

Registered Charity Number  
273085

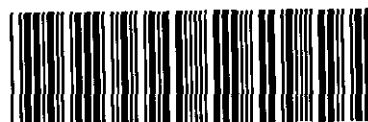
Registered Company Number  
1296593

The Surrey And Hampshire Canal Society Limited

Report and Accounts

31 December 2005

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# **The Surrey And Hampshire Canal Society Limited**

## **The report of the trustees for the year ended 31 December 2005**

### **Introduction**

The directors, as trustees, present their annual report and accounts for the year ended 31 December 2005. They are satisfied with the performance of the company during the year and consider that the company is in a strong position to continue and further its activities during the coming year, and that the company's assets are adequate to enable it to fulfil its obligations.

### **Name, registered office and constitution of the charity**

The full name of the company is The Surrey and Hampshire Canal Society Limited. Its registration details are:-

The legal registration details are :-

<i>Date of incorporation</i>	1st February 1977
<i>Company Registration Number</i>	1296593
<i>The Registered Office is</i>	63 Avondale, Ash Vale, Surrey. GU12 5NE
<i>Charity Registration Number</i>	273085
<i>The telephone number is</i>	01252 517622

### **Summary of main activities of the charity in relation to its objects**

The objectives of the company are the support and promotion of the Basingstoke Canal as a navigable waterway and multi-function amenity for the benefit of the community as a whole.

### **Achievements and Performance of the Charity**

#### ***A review of charitable activities undertaken by the charity***

In pursuance of the objectives set out above, the company has

- (a) continued to raise and provide finance and organise volunteer working parties for engineering projects principally, in the year under review, the backpumping scheme at St John's locks which has been completed since the year-end
- (b) organised working parties engaged in general maintenance work
- (c) continued with some success to lobby at local government level for the continuation and improvement of funding for the operation and maintenance of the canal
- (d) participated in a strategic review in conjunction with the canal's owners, Surrey and Hampshire County Councils, to determine the optimum future basis for its funding and operation
- (e) organised events, both social and boating, particularly the Easter rally at Bridge Barn, Woking
- (f) monitored applications for development within the area of the canal and raised objections where it was considered that the canal would be prejudiced
- (g) attempted to raise awareness of the canal where possible, for example by negotiating with local museums to provide appropriate displays on the part played by the canal in the social history of the area, by ensuring that the canal is given adequate consideration in planned changes to its urban setting, and by encouraging local authorities to give adequate attention to historic structures remaining from the disused section of the canal
- (h) sought opportunities for improving the water supply to the canal.

## **The Surrey And Hampshire Canal Society Limited**

### **The report of the trustees for the year ended 31 December 2005**

#### ***Fundraising activities***

At various times during the year, public fundraising has taken place as the needs arise. These actions are primarily for the aid of the various 'back pumping' schemes.

#### ***Factors relevant to the achievement of the charity's objectives***

The charity is wholly dependant on donations, subscriptions and grants received.

#### ***Trustee Costs***

No amounts were expended on trustee indemnity insurance and no material amounts were expended on, or reimbursed, to trustees for expenses of any sort.

### **Structure, Governance and Management**

#### ***Nature of the Governing Document and constitution of the charity***

The Charity is governed by the memorandum and articles of association established under the Companies Act. The Charity is constituted as a company with a board of directors who are also trustees of the charity. The directors, acting as a body, are responsible for all policy and strategic decisions.

#### ***The methods adopted for the recruitment and appointment of new trustees***

The trustees are all volunteers and have not been specifically recruited.

#### ***The policies and procedures adopted for the induction and training of trustees.***

None, but currently under review.

#### ***Membership of a wider network***

The charity is a member, for example, of the Inland Waterways Association but operates independantly.

#### ***Relationships between the charity and related parties, including its subsidiaries***

The charity owns a wholly owned subsidiary, Surrey and Hampshire Canal Cruises Ltd and receives 100% of the annual profits under Deed of Covenant.

#### ***The major risks to which the charity is exposed and reviews and systems to mitigate risks***

The charity considers that it is exposed to certain risks, including in connection with the activities of its working parties and the staging of public events. However, appropriate insurance and procedures have been arranged to cover those risks.

## **The Surrey And Hampshire Canal Society Limited**

**The report of the trustees for the year ended 31 December 2005**

### ***Relationships with other groups, charities and individuals***

None. See above.

## **Financial Review**

### ***Policies on reserves***

The policy on reserves is to expend funds where possible on the main charitable objects and not accumulate them, save as is necessary for year to year operation.

