

**WEST SOMERSET STEAM RAILWAY
TRUST LIMITED**

**REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS**

FOR THE YEAR ENDED 30 SEPTEMBER 2011



**Company Registration Number 1079916
Registered Charity Number 265564**

WEST SOMERSET STEAM RAILWAY TRUST LIMITED

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FOR THE YEAR ENDED 30 SEPTEMBER 2011**

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WEST SOMERSET STEAM RAILWAY TRUST LIMITED

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 30 SEPTEMBER 2011

The trustees present their report together with the financial statements for the year ended 30 September 2011

Charity Details

The full name of the charity is West Somerset Steam Railway Trust Limited Charity number 265564
Company number 1079916

Directors and Trustees

The Trustees who served during the year are as follows

C A Austin (Chairman)
C N M van den Arend -Deceased December 2010
C W J Downck
I K Coleby
P M Treharne
J G H Jenkins
D Williams - Appointed Secretary 2 January 2011
C W Bolt - Appointed 2 January 2011

The appointment of new trustees takes place at the Annual General meeting of the trustees held each year to consider the annual report and accounts

Other information

The registered office is The Railway Station, Williton, Somerset, TA4 4RQ

Structure, Governance and Management

The charity was incorporated on 18 April 1979 as a company limited by guarantee and as a registered charity It is governed by its Memorandum and Articles of Association

Statement of Trustees' Responsibilities

Company law requires the trustees 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 period In preparing these financial statements the trustees are required to

Select suitable accounting policies and then apply them consistently

Make judgments 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

The trustees are responsible for keeping proper accounting records which disclose 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 2006 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

WEST SOMERSET STEAM RAILWAY TRUST LIMITED

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 30 SEPTEMBER 2011

Objectives and Activities

The charity is principally engaged in the activities of promotion of education by furthering interest in, and appreciation of, railway lines, equipment and buildings and construction and steam or other traction engines of historical engineering or scientific importance particularly by their preservation and display

During the year the charity maintained responsibility for the operation of a Museum at Blue Anchor in furtherance of its main objectives. The charity continued in the restoration of the sleeping car. To support the main objects of the charity a small amount of retail sales was undertaken during the year.

Results

The result for the year, shown in the Statement of Financial Activities on page 4, shows a retained surplus of £18,320. This surplus largely reflects donations to support the work of the Trust. It is significantly less than the cost of carriage restoration (£31,656) which as a capitalised cost has been charged to reserves. It is therefore recommended that the whole of the surplus of £18,320 (2010 £19,556) is added to the appropriate reserve.

The principal achievements of the charity during the year were in running the museum at Blue Anchor, in exhibiting the Trust's artefacts and archives at the Gauge Museum at Bishops Lydeard, including displaying sleeping car 9038, in progressing restoration work on coach 6705, which was brought from Crewe to Williton during the year for completion, and in carrying out protective work on a number of the other heritage coaches to limit further deterioration while funds are raised for their restoration.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

By Order of the Board

D. J. Williams.

D Williams
Secretary

Date *18th June 2012.*

WEST SOMERSET STEAM RAILWAY TRUST LIMITED

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
WEST SOMERSET STEAM RAILWAY TRUST LIMITED**

I report on the accounts of the company for the year ended 30 September 2011, which are set out on pages four to nine

Respective responsibilities of trustees and examiner

The trustees (who are also the directors of the company for the purpose of company law) are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed.

Having satisfied myself that the charity is not subject to audit under Part 16 of the Companies Act 2006 and is eligible for independent examination, it is my responsibility to

- examine the accounts under section 145 of the 2011 Act,
- to follow the procedures laid down in the General Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act,
- to state whether particular matters have come to my attention

Basis of independent examiner's report

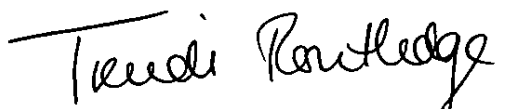
My examination was carried out in accordance with the General Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and the seeking of explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and, consequently, no opinion is given as to whether the accounts present a "true and fair view" and the report is limited to those matters set out in the statement below.

Independent examiner's statement

In connection with my examination, no matter has come to my attention

- which gives me reasonable cause to believe that, in any material respect, the requirements (a) to keep accounting records in accordance with section 386 of the Companies Act 2006, and (b) to prepare accounts which accord with the accounting records, comply with the accounting requirements of the Companies Act 2006 and with the methods and principles of the Statement of Recommended Practice: Accounting and Reporting by Charities (revised 2005) have not been met or
- to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached

Trudi Routledge FCA
BJ Dixon Walsh Ltd
Chartered Accountants
Rumwell Hall
Rumwell
Taunton
Somerset TA4 1EL



Date 28/6/12.

