



Financial Statements

The summary financial statements are not the statutory accounts; the full accounts, from which this summary is derived, have been independently audited with an unqualified audit report. The full accounts are obtainable on request from the Estate Office.



Paul Haywood

Bournville Village Trust

BVT achieved a revenue surplus of £543,000 in 2005, which has again been re-invested in financing improvements to our housing stock. Like most housing associations, BVT is having to cope with pressures on major cost headings whilst working within the rent control regime imposed by the government. The key cost pressure is on maintenance costs. BVT has always put a large emphasis on the maintenance of its housing stock and we tend to spend more in this area than most other housing associations. However, maintenance costs continue to increase ahead of inflation, largely because of the government's Decent Homes Standard requiring all housing associations and local authorities to bring their properties up to the required standard by 2010. However, these pressures are not preventing BVT pursuing new and exciting opportunities. At the end of 2005, we completed the first phase of our redevelopment of the Shenley area of our estate. So far, just over £14 million has been invested in the Shenley area and no financial support has been received from local or central government. In 2006, BVT will be acquiring the first properties at Lightmoor in Telford. Further development of the village should begin later this year.

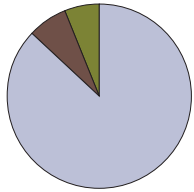
Bournville Almshouse Trust

BAT also faces the same pressures on maintenance costs. However, this has not prevented the Trust from reporting a revenue surplus of £54,000 in 2005. During 2005, all of the stonework around the Almshouses was cleaned and has resulted in a dramatic improvement to their appearance. Together with the continued improvement in the landscaping within the Quadrangle, it is safe to say that the Almshouses are looking as good as new. Discussions have begun with the Charity Commission on a potential merger of BAT with BVT. The two Trusts are managed by the same 12 Trustees and they have a lot of common history. These discussions are at a relatively early stage, but the Trustees are hopeful that a merger can be approved, which will see benefits to both Trusts.

Paul Haywood, Director of Financial Services

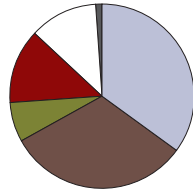
Analysis of Money In and Out

Income
Every £1 came from...



■ Rent & service charges **87p**
■ Services to third parties **7p**
■ Property sales & investments **6p**

Every £1 was spent on...



■ Property repairs & improvements **35p**
■ Services to tenants **32p**
■ Services to third parties **7p**
■ Estate maintenance **13p**
■ Interest on loans **12p**
■ Bad debts **1p**

	Bournville Village Trust (£)000	Bournville Almshouse Trust (£)000
Balance Sheet		
What we own		
Cost of Houses	80,859	1,845
Cost of Land and Other Buildings	9,314	0
Cost of Computers and Equipment	687	0
Money owed to us	3,908	27
Total Assets	94,768	1,872
How we have funded this		
Money owned by us	4,797	46
Long Term Loans	39,424	5
Endowments	605	91
Grants received to build houses	19,189	924
Revenue Surpluses	32,290	975
Total Funding	96,305	2,041
Cash Left Over	1,537	168

	Bournville Village Trust (£)000	Bournville Almshouse Trust (£)000
Income		
Housing Rents	13,196	305
Property Sales	944	0
Other Rents	1,120	0
Trading Income	1,190	0
Investment Income	39	9
Total Income	16,489	315
Expenditure		
Housing Property Maintenance	4,261	134
Housing Management	2,104	56
Care & Support Costs	2,536	0
Service Costs	294	62
Estate Maintenance	2,066	5
Interest Charges	1,870	1
Trading Expenses	1,127	0
Depreciation	815	(1)
Development Costs Written Off	26	0
Bad Debts Written Off	97	2
Cost of Shenley Properties	750	0
Total Expenditure	15,946	260
Net Revenue Surplus/(Deficit)	543	54
Capital Improvements Funded from Revenue	1,117	109
Net Surplus (Deficit)	(574)	(55)