

Company No. 428236

**The Merchant Seamen's War Memorial Society (Incorporated)**

**Report and Financial Statements**

**Year Ended 31 March 2005**



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**The Merchant Seamen's War Memorial Society (Incorporated)**

**Annual report and financial statements for the year ended 31 March 2005**

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**Trustee's executive committee**

R Crow  
H Bygate  
T J Simco  
K W Turner  
B R Gregory  
J F Welsh  
A Santamera  
Dr A Leach  
M Carden  
Mrs J Mathison  
D Leonard  
F Ward  
G Jones  
D Tedder  
S Todd

**Registered office**

Springbok Farm Estates  
Alfold  
Cranleigh  
Surrey  
GU6 6EX

**Company number** 428236

**Charity number** 207500

**Bankers** NatWest Bank plc, PO Box 54, Stocklund Square, Cranleigh  
Surrey GU6 8RH

**Solicitors** Charles Russell, Buryfields House, Bury Fields, Guildford,  
Surrey GU2 4AZ

**Auditors** Counsell, Smithbrook Kilns, Cranleigh, Surrey GU6 8JJ

# **The Merchant Seamen's War Memorial Society (Incorporated)**

## **Report of the Trustee's for the Year Ended 31 March 2005**

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The executive committee present their report together with the audited accounts of the society for the year ended 31 March 2005. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" issued in October 2000 in preparing the annual report and financial statements of the charity.

### **Governing Document**

*The Charity was incorporated on 23 January 1947 as a company limited by guarantee and without a share capital. The governing document is the Memorandum and Articles of Association. The Memorandum and Articles of Association were updated by special resolutions passed by the members at an Extraordinary General Meeting held on 16 August 2005.*

### **Principle Activity and Business Review**

The principle activity of the society continues to be the provision of accommodation and rehabilitation for retired and infirm seafarers.

### **Results and Dividends**

The results for the year are set out in the statement of financial activities on page 5. Core income increased during the year, including an increase in the grants received gives an increase of total incoming resources of 12.8%. Overall expenditure has increased leaving net incoming resources of £110,115 (2004: £66,766).

As the society is a company limited by guarantee, it is prohibited by its Memorandum and Articles of Association from paying dividends.

### **Future Developments**

The society will continue to develop its operations in line with current activities. The executive committee will be looking to continue the renovation and improvement of the accommodation during the year.

### **Income Generation and Fund Raising**

The society has continued to rely on its investment income to supplement its main activities. In addition it has received a grant for the provision of short-term holiday accommodation for suitable beneficiaries. It has also received grants for the upgrading of certain of the existing accommodation.

The society operates a limited number of small fund raising events during the year.

### **Investment Policy**

*The society has continued with its main focus of investment being the letting of surplus properties on the estate. Apart from small amounts in quoted investment the remaining surplus funds are held on bank deposit so as to meet the societies needs from time to time.*

### **Reserves**

The society has a policy of building reserves such that sufficient funds are available when taken with the bank overdraft facility to enable continued operation for a period of six months without receipt of the normal income from beneficiaries.

### **Governance and Internal Control**

All trustees are members of the full executive committee. This is the main policymaking and monitoring committee of the Society. Selected members of the Trustees are also members of the Finance and General Purposes Committee which has more direct involvement in the financial and administration aspects of the operation.

# **The Merchant Seamen's War Memorial Society (Incorporated)**

## **Report of the trustees for the year ended 31 March 2005 (continued)**

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### **Executive Committee and their Interests**

The members of the executive committee who are all directors of the charitable company and Trustees of the charity at 31 March 2005 were R Crow, H Bygate, K W Turner, B R Gregory, J F Welsh, T J Simco, A Santamera, Dr. A Leach, M Carden, Mrs J Mathison, D Leonard, F Ward, G Jones, D Tedder and S Todd.

The society is a company limited by guarantee, does not have a share capital and is governed by its Articles of Association. Each member is entitled to one vote. In the event of winding up, each member's liability shall not exceed £10.

