

ALCHEMISER LIMITED
REPORT AND ACCOUNTS
YEAR ENDED 31ST DECEMBER 2008

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ALCHEMISER LIMITED
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YEAR ENDED 31ST DECEMBER 2008

DIRECTORS AND OTHER INFORMATION

DIRECTORS: John O'Sullivan
Cliona Doyle
Martin Gale
Geraldine O'Reilly
Gerard Cox
Adrienne Symes
Pamela Leonard
Donald Teskey
Ian Bewick

SECRETARY: Osgar O'Neill

BANKERS: Allied Irish Banks Plc.
100/101 Grafton Street
Dublin 2

Bank of Scotland
124-127 St Stephens Green
Dublin 2

AUDITORS: John Mulderrig & Company
Dodder House
2 Dodder Park Drive
Dublin 14

REGISTERED OFFICE: Distillery House
Distillery Court
537 North Circular Road
Dublin 1

SOLICITORS: Gore & Grimes
6 Cavendish Row
Parnell Square
Dublin 1

BUSINESS PREMISES: Distillery House
Distillery Court
537 North Circular Road
Dublin 1

Cope Street
Dublin 2

ALCHEMISER LIMITED
REPORT AND ACCOUNTS
YEAR ENDED 31ST DECEMBER 2008

Directors' Report

The Directors submit their Report and Audited Accounts for the year ended 31st December 2008.

1. Statement of Directors Responsibilities

Company law requires the directors to prepare financial statements for each financial year, which give a true and fair view of the state of affairs of the Company and of the profit or loss of the Company for that period. In preparing those financial statements, the directors are required to:

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

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Company and to enable them to ensure that the financial statements comply with the Companies Acts 1963 to 2009. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

2. Review of the Financial Period and Future Developments

The company is limited by guarantee and does not have a share capital. The principal activities of the Company during the year were those of providing studio facilities, training and education for working artists and acting as commission agents on the sale of fine art. Due to a capital injection from the Arts Council, which is being amortised in the accounts, plus Members fundraising, the Studio entered 2008 with a healthy cash at bank balance which took account that 2008 would be a heavy capital investment year re the new building.

3. Results for the Year and State of Affairs as at 31st December 2008.

The Income and Expenditure Account and Balance Sheet for the year ended 31st December 2008 are set out on pages 7 to 8. Deficit on Ordinary Activities before taxation for the twelve months amounted to €(95,653) compared with a deficit of €(26,529) in the previous year.

As a result of the foregoing at 31st December 2008 the accumulated fund had decreased by €95,653.

4. Important Events since the Year End

There were no significant events after the end of the year.

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5. Future Developments

No major changes are anticipated during the coming year.

6. Taxation Status

The Company has obtained charitable status and accordingly is not liable for corporation tax.

7. Directors

The Directors are as stated on page 2.

8. Auditors

The Auditors, John Mulderrig & Company, will continue in office in accordance with Section 160(2) of the Companies Act 1963.

9. Books of Account

The measures taken by the directors to ensure compliance with the Company's obligation to keep proper books of account are the use of appropriate systems and procedures and employment of appropriate persons. The books of account are kept at the company's registered office.

Approved By The Board 2nd September 2009
On Behalf of the Directors:

GERALDINE O'REILLY

DIRECTOR

JOHN O'SULLIVAN

DIRECTOR

ALCHEMISER LIMITED
REPORT AND ACCOUNTS
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Independent Auditors' Report To The Members of Alchemiser Limited

This report is made solely to the company's members, as a body, in accordance with Section 193 of the companies Act, 1990. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or presume responsibility to any one other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

We have audited the financial statements of Alchemiser Limited for the year ended 31st December 2008 on pages 7 to 13. These financial statements have been prepared under the historical cost convention and the accounting policies set out on page 9.

Respective responsibilities of directors and auditors

The directors responsibilities for preparing the Annual Report and the financial statements in accordance with applicable law and Irish Accounting Standards are set out in the Statement of Directors' Responsibilities.

Our responsibility is to audit the financial statements in accordance with the relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Acts. We also report to you whether in our opinion proper books of account have been kept by the company and whether the information given in the Directors report is consistent with the financial statements. In addition, we state whether we have obtained all the information and explanations necessary for the purposes of our audit and whether the company's balance sheet and profit and loss account are in agreement with the books of accounts and returns.