WEST SOMERSET STEAM RAILWAY TRUST LIMITED

BALANCE SHEET FOR THE YEAR ENDED 30 SEPTEMBER 2011

	Note	2011 £	2010 £
FIXED ASSETS			
Tangible Assets	4	226,960	195,304
Investments	5	5,750	5,750
CURRENT ASSETS			
Stock	6	293	418
Debtors	7	500	500
Cash at Bank		46,228	61,355
		<hr/>	<hr/>
		47,021	62,273
CREDITORS			
Amount Falling Due Within One Year	8	3,480	3,396
		<hr/>	<hr/>
NET CURRENT ASSETS		43,541	58,877
		<hr/>	<hr/>
		276,251	259,931
CREDITORS			
Amount Falling Due After One Year	9	3,269	5,269
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>£272,982</u>	<u>£254,662</u>
REPRESENTED BY:-			
CAPITAL AND RESERVES			
Unrestricted Funds		163,189	149,834
Restricted Funds		109,793	104,828
Reserve Fund	11	<u>£272,982</u>	<u>£254,662</u>

The company is entitled to exemption from audit under section 477 of the Companies Act 2006 for the year ended 30 September 2011

The members have not required the company to obtain an audit of its financial statements for the year ended 30 September 2011 in accordance with Section 476 of the Companies Act 2006

The trustees acknowledge their responsibility for

- ensuring that the company keeps accounting records which comply with sections 386 and 387 of Companies Act 2006 and
- preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirement of sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company

The notes form part of these financial statements

WEST SOMERSET STEAM RAILWAY TRUST LIMITED

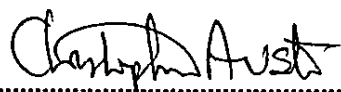
**BALANCE SHEET
FOR THE YEAR ENDED 30 SEPTEMBER 2011**

These accounts have been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small companies

ON BEHALF OF THE BOARD:



C W J DOWRICK



C A AUSTIN

TRUSTEES

Approved by the Board on: 18 June 2012

WEST SOMERSET STEAM RAILWAY TRUST LIMITED

**CASH FLOW STATEMENT
FOR THE YEAR ENDED 30 SEPTEMBER 2011**

	Notes	2011 £	2010 £
Net cash inflow from operating activities	1	18,529	20,604
Capital expenditure	2	(31,656)	(60,695)
Financing	2	(2,000)	(2,000)
(Decrease) in cash in period		<u>(15,127)</u>	<u>(42,091)</u>

Notes to the Cash Flow Statement

1 RECONCILIATION OF NET INCOME TO NET CASH INFLOW FROM OPERATING ACTIVITIES

	2011 £	2010 £
Net income	18,320	19,556
Decrease in stocks	125	26
Decrease in debtors	-	1,000
Increase in creditors	84	22
Net cash inflow from operating activities	<u>18,529</u>	<u>20,604</u>

2 ANALYSIS OF CASH FLOWS FOR HEADINGS NETTED IN THE CASH FLOW STATEMENT

	2011 £	2010 £
Capital expenditure	£	£
Expenditure on restoration of assets	(31,656)	(60,695)
Net cash outflow for capital expenditure	<u>(31,656)</u>	<u>(60,695)</u>
Financing	£	£
Repayments of loans	(2,000)	(2,000)
Net cash outflow for capital expenditure	<u>(2,000)</u>	<u>(2,000)</u>

3 ANALYSIS OF CHANGES IN NET FUNDS

	At 1 10 10 £	Cash flow £	At 30.9 11 £
Net cash			
Cash at bank	61,355	(15,127)	46,228
	<u>61,355</u>	<u>(15,127)</u>	<u>46,228</u>

WEST SOMERSET STEAM RAILWAY TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2011

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention, and in accordance with applicable United Kingdom accounting standards, the Statement of Recommended Practice "Accounting and Reporting by Charities" issued in March 2005 (SORP 200), the Financial Reporting Standard for Smaller Entities (effective April 2008) and the Companies Act 2006

Income resources

All incoming resources are recognised once the charity has entitlement to the resources, it is certain that the resources will be received and the monetary value of incoming resources can be measured with sufficient reliability

