

Registered number
OC316294

Tax Research LLP
Report and Accounts
31 March 2011



Tax Research LLP Members' Report

The members present their report and accounts for the year ended 31 March 2011

Principal activities

The LLP's principal activity during the year continued to be the undertaking of research on taxation and related economic issues. The principal activities are the publication of a blog (www.taxresearch.org.uk/blog) and specific research and advocacy projects related to taxation issues, mainly as they impact on poverty. During the year in question principle funding came from the Task Force on Financial Integrity and Economic Development, ultimately funded by the Norwegian and Spanish governments to work on advocacy for country-by-country reporting that has now resulted in draft legislation for the European Union being published. In addition, income paid as a personal grant by the Joseph Rowntree Charitable Trust to Richard Murphy, the Director of Tax Research LLP is recorded as income of the partnership for disclosure purposes within these accounts. The work in question focussed on the economics of taxation in the UK and has now resulted in the publication of a book entitled 'The Courageous State'. Smaller projects were undertaken with the TUC, PCS, a number of development NGOs and with Manchester University. These looked at issues relating to tax avoidance and evasion and tax haven activity.

The demand for the services the partnership has to offer are growing and this is a trend that is expected to continue. As a result the partnership invested in new IT during the year under review. Since the year end the range of those with whom the partnership can cooperate in undertaking research projects has been extended so that greater capacity to research issues critical to the creation of tax justice in the UK and internationally can be made available.

Designated members

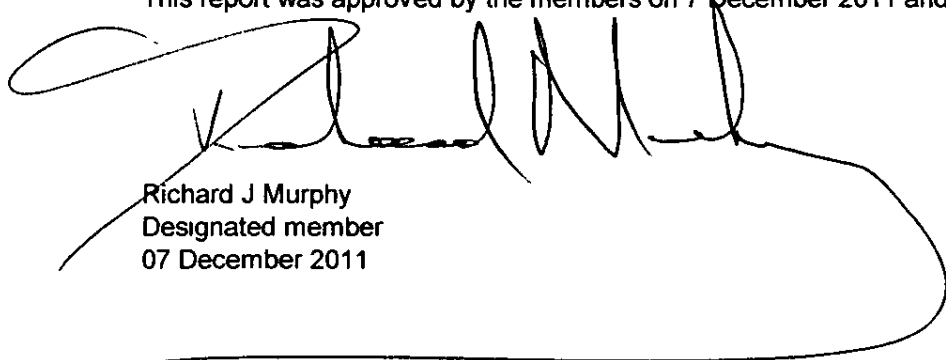
The following persons served as designated members during the year

Richard Murphy
Jacqueline Murphy

Policy with respect to members' drawings and subscription and repayment of members' capital

Members are permitted to make drawings in anticipation of profits which will be allocated to them. The amount of such drawings is assessed during the course of each financial year, taking into account the anticipated cash needs of the LLP.

This report was approved by the members on 7 December 2011 and signed on their behalf by



Richard J Murphy
Designated member
07 December 2011

Tax Research LLP
Profit and Loss Account
for the year ended 31 March 2011

	Notes	2011 £	2010 £
Turnover	2	57,046	51,662
Cost of sales		(4,037)	(4,919)
Gross profit		<u>53,009</u>	<u>46,743</u>
Administrative expenses		(8,817)	(9,321)
Operating profit	3	<u>44,192</u>	<u>37,422</u>
Interest receivable		10	13
Profit before members' remuneration and profit share		<u>44,202</u>	<u>37,435</u>
Profit for the financial year available for discretionary division among members		<u>44,202</u>	<u>37,435</u>