### **Statement of Executive Committee Responsibilities**

Company law requires the executive committee to prepare financial statements for each financial year, which give a true and fair view of the state of affairs of the society and of the surplus or deficit of the society for that period. In preparing those financial statements, the executive committee is required to:

- Select suitable accounting policies and then apply them consistently;
- Make judgements and estimates that are reasonable and prudent;
- State whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The executive committee are responsible for keeping proper accounting records, which disclose with reasonable accuracy at any time the financial position of the society and to enable them to ensure that the financial statements comply with the Companies Act 1985 and the governing document. They are also responsible for safeguarding the assets of the society and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The executive committee confirm that on a fund-by-fund basis the assets available are adequate to fulfil the charitable company's obligations.

### **Risk Assessment**

The Trustees are aware of their responsibility to assess the main risks in which the Society is involved and to take steps where appropriate to mitigate those risks. The Trustees maintain a risk register which is reviewed and updated on a regular basis. They have appointed Opus Health and Safety Ltd to provide management and training on health and safety issues.

### **Fixed Assets**

The movements in the fixed assets of the society are disclosed in note 10 to the accounts.

The society purchased tangible fixed assets costing £159,484 during the year.

**The Merchant Seamen's War Memorial Society (Incorporated)**

**Report of the Trustees for the Year Ended 31 March 2005 (continued)**

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**Auditors**

Counsells have signified their willingness to continue in office as auditors and a resolution proposing their re-appointment will be submitted to the annual general meeting.

The executive committee members propose the re-appointment of Counsells as auditors.

**By order of the Committee**

K W Turner



1 September 2005

Springbok Farm Estates

Alfold

Cranleigh

Surrey

GU6 8EX

**Independent Auditors' Report to the Members of The Merchant Seamen's War Memorial Society**

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We have audited the financial statements of The Merchant Seamen's War Memorial Society for the year ended 31 March 2005, which comprise pages 5 to 15. These financial statements have been prepared under the historical cost convention as modified by the revaluation of certain fixed assets and the accounting policies set out therein.

This report is made solely to the company's trustees, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's trustees 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 assume responsibility to anyone other than the company and the company's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

*Respective responsibilities of trustees and auditors*

As described in the Statement of Executive Committee Responsibilities, the charity's trustees, who are also the directors of The Merchant Seamen's War Memorial Society for the purposes of company law, are responsible for the preparation of financial statements in accordance with applicable law and United Kingdom Accounting Standards.

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 Trustees' Report is not consistent with the financial statements, if the charity 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 trustees' remuneration and transactions with the company is not disclosed.

We read other information contained in the Trustees' Report and consider whether it is consistent with the audited financial statements. We consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements. Our responsibilities do not extend to any other information.

*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 trustees 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 accounts 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 charitable company's affairs as at 31 March 2005 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