### ***Availability and adequacy of assets of each of the funds***

The board of trustees is satisfied that the charity's assets in each fund are available and adequate to fulfil its obligations in respect of each fund.

### ***Transactions and Financial position***

The financial statements are set out on pages 9 to 22. The financial statements have been prepared implementing the 2005 Revision of the Statement of Recommended Practice for Accounting and Reporting by Charities issued by the Charity Commission for England and Wales (effective April 2005) and in accordance with the Financial Reporting Standard for Smaller Entities ( effective January 2005). As stated in the introduction to this report, the trustees consider the financial performance by the charity during the year to have been satisfactory.

The Statement of Financial Activities show net incoming resources for the year of a revenue nature of £ 35,453 ( 2004 - outgoing resources of £2,880) and net realised incoming resources of a capital nature of £nil ( 2004 - nil) making net overall realised net incoming resources for the year of a revenue nature of £ 35,453 ( 2004 - outgoing resources of £2,880) .

The total reserves at the year end stand at £74,364 (2004 - £39,181).

### ***Specific changes in fixed assets***

There was no movement in fixed assets during the year.

### ***Financial performance of the charities subsidiary undertakings***

The trading subsidiary of the Charity has had a profitable trading year as summarised in note 11 to the Accounts.

The trading company achieved profits of £19,655 in the year ( 2004 £20,660) and donated a sum of £19,565 ( 2004 - £20,660) by way of gift aid to the Charity.

### ***Share Capital***

The company is limited by guarantee and therefore has no share capital.

## **The Surrey And Hampshire Canal Society Limited**

### **The report of the trustees for the year ended 31 December 2005**

#### **Plans for Future Periods**

Future backpumping schemes are envisaged.

**The name of the Chief Executive Officer and other senior staff member(s) to whom day to day management of the charity is delegated by the charity trustees.**

P A Redway (Chairman)

P Riley (Vice Chairman)

Miss V H Smith (Secretary)

J Wade (Treasurer) resigned 21.9.06

G J Hornsey (Treasurer) appointed 21.9.06

**The members of the Board of Trustees of the Charity during the year ended 31st December 2005 were :-**

J Wade

P Riley

D Jebens

P A Redway

R Cansdale

Miss V H Smith

D Lloydlangston

G J Hornsey

R H Malcolm

D G Venn (resigned 16 April 2005)

P J Wright (appointed 21 January 2005)

R Ilett (appointed 22 April 2005)

All the directors of the company are also trustees of the charity, and their responsibilities include all the responsibilities of directors under the Companies Acts and of trustees under the Charities Act.

At the Annual General Meeting those directors elected at the previous AGM retire, but are eligible for reappointment.

The charity is a company limited by guarantee. During the year the one member/guarantor was RJC Higgs OBE.

## **The Surrey And Hampshire Canal Society Limited**

### **The report of the trustees for the year ended 31 December 2005**

#### **The members of the Board of Trustees of the Charity at the date the report and accounts were approved were:-**

J Wade  
P Riley  
D Jebens  
P A Redway  
R Cansdale  
Miss V H Smith  
D Lloydlangston  
G J Hornsey  
R H Malcolm  
P J Wright  
R Ilett

#### **Statement of Directors' and Trustees' Responsibilities**

Charity Law and the Companies Acts require the Board to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity as at the end of the financial year and of the surplus or deficit of the charity. In preparing those financial statements the Board is 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 charity will continue in business.
- state whether applicable accounting standards and statements of recommended practice have been followed , subject to any material departures disclosed and explained in the financial statements;

The trustees are also responsible for maintaining proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and which are sufficient to show and explain the charity's transactions and enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustees are also responsible for the contents of the trustees' report, and the responsibility of the auditors in relation to the trustees' report is limited to examining the report and ensuring that , on the face of the report, there are no inconsistencies with the figures disclosed in the financial statements.

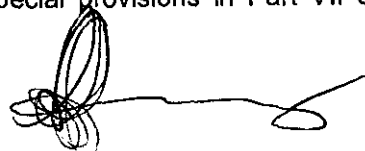
## **The Surrey And Hampshire Canal Society Limited**

### **The report of the trustees for the year ended 31 December 2005**

#### **Method of preparation of accounts**

The trustees, in their capacity as directors, state that the accounts have been prepared in accordance with the special provisions in Part VII of the Companies Act 1985 relating to small companies.

