

36148

**EMCCI
(limited by guarantee)**

Accounts

31 July 2008

THURSDAY



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COMPANIES HOUSE



BDO Stoy Hayward
Chartered Accountants

EMCCI (limited by guarantee)

**Accounts
for the year ended 31 July 2008**

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Registered number

36148

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

Hadens, Leicester Buildings, Bridge Street, Walsall, West Midlands, WS1 1EL

EMCCI (limited by guarantee)

Report of the Council for the year ended 31 July 2008

The Council submits its report and accounts for the year ended 31 July 2008.

Council's responsibilities

The Council are responsible for preparing the annual report and the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice.

Company law requires the Council 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 year. 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; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The Council are responsible for keeping proper accounting records which disclosed 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 Act 1985. 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.

Results

The surplus for the year, after taxation, amounted to £4,523 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 share capital.

Directors

The members and nominated directors of the Council were:

J D Baker
B F Lowe
J Murray
J N Punch

EMCCI (limited by guarantee)

Report of the Council
for the year ended 31 July 2008 (*Continued*)

Auditors

All of the current directors have taken all the steps that they ought to have taken to make themselves aware of any information needed by the company's auditors for the purposes of their audit and to establish that the auditors are aware of that information. The directors are not aware of any relevant audit information of which the auditors are unaware.

BDO Stoy Hayward LLP have expressed their willingness to continue in office and a resolution to re-appoint them will be proposed at the annual general meeting.

On behalf of the Council



JD BAKER

Secretary

Date 11 March 2009

EMCCI (limited by guarantee)

Independent auditors' report To the shareholders of EMCCI (limited by guarantee)

We have audited the financial statements of EMCCI (limited by guarantee) for the year ended 31 July 2008 which comprise the profit and loss account, the balance sheet and the related notes. These financial statements have been prepared under the accounting policies set out therein.

Respective responsibilities of Council and auditors

The Council's responsibilities for preparing the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally accepted Accounting Practice) 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 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 have been properly prepared in accordance with the Companies Act 1985 and whether the information given in the Council's report is consistent with those financial statements. We also report to you if, in our opinion, 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 the information specified by law regarding directors' remuneration and other transactions 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 International Standards on Auditing (UK and Ireland) 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 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.

EMCCI (limited by guarantee)

Independent auditors' report
To the shareholders of EMCCI (limited by guarantee) *(Continued)*

Opinion

In our opinion:

- the financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the company's affairs as at 31 July 2008 and of its profit for the year then ended;
- the financial statements have been properly prepared in accordance with the Companies Act 1985; and
- the information given in the Council's report is consistent with the financial statements.

BDO Stoy Hayward

BDO STOY HAYWARD LLP

Chartered Accountants

Registered Auditors

Birmingham

Date 12 March 2009

EMCCI (limited by guarantee)

Income and expenditure account year ended 31 July 2008

| | Note | 2008 £ | 2007 £ |
|--|------|----------------|----------------|
| Income | | | |
| Rental income | 2 | 7,638 | 51,715 |
| Operating expenses | | (1,961) | (6,946) |
| Operating surplus | 3 | <u>5,677</u> | <u>44,769</u> |
| Taxation on surplus on ordinary activities | 4 | <u>(1,154)</u> | <u>(8,653)</u> |
| Surplus on ordinary activities after taxation | | <u>4,523</u> | <u>36,116</u> |
| Retained surplus brought forward | | <u>277,469</u> | <u>241,353</u> |
| Retained surplus carried forward | | <u>281,992</u> | <u>277,469</u> |

All amounts relate to continuing activities.

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

The notes on pages 9 to 11 form part of these accounts.

EMCCI (limited by guarantee)

Balance sheet
31 July 2008

| | Note | 2008 £ | 2008 £ | 2007 £ | 2007 £ |
|--|------|-----------|-----------------|-----------|-----------------|
| Tangible fixed assets | 5 | | 650,000 | | 650,000 |
| Current assets | | | | | |
| Debtors – amounts falling due within one year | 6 | 4,135 | | 8,580 | |
| Cash and bank | | 81,443 | | 23,874 | |
| Creditors – amounts falling due within one year | 7 | | | 117,485 | |
| Net current (liabilities) | | | (80,507) | | (85,030) |
| Total net assets | | | 569,493 | | 564,970 |
| Capital and reserves | | | | | |
| Revaluation reserve | 10 | | 287,501 | | 287,501 |
| Accumulated surplus | | | 281,992 | | 277,469 |
| Members' funds | 9 | | 569,493 | | 564,970 |

Approved by the Council on 11 March 2009
and signed on their behalf by:


B F LOWE
Chairman

J D BAKER
Director

EMCCI (limited by guarantee)

Notes to the accounts
year ended 31 July 2008

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 and 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.

