

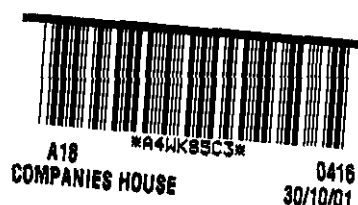
Company Registration No. 2388396 (England and Wales)

CONSTRUCTION INDUSTRY COUNCIL

(A COMPANY LIMITED BY GUARANTEE, NOT HAVING A SHARE CAPITAL)

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2000



Saffery Champness

CHARTERED ACCOUNTANTS

CONSTRUCTION INDUSTRY COUNCIL
(A COMPANY LIMITED BY GUARANTEE, NOT HAVING A SHARE CAPITAL)
COMPANY INFORMATION

Directors	R Nicholson G C Watts P Bransby A P H Wood P Lennon J Dean M Dickson
Secretary	G C Watts
Company number	2388396
Registered office	26 Store Street London WC1E 7BT
Auditors	Saffery Champness Lion House Red Lion Street London WC1R 4GB

CONSTRUCTION INDUSTRY COUNCIL
(A COMPANY LIMITED BY GUARANTEE, NOT HAVING A SHARE CAPITAL)
CONTENTS

	Page
Directors' report	1 - 3
Independent auditors' report	4
Profit and loss account	5
Balance sheet	6
Notes to the financial statements	7 - 10

CONSTRUCTION INDUSTRY COUNCIL
(A COMPANY LIMITED BY GUARANTEE, NOT HAVING A SHARE CAPITAL)
DIRECTORS' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2000

The directors present their report and financial statements for the year ended 31 December 2000.

MEMBERS OF COUNCIL

The following are Members of Council:

Architects and Surveyors Institute
Association of Building Engineers
Association of Consultant Architects
Association of Consultant Building Surveyors
Association of Consulting Engineers
Association of Cost Engineers
Association of Planning Supervisors
Association for Project Management
British Institute of Facilities Management
Building Research Establishment
Building Services Research and Information Association
Chartered Institute of Building
Chartered Institution of Building Services Engineers
Construction Industry Research and Information Association
Consultant Quantity Surveyors Association
Ground Forum
Institute of Building Control
Institute of Clerks of Works of Great Britain
Institute of Highways Incorporated Engineers
Institute of Maintenance and Building Management
Institute of Plumbing
Institute of Civil Engineering Surveyors
Institution of Civil Engineers
Institution of Structural Engineers
Landscape Institute
National Federation of Demolition Contractors
National House-Building Council
Royal Institute of British Architects
Royal Institution of Chartered Surveyors
Royal Town Planning Institute
Steel Construction Institute
Timber Research and Development Association.

CONSTRUCTION INDUSTRY COUNCIL
(A COMPANY LIMITED BY GUARANTEE, NOT HAVING A SHARE CAPITAL)
DIRECTORS' REPORT (continued)
FOR THE YEAR ENDED 31 DECEMBER 2000

Principal activities and results for the year

The principal activity of the company is to co-ordinate and promote joint action on areas of common interest among organisation within the construction industry.

The company has had a year of consolidation, after suffering the effects of the transfer of trade from CISC in the previous year. This years results have been affected by two further matters as detailed below.

On 1 January 2000, the company took over the assets, liabilities and trading of Training Organisation for Professionals In Construction (TOPIC), a company whose principal activity was to promote education and training for professionally qualified personnel and those aspiring to achieve recognised professional qualifications within the construction industry. The operations of TOPIC are now run through the Construction Industry Council. The net liabilities taken over of £21816, have been charged through the profit and loss account in the year increasing the loss.

The VAT status of the company which was under discussion with H M Customs and Excise for some time has been resolved. The company received recoverable VAT in the year of £60,850 after direct costs.

Although the balance sheet shows a net liability position which has increased during the year, the accounts have been prepared on a going concern basis as the directors forecasts indicate profits in the future and the company has sufficient resources to trade out of this position.

Directors

The following directors have held office since 1 January 2000:

R Nicholson

G C Watts

P Bransby

(Appointed 14 June 2000)

A P H Wood

G Baker

(Resigned 14 June 2000)

P Lennon

J Dean

M Dickson

Directors' interests

The liability of each member in respect of the undertaking to contribute to the assets of the company is limited to an amount not exceeding £1.