**Graham J Hornsey**  
**Director and Trustee**



*27 November 2006*

This report was approved by the board of trustees

# **The Surrey And Hampshire Canal Society Limited**

## **Independent Accountant's Report**

### **Report of the Independent Accountant to the trustees on the accounts of the Charity for the year ended 31 December 2005**

We report on the accounts of the charity on pages 9 to 22 which have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (the FRSE), effective January 2005, as modified by the Statement of Recommended Practice for Accounting and Reporting issued by the Charity Commissioners for England & Wales, effective April 2005, under the historical cost convention and the accounting policies set out on page 14.

#### **Respective responsibilities of directors and accountant**

As described on page 5, the charity's trustees are responsible for the preparation of the accounts. The trustees consider that the audit requirement of Section 43(2) of the Charities Act 1993 (the Act) does not apply, and that there is no requirement in the memorandum and articles of the charity for the conducting of an audit, and that the charity is exempt from an audit under Section 249A(1) of the Companies Act 1985. We have agreed to report whether particular matters have come to our attention, on the basis of the procedures specified in the General Directions given by the Charity Commissioners for England & Wales under Section 43(7)(b) of the Act, as they would apply to an unincorporated charity, but modified, where necessary, to meet the circumstances of an incorporated charity.

#### **Basis of opinion**

We conducted an examination in accordance with the General Directions given by the Charity Commissioners for England & Wales, as if the company were an unincorporated charity, except where those directions are not consistent with the incorporated status of the charity. Such an examination includes a detailed review of the accounting records kept by the Company and of the accounting systems employed by the Company and a comparison of the accounts with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning such matters. The purpose of the examination is to establish as far as possible that there have been no breaches of the Charities legislation and that the accounts comply with the Statement of Recommended Practice issued by the Charity Commissioners for England & Wales (effective April 2005), on a test basis, of evidence relevant to the amounts and disclosures in the accounts.

The procedures undertaken do not provide all the evidence that would be required in an audit, and information supplied by the trustees in the course of the examination is not subjected to audit tests or enquiries, and consequently we do not express an audit opinion on the view given by the accounts.

We planned and performed our examination so as to satisfy ourselves that the objectives of the independent examination are achieved and before finalising the report we obtain written assurances from the trustees of all material matters.



**The Surrey And Hampshire Canal Society Limited**  
**Independent Accountant's Report**

**Independent Accountant's Statement, report and opinion**

Subject to the limitations upon the scope of our work as detailed above, in connection with our examination, no matter has come to our attention :

1) which gives us reasonable cause to believe that in any material respect the requirements to keep accounting records in accordance with section 41 of the Act; and to prepare accounts which accord with the accounting records and to comply with the accounting requirements of the Act have not been met **or**

2) to which, in our opinion, attention should be drawn to enable a proper understanding of the accounts to be reached.

Hilton and Company  
Chartered Accountants  
30 Reading Road South  
FLEET  
Hampshire  
GU52 7QL

*Hilton & Company*  
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The date upon which our opinion is expressed is 28 November 2006

**The Surrey And Hampshire Canal Society Limited**  
**Statement of Financial Activities**  
**for the year ended 31 December 2005**

	Unrestricted Funds	Restricted Funds	Total Funds	Last Year Total Funds
Notes	2005 £	2005 £	2005 £	2004 £
<b>Incoming resources</b>				
<b><i>Incoming resources from generated funds</i></b>				
Voluntary Income	14,753	25,322	40,075	13,452
Activities for generating funds	6,787	-	6,787	5,430
Investment Income	371	-	371	661
<b><i>Incoming resources from charitable activities</i></b>	19,655	-	19,655	20,660
<b>Total incoming resources</b>	<b>41,566</b>	<b>25,322</b>	<b>66,888</b>	<b>40,203</b>
<b><i>Costs of generating funds</i></b>				
Fundraising trading - costs of goods and other costs	-	-	-	3,125
<b><i>Costs of charitable activities</i></b>	20,574	9,961	30,535	39,077
<b><i>Governance costs</i></b>	900	-	900	881
<b>Total resources expended</b>	<b>21,474</b>	<b>9,961</b>	<b>31,435</b>	<b>43,083</b>
<b>Net incoming resources/(net outgoing resources) before transfers between funds</b>	20,092	15,361	35,453	(2,880)
<b>Gross transfers between funds</b>	-	-	-	-
<b>Net incoming resources/(net outgoing resources) before Other recognised gains and losses</b>	20,092	15,361	35,453	(2,880)
<b>Other recognised gains and losses</b>				
<b>Net movement in funds</b>	20,092	15,361	35,453	(2,880)
<b>Reconciliation of funds</b>				
<b><i>Total funds brought forward</i></b>	39,181	-	39,181	42,061
<b>Total Funds carried forward</b>	<b>59,273</b>	<b>15,361</b>	<b>74,634</b>	<b>39,181</b>

The net movement in funds referred to above is the net incoming resources as defined in the Statement of Recommended Practice for Accounting and Reporting issued by the Charity Commission for England & Wales and is reconciled to the total funds as shown in the Balance Sheet on page 13 as required by the said statement.