**Counsells**

Registered Auditors

**1 September 2005**

Smithbrook Kilns  
Cranleigh  
Surrey  
GU6 8JJ

**The Merchant Seamen's War Memorial Society (Incorporated)**

**Statement of financial activities for the year ended 31 March 2005**

	Notes	Unrestricted Funds £	Restricted Funds £	Permanent Endowment Funds £	Total 2005 £	Total 2004 £
<b>Incoming Resources</b>	2					
Charges to beneficiaries		294,779	-	-	<b>294,779</b>	251,500
Rent - investment properties		139,214	-	-	<b>139,214</b>	162,514
Investment income	3	3,034	-	414	<b>3,448</b>	1,725
Donations and contributions	4	43,345	60,000	-	<b>103,345</b>	69,782
Other income	5	70,557	-	-	<b>70,557</b>	56,459
<b>Total incoming resources</b>		<b>550,929</b>	<b>60,000</b>	<b>414</b>	<b>611,343</b>	<b>541,980</b>
<b>Resources Expended</b>						
Direct charitable expenditure	8	441,574	25,000	-	<b>466,574</b>	441,089
Fund raising expenditure		385	-	-	<b>385</b>	3,251
Management and administration	9	34,269	-	-	<b>34,269</b>	30,874
<b>Total resources expended</b>	6	<b>476,228</b>	<b>25,000</b>	<b>-</b>	<b>501,228</b>	<b>475,214</b>
<b>Net incoming resources in year</b>	17	<b>74,701</b>	<b>35,000</b>	<b>414</b>	<b>110,115</b>	<b>66,766</b>
<b>Transfer between funds</b>		<b>50,739</b>	<b>(50,000)</b>	<b>(739)</b>	<b>-</b>	<b>-</b>
<b>Net incoming resources</b>		<b>125,440</b>	<b>(15,000)</b>	<b>(325)</b>	<b>110,115</b>	<b>66,766</b>
<b>Net gain / (loss) on investment asse</b>	10	<b>580,170</b>	<b>-</b>	<b>1,029</b>	<b>581,199</b>	<b>1,862</b>
<b>Net movement in funds</b>		<b>705,610</b>	<b>(15,000)</b>	<b>704</b>	<b>691,314</b>	<b>68,628</b>
<b>Balances brought forward at 1 April 2004</b>		<b>3,473,811</b>	<b>15,000</b>	<b>50,977</b>	<b>3,539,788</b>	<b>3,471,160</b>
<b>Balances carried forward at 31 March 2005</b>		<b>4,179,421</b>	<b>-</b>	<b>51,681</b>	<b>4,231,102</b>	<b>3,539,788</b>

**Statement of Total Recognised Gains and Losses**

	2005 £	2004 £
Surplus for the year	<b>110,115</b>	66,766
Unrealised gains on investment assets	<b>581,199</b>	1,862
<b>Total gains and losses recognised since 31 March 2005</b>	<b>691,314</b>	<b>68,628</b>

All amounts relate to continuing activities.

The notes on pages 8 to 15 form part of these financial statements.

**The Merchant Seamen's War Memorial Society (Incorporated)**

**Summary Income and Expenditure Account and Note of Historical Cost Surpluses and Deficits  
for the Year Ended 31 March 2005**

**Income and Expenditure Account**

	<b>Total 2005 £</b>	<b>Total 2004 £</b>
Gross income on continuing operations	<b>1,192,542</b>	543,842
Total expenditure of continuing operations	<b>501,228</b>	475,214
	<b><u>691,314</u></b>	<b><u>68,628</u></b>

The summary income and expenditure account is derived from the statement of financial activities on page 5 which, together with the notes to the accounts on pages 8 to 15, provides full information on all the movements during the year on all the funds of the charity.

**Note of Historical Cost Surpluses and Deficits**

Reported surplus for the year	<b>691,314</b>	68,628
Differences between actual and historical cost depreciation charge	<b>2,095</b>	2,137
Surplus on revaluation of investment properties	<b>(579,074)</b>	-
	<b><u>114,335</u></b>	<b><u>70,765</u></b>

The notes on pages 8 to 15 form part of these financial statements.



**The Merchant Seamen's War Memorial Society (Incorporated)**

**Balance Sheet as at 31 March 2005**

	Note	2005 £	2004 £
<b>Fixed Assets</b>			
Tangible assets	10	4,171,439	3,462,014
Investments	11	18,476	16,352
		<u>4,189,915</u>	<u>3,478,366</u>
<b>Current Assets</b>			
Stocks	12	8,640	8,332
Debtors	13	47,159	45,233
Cash at bank and in hand		111,648	82,615
		<u>167,447</u>	<u>136,180</u>
<b>Creditors: amounts falling due within one year</b>	14	115,736	60,059
<b>Net Current Assets</b>		<u>51,711</u>	<u>76,121</u>
<b>Total Assets Less Current Liabilities</b>		<u>4,241,626</u>	<u>3,554,487</u>
<b>Creditors: amounts falling due after more than one year</b>	15	10,524	14,699
<b>Net Assets</b>		<u><u>4,231,102</u></u>	<u><u>3,539,788</u></u>
<b>Capital and Reserves</b>			
Unrestricted funds - revaluation reserve	16	102,641	104,736
Unrestricted funds	17	4,076,780	3,369,075
Restricted funds	18	-	15,000
Permanent endowment fund	19	51,681	50,977
		<u><u>4,231,102</u></u>	<u><u>3,539,788</u></u>

Approved by the executive committee on 1 September 2005

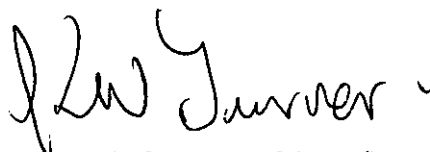
**Chairman**

R Crow



**Treasurer**

K W Turner



The notes on pages 8 to 15 form part of these financial statements.

