

# COMPANIES HOUSE COPY

EMCCI (limited by guarantee)  
REGISTERED NUMBER 36148  
ACCOUNTS  
31 JULY 2005

**BDO**  
BDO Stoy Hayward  
Chartered Accountants



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EMCCI (limited by guarantee)

## COMPANY INFORMATION

### REGISTERED OFFICE

16 Broadway North  
Walsall  
West Midlands  
WS1 2AN

### AUDITORS

BDO Stoy Hayward LLP  
Chartered Accountants  
125 Colmore Row  
Birmingham  
B3 3SD

### BANKERS

HSBC Bank plc  
The Bridge  
Walsall  
WS1 1LN

### SOLICITORS

Oldham Rust Jobson  
Queensville House  
Stafford  
ST17 4NL

EMCCI (limited by guarantee)

## REPORT OF THE COUNCIL

The Council submits its report and accounts for the year ended 31 July 2005.

## COUNCIL'S RESPONSIBILITIES

The Council is required by UK company law to prepare financial statements for each financial period which give a true and fair view of the state of affairs of the company as at the end of the financial year and of the surplus or deficiency for that year.

In preparing those financial statements the council is 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.

## RESULTS

The surplus for the year, after taxation, amounted to £35,911 which has been added to reserves.

## REVIEW OF OPERATIONS

The principal activity of the company is that of a property holding company.

## SHARE CAPITAL

The Chamber is a company limited by guarantee and does not have a share capital.

## DIRECTORS


The members and nominated directors of the Council were:

J D Baker  
R F Crundwell (resigned 13 June 2005)  
B F Lowe  
J Murray  
J N Punch

## AUDITORS

A resolution to re-appoint BDO Stoy Hayward LLP as its auditors will be proposed at the next annual general meeting.

On behalf of the Council 21 February 2006

  
J D BAKER

Secretary

REPORT OF THE INDEPENDENT AUDITORS  
TO THE SHAREHOLDERS OF EMCCI (limited by guarantee)

We have audited the financial statements of EMCCI for the year ended 31 July 2005 on pages 5 to 10 which have been prepared under the accounting policies set out on page 7.

*Respective responsibilities of Council and auditors*

The Council's responsibilities for preparing the annual report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards are set out in the Statement of Council's Responsibilities.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

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 Act 1985. We also report to you if, in our opinion, the Council's Report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding Council's remuneration and transactions with the company is not disclosed.

We read the Council's Report and consider the implications for our report if we become aware of any apparent misstatements within it.

Our report has been prepared pursuant to the requirements of the Companies Act 1985 and for no other purpose. No person is entitled to rely on this report unless such a person is a person entitled to rely upon this report by virtue of and for the purpose of the Companies Act 1985 or has been expressly authorised to do so by our prior written consent. Save as above, we do not accept responsibility for this report to any other person or for any other purpose and we hereby expressly disclaim any and all such liability.

*Basis of audit opinion*

We conducted our audit in accordance with United Kingdom 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 Council in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

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 31 July 2005 and of its result for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

  
BDO STOY HAYWARD LLP

Chartered Accountants  
Registered Auditors

BIRMINGHAM

27 February 2006

EMCCI (limited by guarantee)

INCOME AND EXPENDITURE ACCOUNT  
Year ended 31 July 2005

	Notes	31.7.2005 £	31.7.2004 £
INCOME			
Rental income	2	64,342	58,927
Operating expenses		(20,890)	(148,551)
OPERATING SURPLUS (DEFICIT)		<u>43,452</u>	<u>(89,624)</u>
Profit on disposal of fixed assets		-	36,892
Interest receivable		-	475
Donation paid	4	-	(324,400)
SURPLUS (DEFICIT) ON ORDINARY ACTIVITIES BEFORE TAXATION	3 & 3a	<u>43,452</u>	<u>(376,657)</u>
TAXATION ON SURPLUS (DEFICIT) ON ORDINARY ACTIVITIES		(7,541)	6,733
SURPLUS (DEFICIT) ON ORDINARY ACTIVITIES AFTER TAXATION		<u>35,911</u>	<u>(369,924)</u>
RETAINED SURPLUS BROUGHT FORWARD		<u>160,432</u>	<u>530,356</u>
RETAINED SURPLUS CARRIED FORWARD		<u>196,343</u>	<u>160,432</u>

All recognised gains and losses in the current and prior year are included in the income and expenditure account.