CONSTRUCTION INDUSTRY COUNCIL
(A COMPANY LIMITED BY GUARANTEE, NOT HAVING A SHARE CAPITAL)
DIRECTORS' REPORT (continued)
FOR THE YEAR ENDED 31 DECEMBER 2000

Auditors

In accordance with section 385 of the Companies Act 1985, a resolution proposing that Saffery Champness be reappointed as auditors of the company will be put to the Annual General Meeting.

Directors' responsibilities


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

The directors 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 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.

This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

On behalf of the board



G C Watts

Director

19 October 2001

**CONSTRUCTION INDUSTRY COUNCIL
(A COMPANY LIMITED BY GUARANTEE, NOT HAVING A SHARE CAPITAL)
INDEPENDENT AUDITORS' REPORT
TO THE SHAREHOLDERS OF CONSTRUCTION INDUSTRY COUNCIL**

We have audited the financial statements of Construction Industry Council on pages 5 to 10. These financial statements have been prepared under the historical cost convention and the accounting policies set out therein.

Respective responsibilities of the directors and auditors

As described in the statement of directors' responsibilities on page 3 the company's directors are responsible for the preparation of the 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 directors' report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the company is not disclosed.

We read the directors' report and consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements.

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 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.

Going concern

In forming our opinion, we have considered the adequacy of the disclosures made in note 1 of the financial statements concerning the net liability position of the company at 31 December 2000. In view of the significance of this net liability position we consider that it should be drawn to your attention but our opinion is not qualified in this respect.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 December 2000 and of its loss for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

Saffery Champness
Chartered Accountants
Registered Auditors



19 October 2001
Lion House
Red Lion Street
London
WC1R 4GB

CONSTRUCTION INDUSTRY COUNCIL
(A COMPANY LIMITED BY GUARANTEE, NOT HAVING A SHARE CAPITAL)
PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2000

	Notes	2000 £	1999 £
Turnover		1,227,539	685,289
Cost of sales		(890,780)	(338,721)
Gross profit		336,759	346,568
Administrative expenses		(431,568)	(374,697)
VAT written back/(off)		60,850	(81,068)
Operating loss	2	(33,959)	(109,197)
Other interest receivable and similar income		1,116	313
Loss on ordinary activities before taxation		(32,843)	(108,884)
Tax on loss on ordinary activities	3	(436)	(63)
Loss on ordinary activities after taxation	8	(33,279)	(108,947)

The profit and loss account has been prepared on the basis that all operations are continuing operations.

There are no recognised gains and losses other than those passing through the profit and loss account.

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

CONSTRUCTION INDUSTRY COUNCIL
(A COMPANY LIMITED BY GUARANTEE, NOT HAVING A SHARE CAPITAL)
BALANCE SHEET
AS AT 31 DECEMBER 2000

	Notes	2000 £	£	1999 £	£
Fixed assets					
Tangible assets	4		9,768		11,636
Investments	5		2		2
			<u>9,770</u>		<u>11,638</u>
Current assets					
Stocks		7,832		8,796	
Debtors	6	251,875		187,768	
Cash at bank and in hand		72,850		99,050	
		<u>332,557</u>		<u>295,614</u>	
Creditors: amounts falling due within one year	7	<u>(492,461)</u>		<u>(424,107)</u>	
Net current liabilities			<u>(159,904)</u>		<u>(128,493)</u>
Total assets less current liabilities			<u>(150,134)</u>		<u>(116,855)</u>
Capital and reserves					
Profit and loss account	8		<u>(150,134)</u>		<u>(116,855)</u>
Members' funds - equity interests	9		<u>(150,134)</u>		<u>(116,855)</u>

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

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

The financial statements were approved by the Board on 19 October 2001



G C Watts
Director

CONSTRUCTION INDUSTRY COUNCIL
(A COMPANY LIMITED BY GUARANTEE, NOT HAVING A SHARE CAPITAL)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2000

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

The financial statements have been prepared on a going concern basis as the Directors believe that the company has sufficient resources from its project income and subscriptions to enable it to continue to meet its liabilities as and when they fall due for the foreseeable future.

1.2 Turnover

Turnover is derived from membership fees receivable, from sales of videos, cassettes and publications, from the provision of information services and from income generated through projects and conferences.

1.3 Goodwill

Acquired goodwill is written off in equal annual instalments over its estimated useful economic life.