We report to the members if, in our opinion, any information specified by law regarding directors remuneration and directors' transactions is not given and, where practicable, include such information in our report.

We read the Directors report and consider the implications for our report if we become aware of any apparent misstatement within it.

Basis of opinion

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

CONTINUED

ALCHEMISER LIMITED
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YEAR ENDED 31ST DECEMBER 2008

Independent Auditors' Report To The Members of Alchemiser Limited

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error.

In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at the 31st December 2008 and of its deficit for the year then ended and have been properly prepared in accordance with the Companies Acts 1963 to 2009.

We have obtained all the information and explanations we considered necessary for the purposes of our audit. In our opinion, proper books of account have been kept by the company. The financial statements are in agreement with the books of account.

In our opinion, the information given in the directors' report on pages 3 to 4 is consistent with the financial statements.

Date: 2nd September 2009

JOHN MULDERIG & COMPANY

Chartered Certified Accountants
Registered Auditors

Dodder House
2 Dodder Park Drive
Dublin 14

ALCHEMISER LIMITED
 REPORT AND ACCOUNTS
 YEAR ENDED 31ST DECEMBER 2008

INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31ST DECEMBER 2008

	NOTES	2008 €	2007 €
Gross Income		576,585	580,035
Direct Costs		133,115	109,955
		-----	-----
		443,470	470,080
		-----	-----
Staff Costs	2	278,664	184,408
Depreciation		50,192	48,911
Other overheads		176,572	220,044
Interest payable & similar charges	4	33,695	43,246
		-----	-----
		539,123	496,609
		-----	-----
Deficit on Ordinary Activities before Taxation	3	(95,653)	(26,529)
Tax on Deficit on Ordinary Activities	5	-	-
		-----	-----
Deficit retained for Year		(95,653)	(26,529)
Balance Brought Forward		2,117,788	2,144,317
		-----	-----
Balance Carried Forward		2,022,135	2,117,788
		=====	=====

All the above figures relate to continuing operations.

STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES

The company has no recognised gains and losses other than those included in the deficit above, and therefore no separate statement of total recognised gains and losses has been presented.

NOTE OF HISTORICAL COST PROFITS OR LOSSES

There is no difference between the deficit on ordinary activities before taxation and the retained deficit for the year stated above and their historical cost equivalents.

Approved by the Board 2nd September 2009

On behalf of the Directors

GERALDINE O'REILLY

DIRECTOR

JOHN O'SULLIVAN

DIRECTOR

ALCHEMISER LIMITED
REPORT AND ACCOUNTS
YEAR ENDED 31ST DECEMBER 2008

BALANCE SHEET AS AT 31ST DECEMBER 2008

	NOTES	2008 €	2007 €
ASSETS EMPLOYED			

FIXED ASSETS			
Tangible Assets	6	4,160,833	4,200,927
Financial Assets	7	12,697	12,697
		-----	-----
		4,173,530	4,213,624

CURRENT ASSETS			
Debtors	8	10,230	3,725
Cash at bank and in hand		128,240	260,738
		-----	-----
		138,470	264,463
CREDITORS (Amounts falling due within one year)	9	(114,027)	(102,247)
		-----	-----
EXCESS CURRENT ASSETS		24,443	162,217
		-----	-----
		4,197,973	4,375,840
CREDITORS (Amounts falling due after one year)	10	(522,869)	(602,869)
		-----	-----
NET TOTAL ASSETS		3,675,104	3,772,971
		=====	=====
RESERVES:			
Accumulated Fund (Surplus)		2,022,135	2,117,788
Capital Reserve	11	1,167,172	1,167,172
Capital Grants Reserve	12	485,797	488,011
		-----	-----
		3,675,104	3,772,971
		=====	=====

The financial statements have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2007)

Approved by the Board 2nd September 2009

On behalf of the Directors

GERALDINE O'REILLY

DIRECTOR

JOHN O'SULLIVAN

DIRECTOR

ALCHEMISER LIMITED
REPORT AND ACCOUNTS
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NOTES TO THE ACCOUNTS 31ST DECEMBER 2008

1. ACCOUNTING POLICIES

The significant accounting policies adopted by the company are as follows:

(a) Basis of Preparation

The financial statements have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2007).