The notes on pages 7 to 10 form part of these accounts.

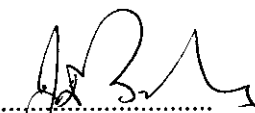
BALANCE SHEET  
31 July 2005

	Notes	£	2005 £	£	2004 £
TANGIBLE FIXED ASSETS	7		650,000		650,000
CURRENT ASSETS					
Debtors – amounts falling due within one year	8	69,468		185,963	
Cash at bank and in hand		-		1,855	
		<u>69,468</u>		<u>187,818</u>	
CREDITORS – amounts falling due within one year	9	235,624		(389,885)	
NET CURRENT (LIABILITIES)			<u>(166,156)</u>		<u>(202,067)</u>
TOTAL NET ASSETS			<u>483,844</u>		<u>447,933</u>
CAPITAL AND RESERVES					
Revaluation reserve	7 & 13		287,501		287,501
Accumulated surplus			196,343		160,432
MEMBERS' FUNDS	12		<u>483,844</u>		<u>447,933</u>

The notes on pages 7 to 10 form part of these accounts.

Approved by the Council on 21 February 2006  
and signed on their behalf by:

  
.....  
B F LOWE, Chairman

  
.....  
J D BAKER, Director

NOTES TO THE ACCOUNTS  
Year ended 31 July 2005

1. ACCOUNTING POLICIES

Basis of accounting

The accounts have been prepared under the historical cost convention as modified by the revaluation of land and buildings are in accordance with applicable accounting standards.

Investment properties

In accordance with SSAP 19 investment properties are revalued annually to open market value, and at least every five years by an external valuer. No depreciation is provided.

Pensions

The company contributes to a defined contribution pension scheme. Contributions payable are charged in the income and expenditure account in the period in which they are incurred.

Leases

Rentals payable under operating leases are charged to the income and expenditure account on the straight line basis over the lease term.

Where assets are leased to a third party but do not give rights approximating to ownership, the leases are treated as operating leases. Their annual rentals are credited to the profit and loss account on a straight line basis over the term of the lease.

Grants received

Grants of a revenue nature are credited to the income and expenditure account in the period to which they relate.

Deferred taxation

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the balance sheet date except that the recognition of deferred tax assets is limited to the extent that the company anticipates to make sufficient taxable profits in the future to absorb the reversal of the underlying timing differences.

Deferred tax balances are not discounted.

2. INCOME

Turnover arises solely within the United Kingdom and is wholly attributable to the principal activity of the company.



NOTES TO THE ACCOUNTS (Continued)  
Year ended 31 July 2005

## 3 DISCONTINUED OPERATIONS

	Continuing in 2004 £	Discontinued in 2004 £	Total in 2004 £
Income	-	-	-
Operating expenses	(83,334)	(65,217)	(148,551)
Rental income	58,927	-	58,927
Interest receivable	-	475	475
Profit on disposal of fixed assets	-	36,892	36,892
Donation paid	-	(324,400)	(324,400)
	<hr/>	<hr/>	<hr/>
(Deficit) on ordinary activities before taxation	(24,407)	(352,250)	(376,657)
	<hr/>	<hr/>	<hr/>

3a. OPERATING SURPLUS	2005 £	2004 £
This is arrived at after charging :		
Auditors' remuneration	2,350	4,400
Pension costs	-	3,043
	<hr/>	<hr/>

4. DONATION PAID  
In 2004, following the company restructure a donation of £324,400 was paid for future use to Southern Staffordshire Chamber of Commerce and Industry.