1.4 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Plant and machinery	33.33% per annum
Fixtures, fittings & equipment	15 % per annum

1.5 Investments

Fixed asset investments are stated at cost less provision for diminution in value.

1.6 Stock

Stock is valued at the lower of cost and net realisable value.

1.7 Long term contracts

Amounts recoverable on long term contracts, which are included in debtors, are stated at the net sales value of the work done after provision for contingencies and anticipated future losses on contracts, less amounts received as progress payments on account. Excess progress payments are included in creditors as payments on account.

1.8 Foreign currency translation

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to profit and loss account.

1.9 Group accounts

The subsidiary undertakings of the company are Construction Industry Registers Ltd and Training Organisation for Professionals in Construction, both of which are wholly owned.

The company and its subsidiary undertakings comprise a small group.

CONSTRUCTION INDUSTRY COUNCIL
(A COMPANY LIMITED BY GUARANTEE, NOT HAVING A SHARE CAPITAL)
NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 DECEMBER 2000

2	Operating loss	2000	1999
		£	£
	Operating loss is stated after charging:		
	Deficits of predecessor organisations taken over	21,816	59,678
	Depreciation of tangible assets	8,144	(32,726)
	Auditors' remuneration	3,000	2,000
		<u> </u>	<u> </u>
3	Taxation	2000	1999
		£	£
	U.K. current year taxation		
	U.K. corporation tax at 20% (1999 - 20%)	436	63
		<u> </u>	<u> </u>
4	Tangible fixed assets		
			Plant and machinery etc £
	Cost		
	At 1 January 2000		41,601
	Transfer in from TOPIC		1,821
	Additions		5,463
			<u> </u>
	At 31 December 2000		48,885
	Depreciation		
	At 1 January 2000		29,965
	Transfer in from TOPIC		1,008
	Charge for the year		8,144
			<u> </u>
	At 31 December 2000		39,117
	Net book value		
	At 31 December 2000		9,768
			<u> </u>
	At 31 December 1999		11,636
			<u> </u>

CONSTRUCTION INDUSTRY COUNCIL
(A COMPANY LIMITED BY GUARANTEE, NOT HAVING A SHARE CAPITAL)
NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 DECEMBER 2000

5 Fixed asset investments

	Shares in group undertakings and participating interests £
Cost	
At 1 January 2000 & at 31 December 2000	<u>2</u>

Holdings of more than 20%

The company holds more than 20% of the share capital of the following companies:

Company	Country of registration or incorporation	Class	Shares held %
Subsidiary undertakings			
Construction Industry Registrars Ltd	England and Wales	Ordinary	100
TOPIC	England and Wales	Sole guarantor	100

The aggregate amount of capital and reserves and the results of these undertakings for the last relevant financial year were as follows:

	Capital and reserves £2	Profit for the year
Construction Industry Registrars Ltd	-	-
TOPIC	<u>-</u>	<u>(£21,816)</u>

The aggregate amount of the total investment of the company in the shares of subsidiary undertakings stated by way of the equity method is £2.

6 Debtors	2000 £	1999 £
Trade debtors	238,690	61,286
Amounts owed by group undertakings	-	50,651
Amounts recoverable on long term contracts	-	66,329
Other debtors	13,185	9,502
	<u>251,875</u>	<u>187,768</u>

CONSTRUCTION INDUSTRY COUNCIL
(A COMPANY LIMITED BY GUARANTEE, NOT HAVING A SHARE CAPITAL)
NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 DECEMBER 2000

7 Creditors: amounts falling due within one year	2000	1999
	£	£
Trade creditors	329,173	105,842
Taxation and social security	9,745	51,839
Other creditors	153,543	266,426
	<u>492,461</u>	<u>424,107</u>

8 Statement of movements on profit and loss account

	Profit and loss account £
Balance at 1 January 2000	(116,855)
Retained loss for the year	<u>(33,279)</u>
Balance at 31 December 2000	<u>(150,134)</u>

9 Reconciliation of movements in members' funds	2000	1999
	£	£
Loss for the financial year	(33,279)	(108,947)
Movements on other reserves	-	<u>(39,576)</u>
Net depletion in members' funds	(33,279)	(148,523)
Opening members' funds	<u>(116,855)</u>	<u>31,668</u>
Closing members' funds	<u>(150,134)</u>	<u>(116,855)</u>

10 Contingent liabilities

The company has a Business Card Facility for £2,500 with its bankers.