**All activities derive from continuing operations**

**The notes on pages 14 to 22 form an integral part of these accounts.**

**The Surrey And Hampshire Canal Society Limited**  
**Statement of Financial Activities**  
**for the year ended 31 December 2005**

**Income and Expenditure Account as required by the Companies Act**  
**for the year ended 31 December 2005**

	2005 £	2004 £
<b>Turnover</b>	66,517	39,542
Direct costs of turnover	30,535	42,202
<b>Gross surplus/(deficit)</b>	<u>35,982</u>	<u>(2,660)</u>
Governance costs	900	881
<b>Operating surplus/(deficit)</b>	<u>35,082</u>	<u>(3,541)</u>
Interest receivable	371	661
<b>Surplus/(deficit) on ordinary activities before tax</b>	<u>35,453</u>	<u>(2,880)</u>
<b>Surplus/(deficit) for the financial year</b>	<u>35,453</u>	<u>(2,880)</u>
Gift Aid Payments	-	-
<b>Retained surplus/(deficit) for the financial year</b>	<u>35,453</u>	<u>(2,880)</u>

**All activities derive from continuing operations**

**The notes on pages 14 to 22 form an integral part of these accounts.**

**The Surrey And Hampshire Canal Society Limited**  
**Statement of Financial Activities**  
**for the year ended 31 December 2005**

**Statement of Total Recognised Gains and Losses**  
**for the year ended 31 December 2005**

	2005	2004
Excess of Expenditure over income before realisation of assets	35,453	(2,880)
Profit/(loss) per Profit and Loss account	35,453	(2,880)
Grants for the acquisition of fixed assets	-	-
<b>Net Movement in funds before taxation</b>	<b>35,453</b>	<b>(2,880)</b>

**Movements in revenue and capital funds**  
**for the year ended 31 December 2005**

Revenue accumulated funds	Unrestricted Funds	Restricted Funds	Total Funds	Last year Total Funds
	2005 £	2005 £	2005 £	2004 £
Accumulated funds brought forward	39,181	-	39,181	42,061
Recognised gains and losses before transfers	20,092	15,361	35,453	(2,880)
	59,273	15,361	74,634	39,181
<b>Closing revenue accumulated funds</b>	<b>59,273</b>	<b>15,361</b>	<b>74,634</b>	<b>39,181</b>

The notes on pages 14 to 22 form an integral part of these accounts.

**The Surrey And Hampshire Canal Society Limited**  
**Statement of Financial Activities**  
**for the year ended 31 December 2005**

Summary of funds	Designated	Unrestricted	Restricted	Total	Last Year
	Funds	Funds	Funds	Funds	Total Funds
	£	£	£	£	£
	2005	2005	2005	2005	2004
Revenue accumulated funds	-	59,273	15,361	74,634	39,181

The notes on pages 14 to 22 form an integral part of these accounts.

**The Surrey And Hampshire Canal Society Limited**  
**Balance Sheet**  
**as at 31 December 2005**

	Notes	2005 £	2004 £
<b>The assets and liabilities of the charity :</b>			
<b>Fixed assets</b>			
Investments	9	100	100
<b>Total fixed assets</b>		100	100
<b>Current assets</b>			
Debtors	12	8,152	8,155
Cash at bank and in hand		67,566	31,726
<b>Total current assets</b>		75,718	39,881
<b>Creditors:-</b>			
amounts due within one year	13	(1,184)	(800)
<b>Net current assets</b>		74,534	39,081
<b>Total assets less current liabilities</b>		74,634	39,181
<b>Creditors:-</b>			
amounts due after more than one year		-	-
<b>Provisions for liabilities and charges</b>		-	-
<b>Net assets including pension asset / liability</b>		74,634	39,181
<b>The funds of the charity :</b>			
<b>Unrestricted income funds</b>			
Unrestricted revenue accumulated funds		59,273	39,181
Designated revenue funds		-	-
<b>Unrestricted capital funds</b>			
Designated fixed asset funds		-	-
<b>Total unrestricted funds</b>		59,273	39,181
<b>Restricted income funds</b>			
Restricted revenue accumulated funds		15,361	-
<b>Restricted capital funds</b>			
<b>Total restricted funds</b>		15,361	-
<b>Total charity funds</b>		74,634	39,181

The directors are satisfied that the company is entitled to exemption under Section 249A(1) of the Companies Act 1985 and that no member or members have requested an audit pursuant to section 249B(2) of the Act.