Resources expended

Liabilities are recognised as resources expended as soon as there is a legal or constructive obligation committing the charity to the expenditure. All expenditure is accounted for on the accruals basis and has been classified under headings that aggregate all costs related to that category. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of costs

Depreciation

All expenditure on the carriages' restoration is capitalised

Depreciation is not provided on assets under restoration because in the opinion of the trustees the difference between net realisable value and revalued amount at the end of their estimated useful economic life is likely to be negligible

Stocks

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

Investments

Investments are stated at cost less provision for permanent diminution in value

Fund accounting

The unrestricted general funds represent the accumulation of the charity's income and expenditure that has not been earmarked for specific projects and is not considered by trustees to be for restricted purpose. To the extent that the fund is represented by readily realisable assets it provides a means of financing the day-to-day operations

Restricted funds represent the funds received by the charity for particular purpose as directed by the donors

2. TRUSTEES AND OTHER EMPLOYEES

No remuneration or expenses have been paid to or for the trustees or any persons connected with them in the year ended 30 September 2011

The company has no employees

WEST SOMERSET STEAM RAILWAY TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2011 (Continued)

3. TAXATION

No liability to corporation tax arose in the year due to the company's charitable status

4. TANGIBLE FIXED ASSETS - COACHES

Cost	£
As at 1 October 2010	195,304
Additions	31,656
As at 30 September 2011	<u>226,960</u>
Depreciation	
As at 1 October 2010	-
As at 30 September 2011	<u>-</u>
Net Book Value	
As at 30 September 2011	<u>226,960</u>
As at 30 September 2010	<u>195,304</u>

5. INVESTMENTS

Cost	£
As at 1 October 2010	118,250
As at 30 September 2011	<u>118,250</u>
Impairment Provision	
As at 1 October 2010	112,500
As at 30 September 2011	<u>112,500</u>
Net Book Value	
As at 30 September 2011	<u>5,750</u>
As at 30 September 2010	<u>5,750</u>

The Cost of Investments consists of -

Festiniog Railway Company £250 4% Debenture Stock 2007/2012

Four One Six O Limited £5,500 £1 ordinary shares

West Somerset Railway plc 1,463,317 (2010 1,451,317) 10p ordinary shares

(i) Impairment Provision

The shareholding in West Somerset Railway Plc has been acquired over a number of years and consists both of shares subscribed for and shares acquired by bequest and donation

The trustees have re-considered the carrying value of the investment and concluded that the Articles of WSR Plc are such that the investment is of negligible material value and therefore full provision has been made

Whilst WSR Plc and WSSRT Ltd are separate legal entities and each conducts its own activities, the nature of these activities is such that the two entities maintain co- operation The trustees consider that continued investment in WSR Plc is of direct benefit to WSSRT Ltd in pursuing its charitable objectives

WEST SOMERSET STEAM RAILWAY TRUST LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2011 (continued)

	2011	2010
6. STOCK		
Goods for Resale	<u>£293</u>	<u>£418</u>
7. DEBTORS		
Accrued Income	<u>£500</u>	<u>£500</u>
8. CREDITORS: Amounts Falling Due Within One Year:		
Other Creditors	<u>£3,480</u>	<u>£3,396</u>
9. CREDITORS: Amounts Falling Due After One Year:		
Loans	<u>£3,269</u>	<u>£5,269</u>

10. COMPANY LIMITED BY GUARANTEE

The company is limited by guarantee and does not have a Share Capital. In the event of the company being wound up, each member, or person who has ceased to be a member within twelve months of winding up, undertakes to contribute the sum of £1 to the winding up, if the company is insolvent.

11. RESERVE FUND

	Total Fixed Assets	Net Current Assets	Creditors	Total
UNRESTRICTED FUNDS				
General Fund	5,910	6,787	(3,480)	9,217
Other Coaches Restoration Fund	30,658	1,214	-	31,872
Coach 6705 Reserve Fund	120,956	4,413	(3,269)	122,100
	<u>157,524</u>	<u>12,414</u>	<u>(6,749)</u>	<u>163,189</u>
RESTRICTED FUNDS				
Coach 3639 Restoration Fund	3,446	8,587	-	12,033
Museum Fund	-	21,456	-	21,456
Coach 9038 Restoration Fund	70,931	4,442	-	75,373
Horse Box Restoration Fund	809	122	-	931
	<u>75,186</u>	<u>34,607</u>	<u>-</u>	<u>109,793</u>
	<u>232,710</u>	<u>47,021</u>	<u>(6,749)</u>	<u>272,982</u>