# **The Merchant Seamen's War Memorial Society (Incorporated)**

## **Notes forming part of the Financial Statements for the Year Ended 31 March 2005**

### **1. Accounting Policies**

#### *Accounting Convention*

These accounts have been prepared under the historical cost convention, with the exception of investments which are included at market value and certain land and buildings which are included at valuation. The accounts have been prepared in accordance with the Statement of Recommended Practice (SORP), "Accounting and Reporting by Charities" published in October 2000 and applicable accounting standards.

#### *Depreciation*

Depreciation is provided on all tangible fixed assets, other than freehold land, at rates calculated to write off the cost or valuation, less estimated residual value, of each asset over its expected useful life, as follows:

Plant and machinery	25% on a reducing balance basis per annum
Motor vehicles	25% on a reducing balance basis per annum
Furniture and household equipment	25% on a reducing balance basis per annum
Freehold charitable buildings	2% on a reducing balance basis per annum

#### *Stock*

Stocks are stated at the lower of cost and net realisable value.

Net realisable value is based on estimated selling price less further costs expected to be incurred to disposal.

#### *Grants*

Grants made to finance the general activities of the society are recognised in the statement of financial activities of the period in which they are received.

#### *Leases and Hire Purchase*

Assets acquired under hire purchase contracts and finance leases are capitalised and included within fixed assets. Such assets are depreciated on a reducing balance basis over the shorter of the lease term or the asset's useful life in accordance with the society's normal depreciation policy. Liabilities under hire purchase contracts and finance leases, less interest not yet charged, are included in creditors. Interest is charged to the statement of financial activities over the term of each contract on a sum of the years' digits basis.

Rentals under operating leases are charged to the statement of financial activities on a straight-line basis over the term of the lease.

#### *Investment Properties*

Investment properties are included at valuation (note10).

#### *Other Investments*

All listed investments are stated at market value. Unlisted investments are stated at the lower of cost and net realisable value.

#### *Expenditure*

All expenditure is accounted for gross and when incurred.

Direct charitable expenditure includes the direct costs of the activities and depreciation on related assets.

#### *Incoming Resources*

All incoming resources are included in the SOFA when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy. For legacies, entitlement is the earlier of the charity being notified of an impending distribution, or the legacy being received.

# The Merchant Seamen's War Memorial Society (Incorporated)

## Notes forming part of the Financial Statements for the Year Ended 31 March 2005 (continued)

### Accounting policies (continued)

#### Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Designated funds comprise unrestricted funds that have been set aside by the Trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The cost of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements

Endowment funds represent those assets, which must be held permanently by the charity, principally investments. Income arising on the endowment funds can be used in accordance with the objects of the charity and is included as unrestricted income. Any capital gains or losses arising on the investments form part of the fund. Investment management charges and legal advice relating to the fund are charged against the fund.

Investment income and gains are allocated to the appropriate fund.

### 2 Incoming Resources

Incoming resources are attributable to one activity, that of the provision of accommodation and rehabilitation for retired and infirm seafarers. Incoming resources arose wholly within the United Kingdom.

### 3 Income from investments

	2005 £	2004 £
Listed	514	380
Unlisted	4	-
Interest receivable	2,930	1,345
	<u>3,448</u>	<u>1,725</u>

### 4 Donations and Contributions

Donations and contributions	<u>103,345</u>	<u>69,782</u>
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Included within the above are grants received from other charities of £60,000 (2004: £41,666).