The directors acknowledge their responsibility for

- (i) ensuring ~~ensuring~~ that the company keeps proper accounting records which comply with Section 221 of the Companies Act 1985; and
- (ii) preparing accounts 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 its profit or loss for the financial year in accordance with the requirements of Section 226 of the Companies Act 1985, and which otherwise comply with the requirements of this Act relating to accounts, so far as applicable to the company.

The accounts have been prepared in accordance with the special provisions relating to small companies under s246 of the Companies Act 1985 and in accordance with the Financial Reporting Standard for Smaller Entities ( effective January 2005)

Miss Verna H Smith - Trustee and Director  
 Approved by the trustees on

The notes on pages 14 to 22 form an integral part of these accounts.

 27-11-06

**The Surrey And Hampshire Canal Society Limited**  
**Notes to the Accounts**  
**for the year ended 31 December 2005**

**1 Accounting policies**

***Basis of preparation of the accounts***

The financial statements have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (FRSSE), effective January 2005, and all other applicable accounting standards, as modified by the 2005 Revision of the Statement of Recommended Practice for Accounting and Reporting issued by the Charity Commissioners for England & Wales, effective April 2005. The accounts have been drawn up in accordance with the provisions of the Charities Act and the Companies Act.

Insofar as the Statement of Recommended Practice for Accounting and Reporting issued by the Charity Commissioners for England & Wales, effective April 2005 requires compliance with specific Financial Reporting Standards other than the FRSSE then the specific Financial Reporting Standards have been followed where their requirements differ from those of the FRSSE.

Advantage has been taken of paragraph 3(3) of Schedule 4 of the Companies Act 1985 to allow the format of the financial statements to be adapted to reflect the special nature of the company's operation.

The company has taken advantage of the exemption in Financial Reporting Standard No 1 from the requirement to produce a cash flow statement.

The particular accounting policies adopted are set out below.

***Accounting convention***

The financial statements are prepared, on a going concern basis, under the historical cost convention.

The charity is partly dependent on donations, and the success of its trading subsidiary, and as a consequence the going concern basis is also dependent on the continuing of donations received.

***Incoming Resources***

Incoming resources are accounted for on a receivable basis.

***Recognition of liabilities***

Liabilities are recognised on the accruals basis in accordance with normal accounting principles, modified where necessary in accordance with the guidance given in the Statement of Recommended Practice for Accounting and Reporting (effective April 2005) issued by the Charity Commissioners for England & Wales.

***Resources Expended***

The policy for including items within the relevant activity categories of resources expended is the accruals basis.

In particular the policy for including items within costs of generating funds, charitable activities and governance costs is the accruals basis.

**The Surrey And Hampshire Canal Society Limited**  
**Notes to the Accounts**  
**for the year ended 31 December 2005**

**Allocation of costs within types of resources expended**

The methods and principles for the allocation and apportionment of all costs between the different activity categories of resources set out above are by allocation to relevant activity, on a pro rata basis to the related income.

***Investments held by the charity***

The investment is stated at cost.

***Taxation***

As a registered charity, the company is exempt from income and corporation tax to the extent that its income and gains are applicable to charitable purposes only. Value Added Tax is not recoverable by the company, and is therefore included in the relevant costs in the Statement of Financial Activities

***Funds structure policy***

The charity maintains a general unrestricted fund which represents funds which are expendable at the discretion of the trustees in furtherance of the objects of the charity. Such funds may be held in order to finance both working capital and capital investment.

There is no formal policy of transfer between funds or on the allocation of funds to designated funds, other than that described above.

Any other proposed transfer between funds would be considered on the particular circumstances.

***Change of accounting format***

As a result of adopting the activity approach required by the Statement of Recommended Practice for Accounting and Reporting (effective April 2005) (the SORP) issued by the Charity Commissioners for England & Wales, the comparative figures for the prior period have been restated in order to comply with the new formats required by the SORP.

