket sales	Cinema	90,802	591,856
Bar, confectionery & misc sales	Cinema	48,783	209,875
Screen advertising	Cinema	4,134	30,108
Hire	Cinema	12,531	48,262
School screenings	Cinema	417	6,019
Expired Vouchers	Cinema	-	11,410
		<u>156,667</u>	<u>897,530</u>

**5. RAISING FUNDS**

**Other trading activities**

	31.3.21 £	31.3.20 £
Purchases	<u>81,846</u>	<u>343,906</u>

**6. CHARITABLE ACTIVITIES COSTS**

	Direct Costs £	Support costs (see note 7) £	Totals £
Cinema	<u>506,981</u>	<u>8,537</u>	<u>515,518</u>

**7. SUPPORT COSTS**

	Finance £	Governance costs £	Totals £
Cinema	<u>4,732</u>	<u>3,805</u>	<u>8,537</u>

**8. NET INCOME/(EXPENDITURE)**

Net income/(expenditure) is stated after charging/(crediting):

	31.3.21 £	31.3.20 £
Auditors' remuneration	3,805	4,566
Depreciation - owned assets	49,472	49,467
Hire of plant and machinery	<u>3,377</u>	<u>3,871</u>

**9. TRUSTEES' REMUNERATION AND BENEFITS**

There were no trustees' remuneration or other benefits for the year ended 31 March 2021 nor for the year ended 31 March 2020.

**Trustees' expenses**

There were no trustees' expenses paid for the year ended 31 March 2021 nor for the year ended 31 March 2020.

**Key management remuneration**

The trustee's consider the Key Management to consist of Executive Director, Assistant General Manager, Venue Manager, Marketing & Development Manager, Programmer, Finance Officer and Technical Manager.

During the year the Key Management received remuneration including gross pay of £140,038 and employer's NI of £12,052 (2020: £160,862 in total) as well as £2,889 in employer's pension contributions (2020: £2,855)

**THE RIO CENTRE (DALSTON) LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - continued  
for the Year Ended 31 March 2021**

**10. STAFF COSTS**

	31.3.21	31.3.20
	£	£
Wages and salaries	346,271	363,837
Social security costs	14,402	17,864
Other pension costs	8,372	8,665
	<u>369,045</u>	<u>390,366</u>

The average monthly number of employees during the year was as follows:

	31.3.21	31.3.20
All Staff	<u>25</u>	<u>27</u>

No employees received emoluments in excess of £60,000.

**11. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES**

	Unrestricted funds £	Restricted funds £	Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>			
Donations and legacies	69,473	-	69,473
<b>Charitable activities</b>			
Cinema	897,530	-	897,530
Investment income	24	-	24
Other income	4,511	-	4,511
<b>Total</b>	<u>971,538</u>	-	<u>971,538</u>
<b>EXPENDITURE ON</b>			
Raising funds	343,906	-	343,906
<b>Charitable activities</b>			
Cinema	603,849	18,364	622,213
<b>Total</b>	<u>947,755</u>	<u>18,364</u>	<u>966,119</u>
<b>NET INCOME/(EXPENDITURE)</b>	<u>23,783</u>	<u>(18,364)</u>	<u>5,419</u>
<b>RECONCILIATION OF FUNDS</b>			
<b>Total funds brought forward</b>	99,074	263,905	362,979
<b>TOTAL FUNDS CARRIED FORWARD</b>	<u>122,857</u>	<u>245,541</u>	<u>368,398</u>