Tax Research LLP
Registered number: OC316294
Balance Sheet
as at 31 March 2011

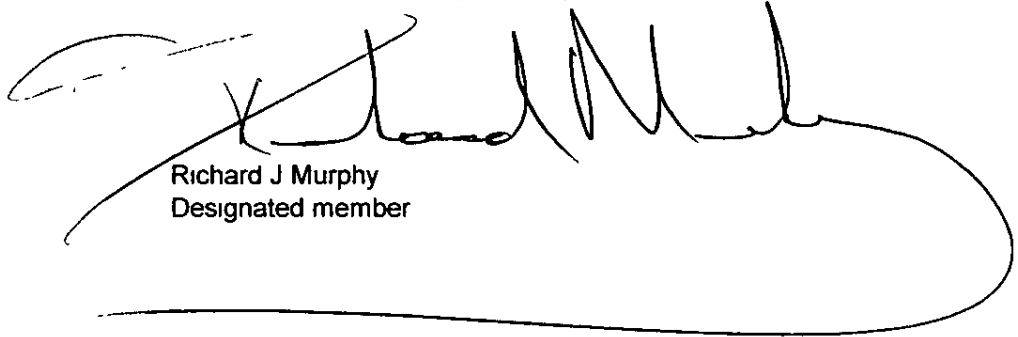
	Notes	2011 £	2010 £
Fixed assets			
Tangible assets	4	2,776	565
Current assets			
Debtors	5	2,626	16,296
Cash at bank and in hand		2,651	331
		<u>5,277</u>	<u>16,627</u>
Creditors: amounts falling due within one year	6	(13,300)	(13,564)
Net current (liabilities)/assets		<u>(8,023)</u>	<u>3,063</u>
Total assets less current liabilities		(5,247)	3,628
Net (liabilities)/assets attributable to members		<u>(5,247)</u>	<u>3,628</u>
Represented by:			
Members' interests			
Reserves	7	<u>(5,247)</u>	<u>3,628</u>

For the year ended 31 March 2011 the LLP was entitled to exemption from audit under section 477 of the Companies Act 2006, as applied by The Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008

The members acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts

The accounts have been prepared in accordance with the provisions applicable to LLPs subject to the small LLPs regime

These accounts were approved by the members on 7 December 2011 and signed on their behalf by



Richard J Murphy
Designated member

Tax Research LLP
Notes to the Accounts
for the year ended 31 March 2011

1 Accounting policies

Basis of preparation

The accounts have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008) and the Statement of Recommended Practice (SORP), "Accounting by Limited Liability Partnerships"

Turnover

Turnover represents the value of grants received from funders attributable to activities undertaken in the year and services provided to research clients as well as costs recovered in relation to research and other work undertaken. Included in turnover is £20,417 paid by the Joseph Rowntree Charitable Trust to Richard Murphy in a personal capacity but included in the income of the partnership for the sake of disclosure and to ensure that the income in question is brought within the scope of income tax which, HM Revenue & Customs have advised the Joseph Rowntree Charitable Trust, would not otherwise be due. The LLP is not registered for the purposes of VAT, most of its income falling outside the scope of that tax.

Depreciation

Depreciation has been provided at the following rates in order to write off the assets over their estimated useful lives

Plant and machinery 33 3% straight line

Stocks

Stock is valued at the lower of cost and net realisable value

Foreign currencies

Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the rate of exchange ruling at the balance sheet date. All differences are taken to the profit and loss account.

2 Turnover	2011	2010
Turnover attributable to geographical markets outside the UK	<u>51%</u>	<u>22%</u>
 3 Operating profit	 2011	 2010
	£	£
This is stated after charging		
Depreciation of owned fixed assets	<u>1,388</u>	<u>566</u>

Tax Research LLP
Notes to the Accounts
for the year ended 31 March 2011

4 Tangible fixed assets

	Plant and machinery etc £
Cost	
At 1 April 2010	3,415
Additions	4,164
Disposals	(3,415)
At 31 March 2011	<u>4,164</u>
Depreciation	
At 1 April 2010	2,850
Charge for the year	1,388
On disposals	(2,850)
At 31 March 2011	<u>1,388</u>
Net book value	
At 31 March 2011	<u>2,776</u>
At 31 March 2010	<u>565</u>

5 Debtors

	2011 £	2010 £
Trade debtors	2,311	15,956
Prepayments	315	340
	<u>2,626</u>	<u>16,296</u>

6 Creditors: amounts falling due within one year

	2011 £	2010 £
Trade creditors	-	7,939
Income in advance	13,300	5,625
	<u>13,300</u>	<u>13,564</u>

7 Total members' interests

	Member's capital £	Total £
Balance at 1 April 2010	3,628	3,628
Profit for the financial year available for discretionary division among members	<u>44,202</u>	<u>44,202</u>
Members' interests after profit for the year	47,830	47,830
Drawings	<u>(53,077)</u>	<u>(53,077)</u>
Balance at 31 March 2011	<u>(5,247)</u>	<u>(5,247)</u>

Tax Research LLP
Notes to the Accounts
for the year ended 31 March 2011

Richard Murphy was liable for the overdrawn balance at 31 March 2011

99% of profit was allocated to Richard Murphy during the course of the year and 1% to Jacqueline Murphy

8 Related party transaction

The partnership owed £nil at 31 March 2011 (2010, £4,150) to the Tax Gap Limited, a company under the control of the members in respect of services valued at arms length