(b) Accounting Convention

The accounts are prepared under the historical cost convention.

(c) Depreciation and Amortisation

The cost of fixed assets including leased assets is written off by equal instalments over their expected useful lives as follows:-

Freehold Premises	2% Building Cost Per Annum
Office Equipment	15% Per Annum
Fixtures & Fittings	10% Per Annum

(d) Income

Grants Receivable

These are recognised in the accounts when they are received and recorded in the company's books.

Revenue grants are credited to the Income and Expenditure Account when received.

Capital Grants are credited to a Grant Reserve Account and are amortised to the Income and Expenditure Account at the rate of 2%/10%/20% per annum.

Other Income

Commissions on the sale of paintings and prints, subscriptions, sales of works of art and other income are recognised in the accounts of the Company when they are received and recorded in the Company's books.

The company has an agreement with visiting artists whereby it retains a portion of their production of paintings and prints in return for facilities provided. Revenue is recognised when these paintings and prints are sold.

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NOTES TO THE ACCOUNTS 31ST DECEMBER 2008

2. EMPLOYEES AND REMUNERATION

The average number of persons employed by the Company in the financial year was 8 (2007-6). These employees were engaged in sales and administration activities.

The staff costs are comprised of:-

	2008	2007
	€	€
Wages and Salaries	252,161	161,348
Social Welfare Costs	26,503	17,031
Redundancy Costs	-	6,029
	-----	-----
	278,664	184,408
	=====	=====

3. DEFICIT ON ORDINARY ACTIVITIES BEFORE TAXATION

	2008	2007
	€	€
The Deficit on ordinary Activities before taxation is stated after (crediting) charging;-		
Auditors Remuneration	3,250	3,250
	=====	=====
Depreciation	50,192	48,911
	=====	=====

4. INTEREST PAYABLE AND SIMILAR CHARGES

	2008	2007
	€	€
Bank Interest	33,695	43,246
	=====	=====

ALCHEMISER LIMITED
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NOTES TO THE ACCOUNTS 31ST DECEMBER 2008

5. TAXATION

With effect from 12th December 1991, the Company has been granted a certificate of recognition of charitable status and accordingly is not liable for corporation tax.

6. TANGIBLE FIXED ASSETS

	Fixtures, Fittings & Equipment €	Buildings €	Total €
Cost/Valuation			
At 1st January 2008	219,315	4,230,779	4,450,094
Additions during year	10,098	-	10,098
Revaluation	-	-	-
	-----	-----	-----
At 31st December 2008	229,413	4,230,779	4,460,192
	-----	-----	-----
Depreciation			
At 1st January 2008	142,565	106,602	249,167
Charge for year	12,192	38,000	50,192
Relating to disposals	-	-	-
	-----	-----	-----
At 31st December 2008	154,757	144,602	299,359
	-----	-----	-----
Net Book Amounts			
31st December 2008	74,656	4,086,177	4,160,833
	=====	=====	=====
31st December 2007	76,750	4,124,177	4,200,927
	=====	=====	=====

7. FINANCIAL ASSET

	2008 €	2007 €
Amount advanced to Arts Council to operate a Scholarship Scheme on Investment Return	12,697	12,697
	=====	=====

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NOTES TO THE ACCOUNTS 31ST DECEMBER 2008

8. DEBTORS

	2008	2007
	€	€
(Amounts falling due within one year)		
Sundry Debtors & Prepayments	10,230	3,725
	=====	=====

9. CREDITORS

	2008	2007
	€	€
(Amounts falling due within one year)		
Trade Creditors and Accruals	84,768	92,103
Other Taxation and Social Welfare	29,259	10,144
Deposit Held	-	-
	-----	-----
	114,027	102,247
	=====	=====

10. CREDITORS

	2008	2007
	€	€
(Amounts falling due after one year)		
Bank Loan	522,869	602,869
	=====	=====

This loan is secured on the company's premises at Distillery House, Distillery Court, NCR, Dublin 1.

11. CAPITAL RESERVE

	2008	2007
	€	€
Surplus on Revaluation of Freehold Premises	1,167,172	1,167,172
	=====	=====

The company's premise at Cope Street, Dublin 2 was revalued to €1,200,000 by the Directors at 31st December 2005.