**THE RIO CENTRE (DALSTON) LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**for the Year Ended 31 March 2021**

**12. TANGIBLE FIXED ASSETS**

	Short leasehold £	Fixtures and fittings £	Totals £
<b>COST</b>			
At 1 April 2020	389,580	691,076	1,080,656
Additions	-	16,321	16,321
	<u>389,580</u>	<u>707,397</u>	<u>1,096,977</u>
At 31 March 2021	<u>389,580</u>	<u>707,397</u>	<u>1,096,977</u>
<b>DEPRECIATION</b>			
At 1 April 2020	193,781	508,655	702,436
Charge for year	11,400	38,072	49,472
	<u>205,181</u>	<u>546,727</u>	<u>751,908</u>
At 31 March 2021	<u>205,181</u>	<u>546,727</u>	<u>751,908</u>
<b>NET BOOK VALUE</b>			
At 31 March 2021	<u>184,399</u>	<u>160,670</u>	<u>345,069</u>
At 31 March 2020	<u>195,799</u>	<u>182,421</u>	<u>378,220</u>

If leasehold property has not been revalued it would have been included at its historical cost of £9,000.

Leasehold property was valued at open market value on 31 March 2005 by the management committee on the basis of the annual rent due over the remaining period of the lease. On transition to FRS102 in the preparation of the financial statements the deemed cost option was applied in respect of freehold property.

The Net Book Value of the assets are subject to an Impairment Review each year and written down if impairment has occurred.

The leasehold is depreciated at the rate of the annual rent. The lease ends in 2037.

Plant & Equipment items are initially included at cost and then depreciated as stated. The carrying values are reviewed at the year end for impairment if circumstances indicate that the fully carrying value may not be recoverable.

**13. STOCKS**

	31.3.21	31.3.20
	£	£
Confectionery	1,835	11,025
	<u>1,835</u>	<u>11,025</u>

**14. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31.3.21	31.3.20
	£	£
Trade debtors	1,827	22,606
Sundry debtors	3,102	9,001
Prepayments	4,524	11,313
	<u>9,453</u>	<u>42,920</u>

**THE RIO CENTRE (DALSTON) LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**for the Year Ended 31 March 2021**

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

	31.3.21	31.3.20
	£	£
Bank loans and overdrafts (see note 17)	18,506	13,400
Trade creditors	28,864	63,992
Social security and other taxes	7,698	12,634
VAT	25,740	32,393
Other creditors	8,536	5,887
Accrued expenses	3,805	-
	<u>93,149</u>	<u>128,306</u>

**16. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	31.3.21	31.3.20
	£	£
Bank loans (see note 17)	<u>65,089</u>	<u>28,946</u>

**17. LOANS**

An analysis of the maturity of loans is given below:

	31.3.21	31.3.20
	£	£
Amounts falling due within one year on demand:		
Loans	<u>18,506</u>	<u>13,400</u>
Amounts falling between one and two years:		
Bank loans - 1-2 years	<u>18,506</u>	<u>7,857</u>
Amounts falling due between two and five years:		
Bank loans - 2-5 years	<u>21,195</u>	<u>11,756</u>
Amounts falling due in more than five years:		
Repayable by instalments:		
Bank loans more 5 yr by instal	25,388	9,333

The Charities' loans are unsecured and have principal terms as follows:

Loan of £20,000 repayable over 10 years from October 2019 at nil interest

Loan of £25,000 repayable over 5 years for 2018 with interest at 5.71% above bank rate.

Bounce Back Loan of £50,000 repayable (after a 12 month repayment holiday) over 6 years from September 2020 with interest at 2.5% p.a.

Loan of £35,000 repayable over 3 years from 2017 with interest at an average of 5.5% p.a. has now been fully repaid.

**18. MOVEMENT IN FUNDS**

	At 1.4.20	Net movement in funds	At 31.3.21
	£	£	£
<b>Unrestricted funds</b>			
General fund	22,996	(12,115)	10,881
RioGeneration	99,861	(13,107)	86,754
	<u>122,857</u>	<u>(25,222)</u>	<u>97,635</u>
<b>Restricted funds</b>			
Revaluation reserve	195,799	(11,400)	184,399
RioGeneration fund	49,742	(6,965)	42,777
	<u>245,541</u>	<u>(18,365)</u>	<u>227,176</u>
<b>TOTAL FUNDS</b>	<u>368,398</u>	<u>(43,587)</u>	<u>324,811</u>