**2 Winding up or dissolution of the charity**

If upon winding up or dissolution of the charity there remain any assets, after the satisfaction of all debts and liabilities, the assets represented by the accumulated fund shall be transferred to some other charitable body or bodies having similar objects to the charity.

<b>3 Surplus/(deficit) for the financial year</b>	<b>2005</b>	<b>2004</b>
	<b>£</b>	<b>£</b>
<b>This is stated after crediting :-</b>		
Revenue Turnover from ordinary activities	66,517	39,542
<b>and after charging:-</b>		
Reporting Accountant's fees	900	881



**The Surrey And Hampshire Canal Society Limited**  
**Notes to the Accounts**  
**for the year ended 31 December 2005**

**4 Statement that no expenses were paid to trustees or connected persons**

No expenses were paid to trustees, save minor travel costs and reimbursed telephone costs.

**5 Detailed analysis of certain transactions required by the 2005 revision to the Statement of Recommended Practice for Accounting and Reporting issued by the Charity Commissioners for England & Wales (effective April 2005)**

Various items which are required by the 2005 revision to the Statement of Recommended Practice for Accounting and Reporting issued by the Charity Commissioners for England & Wales (effective April 2005) to be disclosed in the notes to the accounts are set out in the Detailed Schedule to the Statement of Financial Activities and its appendices, which should be read together with these notes.

<b>6 Investment Income</b>	<b>2005</b>	<b>2004</b>
	<b>£</b>	<b>£</b>
Bank deposit interest received	371	661

**7 Analysis of support costs**

An analysis of support costs by activity is included in the detailed schedule to the Statement of Financial Activities.

**8 Analysis of charitable expenditure**

An analysis of charitable expenditure by activity is included in the detailed schedule to the Statement of Financial Activities.

**9 Fixed Asset Investments**

	<b>Unlisted Investments</b>	<b>2005 Total</b>
	<b>£</b>	<b>£</b>
<b>Valuation</b>		
Market value at 1 January 2005	100	100
Net unrealised gain/(loss)	-	-
<b>Market value at 31 December 2005</b>	<u>100</u>	<u>100</u>
Cash held by investment advisors		-
<b>Total Investments including cash</b>	<b>At 31 December 2005</b>	<u>100</u>
<b>Total Investments including cash</b>	<b>At 1 January 2005</b>	<u>100</u>

**Analysis of investments between UK investments and investments outside the UK**

<b>Current Year</b>	<b>Unlisted Investments</b>	<b>2005 Total</b>
Investment assets in the UK	100	100
Investment assets outside the UK	-	-
<b>Total market value</b>	<u>100</u>	<u>100</u>

**The Surrey And Hampshire Canal Society Limited**  
**Notes to the Accounts**  
**for the year ended 31 December 2005**

<i>Prior Year</i>	<b>Unlisted Investments</b>	<b>2004 Total</b>
Investment assets in the UK	100	100
Investment assets outside the UK	-	-
<b>Total market value</b>	<u>100</u>	<u>100</u>

**Unlisted Investments comprise :-**

	<b>Cost</b>	<b>Market Value</b>	<b>Cost</b>	<b>Market Value</b>
	<b>2005</b>	<b>2005</b>	<b>2004</b>	<b>2004</b>
Sundry unlisted investments	100	100	100	100
<b>Total</b>	<u>100</u>	<u>100</u>	<u>100</u>	<u>100</u>

As the investments are unlisted, there is no formal market in the shares, and hence the market value is estimated by the trustees.

**10 Loans to subsidiary undertakings**

	<b>2005 £</b>	<b>2004 £</b>
Surrey & Hampshire Canal Cruises Ltd	8,152	8,155
	<u>8,152</u>	<u>8,155</u>

**11 Subsidiary undertakings**

The name of the subsidiary undertaking is Surrey & Hampshire Canal Cruises Ltd, registered in England with company number 01417809.

The aggregate amount of the holding company's investment in its subsidiary is £100, which represents 100% of the issued ordinary share capital of the subsidiary. The subsidiary is controlled by the holding company by virtue of the power to appoint directors to the board of the subsidiary.

The subsidiary's activities relate to those of the holding company in that the subsidiary is a trading enterprise engaging in trades similar to the charitable activities of the holding company, and donates its entire taxable trading profit to the holding company by way of gift aid under deed of covenant.