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.

3 Operating surplus

| | 2008 | 2007 |
|-------------------------------------|-------------------|-------------------|
| | £ | £ |
| This is arrived at after charging : | | |
| Auditors' remuneration | 1,600 | 1,500 |
| | <u> </u> | <u> </u> |

EMCCI (limited by guarantee)

Notes to the accounts
year ended 31 July 2008 (Continued)

| 4 Taxation on profit on ordinary activities | 2008 £ | 2007 £ |
|---|-----------|-----------|
| UK corporation tax | | |
| Corporation tax charge for period | 1,154 | 8,653 |
| | <hr/> | <hr/> |
| Taxation on profit on ordinary activities | 1,154 | 8,653 |
| | <hr/> | <hr/> |
| <p>The tax assessed for the year is lower than the standard rate of corporation tax in the UK. The differences are explained below:</p> | | |
| Profit on ordinary activities at the standard rate of corporation tax in the UK of 21% (2007 – 20%) | 1,154 | 8,653 |
| Effect of: | | |
| Utilisation of losses | - | - |
| | <hr/> | <hr/> |
| Current tax charge for period | 1,154 | 8,653 |
| | <hr/> | <hr/> |

| 5 Tangible fixed assets | Investment property £ |
|-------------------------------------|-----------------------------|
| Cost or valuation | |
| At 31 July 2007 and at 31 July 2008 | 650,000 |
| | <hr/> |
| Net book value | |
| At 31 July 2008 | 650,000 |
| | <hr/> |
| At 31 July 2007 | 650,000 |
| | <hr/> |

The company's freehold investment land and buildings at Ward Street were subject to a full valuation as at 31 July 2008 by Llewellyn Chartered Surveyors, 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.

| 6 Debtors | 2008 £ | 2007 £ |
|-------------------------------------|-----------|-----------|
| Amounts falling due within one year | | |
| Trade debtors | 1,500 | 2,797 |
| Other debtors | 2,635 | 5,040 |
| Prepayments | - | 743 |
| | <hr/> | <hr/> |
| | 4,135 | 8,580 |
| | <hr/> | <hr/> |

EMCCI (limited by guarantee)

Notes to the accounts
year ended 31 July 2008 (Continued)

| 7 Creditors – amounts falling due within one year | 2008 | 2007 |
|--|----------------|----------------|
| | £ | £ |
| Trade creditors | - | 5,000 |
| Other loan | 150,417 | 100,567 |
| Accruals and deferred income | 13,079 | 3,262 |
| Corporation tax | 1,154 | 8,656 |
| Amount owed to PTP Training Limited | 1,435 | - |
| | <u>166,085</u> | <u>117,485</u> |

HSBC Bank plc has a mortgage on the freehold property at Ward Street, Walsall as security for any bank indebtedness.

8 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.

| 9 Reconciliation of movements in members' funds | 2008 | 2007 |
|--|----------------|----------------|
| | £ | £ |
| Surplus for the year | 4,523 | 36,116 |
| Opening members' funds | 564,970 | 528,854 |
| | <u>569,493</u> | <u>564,970</u> |
| Closing members' funds | 569,493 | 564,970 |

| 10 Revaluation reserve | 2008 | 2007 |
|-----------------------------------|----------------|----------------|
| | £ | £ |
| At 1 August 2007 and 31 July 2008 | <u>287,501</u> | <u>287,501</u> |

11 Related party transactions

The following transactions have taken place:

In 2005 the Trustees of EMCCI loaned £50,000, interest free, to the company repayable on demand. During 2007 and 2008 the Trustees of EMCCI loaned a further £50,000, interest free, to the company repayable on demand. The balance at the year end was £150,417 (2007 – £100,567). This is included in creditors note 7 to the accounts.

12 Controlling party

There is no single ultimate controlling party.

EMCCI (limited by guarantee)

Detailed income and expenditure account year ended 31 July 2008

| | 2008 £ | 2008 £ | 2007 £ | 2007 £ |
|------------------------------------|-----------|----------------|-----------|----------------|
| Rental income | | 7,638 | | 51,715 |
| Operating expenses | | | | |
| Printing, stationery and telephone | 315 | | | |
| Audit and accountancy | 3,425 | | 3,889 | |
| Management agent costs | 3,949 | | 614 | |
| Annual return | 60 | | 60 | |
| Bank charges and interest | 38 | | 635 | |
| Rates | (1,533) | | 530 | |
| Insurance | - | | 68 | |
| Property maintenance | (2,274) | | 1,730 | |
| Other income | (9) | | - | |
| | | <u>(3,971)</u> | | <u>(7,526)</u> |
| Bank interest received | | 2,010 | | 580 |
| | | | | |
| Operating surplus for the year | | <u>5,677</u> | | <u>44,769</u> |