5. STAFF COSTS	2005 £	2004 £
Wages and salaries	-	26,947
Other pension costs	-	3,043
	<hr/>	<hr/>
	-	29,990
	<hr/>	<hr/>
The average number of employees, excluding directors, during the period was made up as follows	Number	Number
Training	-	1
	<hr/>	<hr/>

No Council member received any emoluments or pension benefits during the period.

NOTES TO THE ACCOUNTS (Continued)  
Year ended 31 July 2005

6.	PENSION COSTS	2005 £	2004 £
	The Chamber operated a funded defined contribution pension scheme.		
	Pension cost charged to deficit on ordinary activities	-	3,043
		<hr/>	<hr/>
7.	TANGIBLE FIXED ASSETS	Investment property £	Total £
	COST or VALUATION		
	At 31 July 2004 and at 31 July 2005	650,000	650,000
		<hr/>	<hr/>
	NET BOOK VALUE		
	At 31 July 2005	650,000	
		<hr/>	<hr/>
	At 31 July 2004	650,000	650,000
		<hr/>	<hr/>
	The company's freehold investment land and buildings at Ward Street were subject to a full valuation on 3 February 2003 by Dovebid-Bache Valuation Services, independent valuers, at market value. The amount of the valuation of £650,000 gave rise to a surplus of £287,501 which has been credited to the revaluation reserve.		
	The directors consider this valuation still reflects the market value.		
8.	DEBTORS	2005 £	2004 £
	Amounts falling due within one year		
	Trade debtors	-	17,339
	Other debtors	16,461	9,369
	Prepayments and accrued income	-	12,751
	Amount owed by P.T.P. Training Limited	53,007	146,504
		<hr/>	<hr/>
		69,468	185,963
		<hr/>	<hr/>
9.	CREDITORS – amounts falling due within one year		
	Bank overdraft	127,058	218,175
	Trade creditors	11,946	65,156
	Other loan	50,000	-
	Accruals and deferred income	37,011	39,037
	Corporation tax	7,541	-
	Amount owed to Southern Staffordshire Chamber of Commerce and Industry	2,068	67,517
		<hr/>	<hr/>
		235,624	389,885
		<hr/>	<hr/>
	HSBC Bank plc has a mortgage on the freehold property at Ward Street, Walsall as security for any bank indebtedness.		
10.	CALLED UP SHARE CAPITAL		
	The company is limited by guarantee and does not have a share capital. The members have a liability to contribute to the assets a maximum of £1 each in the event of the company being wound up.		

## NOTES TO THE ACCOUNTS (Continued)

Year ended 31 July 2005

## 11. CONTINGENT LIABILITIES

The company has assigned operating leases to P.T.P. Training Limited as follows:

	2005	2004
	£	£
Land and buildings		
Annual charge		
Expiry within one year	3,333	-
Expiry within two and five years	6,000	14,000
After five years	52,630	52,630
	<u>61,963</u>	<u>66,630</u>

A contingent liability arises should P.T.P. Training Limited default on the lease payments.

## 12. RECONCILIATION OF MOVEMENTS IN MEMBERS' FUNDS

Surplus (deficit) for the period	35,911	(369,924)
Opening members' funds	447,933	817,857
	<u>483,844</u>	<u>447,933</u>
Closing members' funds		

## 13. REVALUATION RESERVE

At 1 August 2004 and 31 July 2005	<u>287,501</u>	<u>287,501</u>
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## 14. RELATED PARTY TRANSACTIONS

The following transactions have taken place:

On 1 August 2003 the company's Performance Through People trade and certain associated assets were transferred to P.T.P. Training Limited, a related undertaking owned by Chamber Member Services, a company jointly owned by Southern Staffordshire Chamber of Commerce and Industry and the Walsall Member Trustees.

At 31 July 2005 the company was owed £53,007 (2004 - £146,504) by P.T.P. Training Limited.

During the year the Trustees of EMCCI loaned £50,000, interest free, to the company repayable on demand. This is included in creditors note 9 to the accounts.

## 15. CONTROLLING PARTY

There is no single ultimate controlling party.