### 5 Other Income

Bar sales	54,552	39,421
Other fund raising events and sundry income	16,005	17,038
	<u>70,557</u>	<u>56,459</u>

**The Merchant Seamen's War Memorial Society (Incorporated)**

**Notes forming part of the Financial Statements for the Year Ended 31 March 2005 (continued)**

<b>6 Resources Expended</b>	<b>2005 £</b>	<b>2004 £</b>
Direct and administrative expenditure includes:		
Auditors' fees and expenses	4,000	3,500
Depreciation - owned assets	28,111	27,908
Operating lease rentals - other	2,220	1,784
	<u>          </u>	<u>          </u>

**7 Staff Costs**

Wages and salaries	205,477	195,139
Social security costs	19,071	16,499
	<u>224,548</u>	<u>211,638</u>

The average weekly number of employees during the year was as follows:

Office and management	<u>13</u>	<u>13</u>
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No employee earned more than £50,000 in the year.

**8 Direct Charitable Expenditure**

Staff costs	224,548	211,638
Other costs	213,915	201,543
Depreciation	28,111	27,908
	<u>466,574</u>	<u>441,089</u>

**9 Management and Administration of the Charity**

Bank charges and interest	2,769	3,587
Audit and accountancy	5,662	3,500
Administration of society	25,838	23,787
	<u>34,269</u>	<u>30,874</u>

Notes forming part of the Financial Statements for the Year Ended 31 March 2005 (continued)

**10 Tangible Fixed Assets**

	Freehold Land and Buildings £	Plant & Motor Vehicles £	Furniture and Household Equipment £	Total £
<b>Cost or Valuation</b>				
At 1 April 2004	3,591,539	47,728	161,103	3,800,370
Additions	153,245	3,398	2,841	159,484
Disposals	-	(750)	-	(750)
Surplus on revaluation at 31 March 2005	579,074	-	-	579,074
At 31 March 2005	<b>4,323,858</b>	<b>50,376</b>	<b>163,944</b>	<b>4,538,178</b>
<b>Depreciation</b>				
At 1 April 2004	192,607	20,298	125,451	338,356
Charge for the year	11,625	7,648	9,623	28,896
Disposals	-	(513)	-	(513)
At 31 March 2005	<b>204,232</b>	<b>27,433</b>	<b>135,074</b>	<b>366,739</b>
<b>Net Book Amounts</b>				
At 31 March 2005	<b>4,119,626</b>	<b>22,943</b>	<b>28,870</b>	<b>4,171,439</b>
At 1 April 2004	3,398,932	27,430	35,652	3,462,014

Notes forming part of the Financial Statements for the Year Ended 31 March 2005 (continued)

10 Tangible Fixed Assets (continued)

	Charitable Land and Buildings £	Investment Land and Buildings £	Total £
<b>Cost or Valuation</b>			
At 1 April 2004	620,613	2,970,926	3,591,539
Additions	153,245	-	153,245
Surplus on revaluation at 31 March 2005	-	579,074	579,074
At 31 March 2005	<u>773,858</u>	<u>3,550,000</u>	<u>4,323,858</u>
<b>Depreciation</b>			
At 1 April 2004	192,607	-	192,607
Charge for the year	11,625	-	11,625
At 31 March 2005	<u>204,232</u>	<u>-</u>	<u>204,232</u>
<b>Net Book Amounts</b>			
At 31 March 2005	<u>569,626</u>	<u>3,550,000</u>	<u>4,119,626</u>
At 1 April 2004	<u>428,006</u>	<u>2,970,926</u>	<u>3,398,932</u>

The charity's investment properties were revalued at 31 March 2005 by J C Catt BSc (Hons) FRICS FAAV. The surplus on revaluation was taken to the statement of financial activities.

The charity's other land and buildings are all used for charitable purposes and were revalued in 1983.

11 Investments		2005 £	2004 £
Other investments	Listed	15,946	13,822
	Unlisted	2,530	2,530
		<u>18,476</u>	<u>16,352</u>

Investments held are within the remit of the trustees' powers.