**THE RIO CENTRE (DALSTON) LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**for the Year Ended 31 March 2021**

**18. MOVEMENT IN FUNDS - continued**

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	553,777	(565,892)	(12,115)
RioGeneration	-	(13,107)	(13,107)
	<u>553,777</u>	<u>(578,999)</u>	<u>(25,222)</u>
<b>Restricted funds</b>			
Revaluation reserve	-	(11,400)	(11,400)
RioGeneration fund	-	(6,965)	(6,965)
	<u>-</u>	<u>(18,365)</u>	<u>(18,365)</u>
<b>TOTAL FUNDS</b>	<u>553,777</u>	<u>(597,364)</u>	<u>(43,587)</u>

**Comparatives for movement in funds**

	At 1.4.19 £	Net movement in funds £	Transfers between funds £	At 31.3.20 £
<b>Unrestricted funds</b>				
General fund	(13,590)	36,887	(301)	22,996
RioGeneration	112,664	(13,104)	301	99,861
	<u>99,074</u>	<u>23,783</u>	<u>-</u>	<u>122,857</u>
<b>Restricted funds</b>				
Revaluation reserve	207,199	(11,400)	-	195,799
RioGeneration fund	56,706	(6,964)	-	49,742
	<u>263,905</u>	<u>(18,364)</u>	<u>-</u>	<u>245,541</u>
<b>TOTAL FUNDS</b>	<u>362,979</u>	<u>5,419</u>	<u>-</u>	<u>368,398</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	971,538	(934,651)	36,887
RioGeneration	-	(13,104)	(13,104)
	<u>971,538</u>	<u>(947,755)</u>	<u>23,783</u>
<b>Restricted funds</b>			
Revaluation reserve	-	(11,400)	(11,400)
RioGeneration fund	-	(6,964)	(6,964)
	<u>-</u>	<u>(18,364)</u>	<u>(18,364)</u>
<b>TOTAL FUNDS</b>	<u>971,538</u>	<u>(966,119)</u>	<u>5,419</u>

**THE RIO CENTRE (DALSTON) LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**for the Year Ended 31 March 2021**

**18. MOVEMENT IN FUNDS - continued**

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.4.19 £	Net movement in funds £	Transfers between funds £	At 31.3.21 £
<b>Unrestricted funds</b>				
General fund	(13,590)	24,772	(301)	10,881
RioGeneration	112,664	(26,211)	301	86,754
	<u>99,074</u>	<u>(1,439)</u>	<u>-</u>	<u>97,635</u>
<b>Restricted funds</b>				
Revaluation reserve	207,199	(22,800)	-	184,399
RioGeneration fund	56,706	(13,929)	-	42,777
	<u>263,905</u>	<u>(36,729)</u>	<u>-</u>	<u>227,176</u>
<b>TOTAL FUNDS</b>	<u>362,979</u>	<u>(38,168)</u>	<u>-</u>	<u>324,811</u>

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	1,525,315	(1,500,543)	24,772
RioGeneration	-	(26,211)	(26,211)
	<u>1,525,315</u>	<u>(1,526,754)</u>	<u>(1,439)</u>
<b>Restricted funds</b>			
Revaluation reserve	-	(22,800)	(22,800)
RioGeneration fund	-	(13,929)	(13,929)
	<u>-</u>	<u>(36,729)</u>	<u>(36,729)</u>
<b>TOTAL FUNDS</b>	<u>1,525,315</u>	<u>(1,563,483)</u>	<u>(38,168)</u>

RioGeneration funds represent monies raised for redevelopment and the building of the second screen.

**19. RELATED PARTY DISCLOSURES**

There were no related party transactions for the year ended 31 March 2021.

**20. GUARANTEE STATUS**

The company is limited by guarantee, which means that every member undertakes to contribute to the assets of the company in the event of a winding up, including any member up to one year after ceasing to be a member, such amounts as may be required not exceeding one pound.