A summary of the financial statements of the subsidiary are :-

**The Surrey And Hampshire Canal Society Limited**  
**Notes to the Accounts**  
**for the year ended 31 December 2005**

	2005	2004
Aggregate amount of assets	9,819	9,892
Aggregate amounts of liabilities	9,719	9,792
Aggregate amount of funds	100	100
Turnover	35,740	35,311
Expenses	16,136	14,794
Interest receivable	61	143
Net Profit	19,665	20,660

The net profit of the subsidiary is stated before charging gift aid covenanted donations to the holding company of £19,660 (2004 - £20,660) and includes intergroup company income of £ nil (2004 - nil) and intergroup company expenditure of £nil (2004 - £nil)

The main trading activity of the subsidiary is the provision of canal cruises.

<b>12 Debtors</b>	<b>2005</b>	<b>2004</b>
	<b>£</b>	<b>£</b>
Amounts due from associated and subsidiary undertakings	8,152	8,155
<b>13 Creditors: amounts falling due within one year</b>	<b>2005</b>	<b>2004</b>
	<b>£</b>	<b>£</b>
Amounts due to associated or subsidiary undertakings	284	-
Accrued expenses	900	800
	1,184	800
<b>14 Analysis of the Net Movement in Funds</b>	<b>2005</b>	<b>2004</b>
	<b>£</b>	<b>£</b>
Net movement in funds from Statement of Financial Activities	35,453	(2,880)

<b>15 Particulars of Individual Funds and analysis of assets and liabilities representing funds</b>				
<b>At 31 December 2005</b>	<b>Unrestricted</b>	<b>Designated</b>	<b>Restricted</b>	<b>Total</b>
	<b>funds</b>	<b>funds</b>	<b>funds</b>	<b>Funds</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Tangible Fixed Assets	-	-	-	-
Investments at valuation				
<i>Fixed asset investments</i>	100	-	-	100
Current Assets	60,357	-	15,361	75,718
Current Liabilities	(1,184)	-	-	(1,184)
	59,273	-	15,361	74,634

**The Surrey And Hampshire Canal Society Limited**  
**Notes to the Accounts**  
**for the year ended 31 December 2005**

<b>At 1 January 2005</b>	<b>Unrestricted funds</b>	<b>Designated funds</b>	<b>Restricted funds</b>	<b>Total Funds</b>
	£	£	£	£
Tangible Fixed Assets	-	-	-	-
Investments at valuation				
<i>Fixed asset investments</i>	100	-	-	100
Current Assets	39,881	-	-	39,881
Current Liabilities	(800)	-	-	(800)
	<u>39,181</u>	<u>-</u>	<u>-</u>	<u>39,181</u>

The individual funds included above are :-

	<b>Funds at 2004</b>	<b>Movements in Funds as below</b>	<b>Transfers Between funds</b>	<b>Funds at 2005</b>
	£	£	£	£
General fund	39,181	20,092	-	59,273
Restricted fund - water appeal	-	15,361	-	15,361
	<u>39,181</u>	<u>35,453</u>	<u>-</u>	<u>74,634</u>

Analysis of movements in funds as shown in the table above

	<b>Incoming Resources</b>	<b>Outgoing Resources</b>	<b>Gains &amp; Losses</b>	<b>Movement in funds</b>
	£	£	£	£
General fund	41,566	21,474	-	20,092
Restricted fund - water appeal	25,322	9,961	-	15,361
	<u>66,888</u>	<u>31,435</u>	<u>-</u>	<u>35,453</u>

All the unrestricted funds of the charity are free from restrictions and may be applied towards the objects of the charity at the discretion of the trustees. Restricted funds are residual assets relating to the backpumping appeal. Details of donors are given in the Schedule to the Statement of Financial Activities shown on the following pages.

## **16 Endowment Funds**

The charity had no endowment funds in the year ended 31st December 2005 or in the year ended 31st December 2004.

## **17 Share Capital**

The charity is incorporated under the Companies Act 1985 and is limited by guarantee, each member having undertaken to contribute such amounts not exceeding one pound as may be required in the event of the company being wound up whilst he or she is still a member or within one year thereafter

There is 1 member of the company ( 2004 - 1 members)

**The Surrey And Hampshire Canal Society Limited**  
**Schedule to the Statement of Financial Activities**  
**for the year ended 31 December 2005**

**Status of this schedule to the Statement of Financial Activities**

The schedules on the following pages are required by the disclosure requirements of the Statement of Recommended Practice for Accounting and Reporting issued by the Charity Commissioners for England & Wales, effective April 2005.

As such, they form a part of the accounts required by the Charities (Accounts and Reports) Regulations 2005.