**Notes forming part of the Financial Statements for the Year Ended 31 March 2005 (continued)**

**12 Stocks**

	2005 £	2004 £
Consumables	2,025	2,405
Bar	2,203	2,416
Sundry	4,412	3,511
	<u>8,640</u>	<u>8,332</u>

**13 Debtors**

Trade debtors	8,960	11,470
Other debtors	31,301	17,364
Prepaid expenses and accrued income	6,898	16,399
	<u>47,159</u>	<u>45,233</u>

Included in other debtors is an amount of £15,000 (2004: £15,000) which is not due within one year.

**14 Creditors: Amounts falling due within one year**

Trade creditors	71,140	15,822
Other taxes and social security	-	201
Current installments due on bank loans	3,476	3,062
Accruals	3,250	4,191
Deferred income	16,667	16,667
Other creditors	21,203	20,116
	<u>115,736</u>	<u>60,059</u>

A bank overdraft facility exists which is secured by way of a fixed charge over houses on the Springbok Estate.

Included in deferred income is a balance of £16,667 (2004: £16,667) of a grant received for the provision of short-term holiday accommodation for suitable beneficiaries in the year to November 2005.

**15 Creditors: Amounts falling due after more than one year**

Bank loans	<u>10,524</u>	<u>14,699</u>
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**Notes forming part of the Financial Statements for the Year Ended 31 March 2005 (continued)**

**15 Creditors: Amounts falling due after more than one year (continued)**

Maturity of debt:	2005 £	2004 £
In one year or less, or on demand	3,476	3,062
In more than one year but not more than two years	3,858	3,399
In more than two years but not more than five years	6,666	11,300
In more than five years	-	-
	<u>14,000</u>	<u>17,761</u>

**16 Unrestricted Funds - Revaluation Reserve**

Balance at 1 April 2004	104,736	106,873
Transfer of depreciation attributable to revalued land and buildings	(2,095)	(2,137)
Balance at 31 March 2005	<u>102,641</u>	<u>104,736</u>

The above reserve arose from the revaluation of the charity's land and buildings other than investment property (see Note 10).

**17 Unrestricted Funds**

Retained reserve at 1 April 2004	3,369,075	3,299,963
Net incoming resource for the financial year	705,610	66,975
Transfer from other funds and reserves	2,095	2,137
	<u>4,076,780</u>	<u>3,369,075</u>

**18 Restricted Funds**

Retained reserve at 1 April 2004	15,000	15,000
Net incoming resource for the financial year	(15,000)	-
	<u>-</u>	<u>15,000</u>



**Notes forming part of the Financial Statements for the Year Ended 31 March 2005 (continued)**

**19 Permanent Endowment Funds**

*The Henry Radcliffe Fund*

This endowment was set up in 1949. The funds were originally kept separate but subsequently transferred into the general funds of the Society on the maturity of the investments. Under an order issued by the Charity Commissioners dated 11 May 1999 the fund is being re-invested by annual instalments of £2,600 in separate investments. At the year end there remained a further £38,835 to be re-invested.

The incoming resources from the endowment fund are unrestricted.

**20 Analysis of Group Net Assets between Funds**

Fund balances at 31 March 2005 are represented by:

	Unrestricted Funds £	Restricted Funds £	Permanent Endowment Funds £	Total Funds £
Tangible fixed assets	4,189,439	-	-	4,189,439
Investments	5,630	-	12,846	18,476
Current assets	167,447	-	-	167,447
Current liabilities	(115,736)	-	-	(115,736)
Long term liabilities	(10,524)	-	-	(10,524)
	<b>4,236,256</b>	<b>-</b>	<b>12,846</b>	<b>4,249,102</b>

**21 Financial Commitments**

Annual commitments under non-cancellable operating leases at 31 March 2005 were as follows:

<i>Other</i>	2005 £	2004 £
Leases expiring between two and five years	<b>2,184</b>	<b>2,184</b>

**22 Trustees' Remuneration**

None of the trustees received any remuneration. Travel expenses of £907 (2004: £653) were reimbursed to 8 trustees during the year.