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NOTES TO THE ACCOUNTS 31ST DECEMBER 2008

12. CAPITAL GRANTS RESERVE

	2008	2007
	€	€
<u>Grants Received</u>		
Opening Balance	588,839	588,839
Received in year	8,692	-
	-----	-----
Closing Balance	597,531	588,839
	-----	-----
 <u>Amortisation</u>		
Opening Balance	100,828	89,922
Amortised in year	10,906	10,906
	-----	-----
Closing Balance	111,734	100,828
	-----	-----
 Net Closing Balance	 485,797	 488,011
	=====	=====

13. CONTINGENT LIABILITY

The Arts Council advanced €500,000 to the company as grant towards the purchase of the premises at North Circular Road. Under the terms of the agreement this grant may become repayable in certain circumstances. The Arts Council holds a charge on the premises.

14. STRUCTURE

The company is limited by guarantee and does not have a share capital. It is prohibited by its' constitution from distributing surpluses to its members.

15. RELATED PARTY TRANSACTIONS

As part of its normal activities the company entered into transactions with the Directors Cliona Doyle, Nickie Hayden, Gerard Cox, Adrienne Symes and Brian Lalor during the year. These transactions were on the same basis as applied to other members. There were no other related party transactions which are required to be disclosed in the financial statements.

16. COMPARATIVE FIGURES

These relate to the year ended 31st December 2007.

17. APPROVAL OF STATUTORY ACCOUNTS

The statutory accounts were approved by the Directors in September 2009.

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Operating Statement (Studio)	16

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GALLERY OPERATING STATEMENT FOR THE YEAR

ENDED 31ST DECEMBER 2008

	2008	2007
	€	€
<u>INCOME</u>		
Sale of Prints	339,828	429,059
Sundry Sales	15,765	13,005
	-----	-----
	355,593	442,064
	-----	-----
 <u>EXPENDITURE</u>		
Artist Prints	112,988	141,290
Framing Costs	34,425	34,229
Wages and State Insurance	121,460	88,871
Rates	2,544	2,913
Insurance	2,827	2,925
Light and Heat	1,734	1,702
Cleaning	739	744
Repairs and Maintenance	3,199	3,706
Packaging	1,114	1,858
Freight and Couriers	1,418	1,587
Computer Supplies, Stationery & Postage	2,470	3,701
Advertising and Promotions	18,319	13,557
Exhibitions	17,265	18,278
Telephone	1,848	2,081
Computer Costs	2,039	-
Motor and Travel	2,320	1,266
Legal & Professional	-	-
Audit and Accountancy	9,668	8,403
Bank Charges & Interest	5,261	6,427
General Expenses	5,728	3,084
Depreciation	12,059	12,021
	-----	-----
	359,425	348,643
	-----	-----
 NET (DEFICIT)/SURPLUS FOR YEAR	 (3,832)	 93,421
	=====	=====

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STUDIO OPERATING STATEMENT FOR THE YEAR

ENDED 31ST DECEMBER 2008

	2008	2007
	€	€
<u>INCOME</u>		
Membership Income	12,970	9,250
Arts Council Grants	145,794	141,000
General Sales	91,642	135,161
Project Income	82,904	7,489
Commissions	25,645	11,206
Capital Grants Amortised	10,906	10,906
	-----	-----
	369,861	315,012
	-----	-----
 <u>EXPENDITURE</u>		
Programme/Artistic Costs	133,115	109,955
Wages and State Insurance	157,204	95,537
Rent & Rates	4,620	36,774
Insurance	2,827	3,657
Light and Heat	7,275	6,276
Cleaning	1,424	2,421
Repairs and Maintenance	7,943	63,581
Stationery and Postage	26,758	19,378
Advertising and Promotions	21,589	1,034
Telephone	2,350	2,857
Motor and Travel	4,215	870
Legal & Professional Fees	4,480	380
Audit and Accountancy	12,168	9,875
Bank Interest	33,695	43,246
Bank Charges	641	495
General Expenses	3,245	1,736
Depreciation	38,133	36,890
	-----	-----
	461,682	434,962
	-----	-----
 NET (DEFICIT) FOR YEAR	 (91,821)	 (119,950)
	=====	=====

**ALCHEMISER LIMITED
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