They do not form a part of the accounts required by the provisions of the Companies Acts, but to some extent they may duplicate information found elsewhere in the accounts.

<b>Incoming Resources</b>	<b>2005</b>		<b>2004</b>
	<b>£</b>	<b>£</b>	<b>£</b>
	<b>Unrestricted Funds</b>	<b>Restricted Funds</b>	<b>Prior Period Total Funds</b>
	<b>2005</b>	<b>2005</b>	<b>2004</b>
	<b>£</b>		<b>£</b>
<b>Incoming Resources from generated funds</b>			
<b>Voluntary Income</b>			
<b>Grants, legacies and donations</b>			
<b>Non government and non public bodies</b>			
<b>Incoming resources of a revenue nature</b>			
Donations received	3,373	-	4,307
Grant received - Inland Waterways Association	-	20,000	-
Grant received - Surrey County Council	-	3,000	-
Water appeal - donations received	-	2,322	-
<b>Total</b>	<b>3,373</b>	<b>25,322</b>	<b>4,307</b>
<b>Total Grants, Legacies &amp; Donations Received</b>	<b>3,373</b>	<b>25,322</b>	<b>4,307</b>
<b>Other voluntary income</b>			
Members' Subscriptions	11,380	-	9,145
<b>Total Voluntary Income</b>	<b>14,753</b>	<b>25,322</b>	<b>13,452</b>
<b>Activities for generating funds</b>			
Fundraising activities	5,804	-	2,782
Sales other than for the benefit of beneficiaries	30	-	238
Water appeal	-	-	2,410
Sundry receipts	953	-	-
<b>Total of activities for generating funds</b>	<b>6,787</b>	<b>-</b>	<b>5,430</b>
<b>Investment Income</b>			
Other bank deposit interest received	371	-	661
<b>Total Investment Income</b>	<b>371</b>	<b>-</b>	<b>661</b>
<b>Incoming resources from charitable activities</b>			
Surrey & Hampshire Canal Cruises - Covenanted profits	19,655	-	20,660
<b>Total Incoming resources from charitable activities</b>	<b>19,655</b>	<b>-</b>	<b>20,660</b>
<b>Total Incoming Resources</b>	<b>41,566</b>	<b>25,322</b>	<b>40,203</b>

**The Surrey And Hampshire Canal Society Limited**  
**Schedule to the Statement of Financial Activities**  
**for the year ended 31 December 2005**

**Fundraising Trading: Support costs**

Guidebook production	-	-	-	3,125
<b>Total Fundraising Trading costs</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3,125</b>

**Charitable expenditure**

**Support costs of charitable activities**

Travel and Subsistence - Charitable Activities	190	-	190	63
Costs reallocated from governance costs	13,261	-	13,261	14,448
Projects and working party	6,338	-	6,338	2,556
Back pumping project	-	9,961	9,961	21,452
	<b>19,789</b>	<b>9,961</b>	<b>29,750</b>	<b>38,519</b>

Grants paid as shown in the detailed schedule	785	-	785	558
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**Governance costs that are not direct management functions inherent in generating funds, service delivery and programme or project work (including management and administration costs)**

**Specific governance costs**

Reporting Accountant's Fees	900	-	900	881
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**Management and administration costs**

**Premises Costs**

Licences & insurance	2,520	-	2,520	2,675
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**General administrative expenses:**

Postage and telephone	2,533	-	2,533	1,663
Stationery and printing	4,713	-	4,713	6,752
Equipment maintenance	1,154	-	1,154	2,126
Advertising and PR	1,596	-	1,596	558
Bank charges	83	-	83	4
Sundry expenses	662	-	662	670

Support costs for charitable activities	(13,261)		(13,261)	(14,448)
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<b>Total governance costs after reallocation</b>	<b>900</b>	<b>-</b>	<b>900</b>	<b>881</b>
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The basis for the allocation of costs as shown above is explained in the accounting policies and the notes to the accounts.

**The Surrey And Hampshire Canal Society Limited**  
**Schedule to the Statement of Financial Activities**  
**for the year ended 31 December 2005**

***A Detailed schedule of grants paid to achieve the objects of the charity***

			<b>2005</b>	<b>2004</b>
			<b>£</b>	<b>£</b>
<b>Grants to Institutions</b>				
Subscriptions and donations under £1000	785	-	785	558
<b>Total of all grants paid</b>	<b>785</b>	<b>-</b>	<b>785</b>	<b>558</b>