**23 Contingent Liabilities**

The executive committee consider there to be no contingent liabilities as at 31 March 2005 or 31 March 2004.

**24 Capital commitments**

At the year end the charity had entered into contracts for capital expenditure of £68,277.

The pages which follow do not form part of the statutory financial statements of the company

**The Merchant Seamen's War Memorial Society (Incorporated)**

**Detailed Profit and Loss Account for the Year Ended 31 March 2005**

	Page	2005 £	2004 £
<b>Turnover</b>	16	<b>553,343</b>	500,834
Cost of sales	16	<b>(57,802)</b>	(59,842)
<b>Gross Profit</b>		<b>495,541</b>	440,992
Administration and establishment expenses	17	<b>387,234</b>	370,443
Fund raising expenses		<b>385</b>	3,251
<b>Operating Profit</b>		<b>107,922</b>	67,298
Interest receivable		<b>2,930</b>	1,345
Income from fixed asset investment		<b>518</b>	380
Amounts written back to / (off) investments		<b>2,125</b>	1,862
Interest payable and similar charges	18	<b>(1,255)</b>	(2,257)
<b>Profit on Ordinary Activities</b>		<b>112,240</b>	68,628
<b>Turnover</b>			
Rent - investment properties		<b>139,214</b>	162,514
Accommodation income		<b>240,299</b>	191,859
Maintenance charge		<b>54,480</b>	59,641
Donations and grant		<b>103,345</b>	69,782
Sundry income		<b>16,005</b>	17,038
		<b>553,343</b>	500,834
<b>Cost of Sales</b>			
Opening stock		<b>2,405</b>	2,685
Food purchases		<b>40,568</b>	37,544
Depreciation motor vehicles		<b>6,014</b>	9,143
Motor expenses		<b>10,840</b>	12,875
Closing stock		<b>(2,025)</b>	(2,405)
		<b>57,802</b>	59,842

This statement excludes any restricted funds carried forward

**The Merchant Seamen's War Memorial Society (Incorporated)**

**Detailed Profit and Loss Account for the Year Ended 31 March 2005 (continued)**

	2005 £	2004 £
<b>Administrative and Establishment Expenses</b>		
<i>Administrative expenses</i>		
Staff salaries	201,791	195,139
National insurance	19,071	16,499
Training	78	123
Equipment leasing	2,220	1,784
Depreciation - equipment	10,472	11,884
Auditors remuneration	5,662	3,500
Sundries	3,707	3,929
Telephone	2,136	2,351
Subscriptions and donations	599	195
Welfare	5,526	4,797
Accountancy	5,118	5,587
Legal and professional	8,974	8,388
Postage and Stationery	4,706	1,750
Household and office maintenance	15,085	12,231
Advertising	4,305	5,516
Bank charges	1,514	1,330
Bad debts	-	-
Trustees expenses	907	653
Bar profit	(17,040)	(15,276)
	<u>274,831</u>	<u>260,380</u>
<i>Establishment expenses</i>		
Rates	4,570	4,743
Electricity	8,691	2,052
Heating	18,435	19,604
Water charges	6,654	7,235
Service charges	8,633	9,689
Insurances	21,307	21,877
Repairs and maintenance	27,741	32,581
Cleaning and consumables	4,747	5,401
Depreciation - freehold property	11,625	6,881
	<u>112,403</u>	<u>110,063</u>
	<u><u>387,234</u></u>	<u><u>370,443</u></u>

**The Merchant Seamen's War Memorial Society (Incorporated)**

**Detailed Profit and Loss Account for the Year Ended 31 March 2005 (continued)**

	2005 £	2004 £
<b>Interest payable and similar charges</b>		
Bank Interest	<u>1,255</u>	<u>2,257</u>
<b>Bar Profit</b>		
Turnover	<u>54,552</u>	<u>39,421</u>
<b>Cost of Sales</b>		
Opening stock	2,416	2,001
Purchases	37,299	24,560
Closing stock	(2,203)	(2,416)
	<u>37,512</u>	<u>24,145</u>
Gross profit	<u>17,040</u>	<u>15,276</u>