

CHINNOR & PRINCES RISBOROUGH RAILWAY ASSOCIATION LIMITED

FINANCIAL STATEMENTS

31 DECEMBER 2002



COMPANY NO: 2644128

CHINNOR & PRINCES RISBOROUGH RAILWAY ASSOCIATION LIMITED

Directors

G K Petts
D J Kaufman
A M Bunyard (Resigned 1 January 2003)
A W Leeder
P G Harris
R Floyd
D Potter
R E Ellisdon
J W Flynn (Resigned 20 December 2002)
E W Samuel
C Hart (Appointed 28 January 2003)
M Wright (Appointed 28 January 2003)

Secretary

C Hart

Company Registration Number

2644128

Registered Office

37 Lytham Avenue
Watford
Herts
WD19 6XA

Accountant

Cyril Flood CA
Second Floor
1 Church Square
Leighton Buzzard
Beds LU7 1AE

CHINNOR & PRINCES RISBOROUGH RAILWAY ASSOCIATION LIMITED

Report of the Trustees for the year ended 31 December 2002

The trustees, who are also directors of the charity for the purposes of the Companies Act, present their annual report and the financial statements for the year ended 31 December 2002. 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.

Objects of the charity, principal activities and organisation of our work

The charity is constituted as a company limited by guarantee and is, therefore, governed by a memorandum and articles of association.

The charity's objects and its principal activities continue to be the preservation and restoration of part of the former Great Western Railway branch line from Princes Risborough to Watlington and of locomotives, rolling stock and other items of equipment for use on and in connection with the branch line and the raising of funds with which to meet the expenses incurred in those activities.

The charity is organised so that the trustees meet regularly to manage its affairs. Certain directors have specific responsibilities for overseeing aspects of the charity's business.

Development, activities and achievements this year

The Association completed the construction of the station building at Chinnor during the year and it was officially opened in April. The whole station complex was entered for the National Heritage Railway Awards competition in which it won its section in December.

Efforts to negotiate access to Princes Risborough station have been ongoing but have made little progress. By the end of 2002, £132,000 had been raised towards the cost of this project of which £130,000 remained after payment of expenses incurred so far.

Future developments

Negotiations over access to Princes Risborough station will be continued in 2003.

Transactions and financial position

The Statement of Financial Activities shows net income for the year of £22,838 and our reserves standing at £417,835 in total at the end of the year.

Tangible Fixed assets for use by the charity

Details of movements in fixed assets are set out in note 7 to the accounts.

Reserves

To the extent that the Association does not utilise the income it receives to cover routine administrative expenses and the costs of ongoing maintenance of the track, infrastructure, locomotives, rolling stock, etc. used in furtherance of its activities, its policy is to retain in reserve all residual income to provide the resources with which to meet future expenditure that may be expected not to be covered by income received at the time. Such expenditure includes:

- a. non-routine refurbishment of locomotives, rolling stock, etc;
- b. projects identified by the Association as contributing to the extension and improvement of its facilities.
- c. unforeseen large expenses.

Directors and trustees

All directors of the company listed on page 1 are also trustees of the charity, and there are no other trustees. The Board has the power to appoint additional trustees as it considers fit to do so.

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CHINNOR & PRINCES RISBOROUGH RAILWAY ASSOCIATION LIMITED

Report of the Trustees for the year ended 31 December 2002 (cont.)

Trustees' responsibilities in relation to the financial statements

The trustees are required by company law to prepare financial statements for each financial year, which give a true and fair view of the financial activities of the charity and of its financial position at the end of that year. In preparing those financial statements the trustees are required to:

- a) select suitable accounting policies and apply them consistently;
- b) make judgements and estimates that are reasonable and prudent;
- c) state whether the policies adopted are in accordance with the Companies Act 1985 and with applicable accounting standards and statements of recommended practice, subject to any material departures disclosed and explained in the financial statements;
- d) prepare the financial statements on a going concern basis unless it is inappropriate to assume that the charity will continue in operation.


The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity 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.

Accountant

A resolution proposing Cyril Flood CA be re-appointed as accountant of the charity will be put to the Annual General Meeting.

Approval

This report was approved by the board of directors and trustees on 29 April 2003 and signed on its behalf.

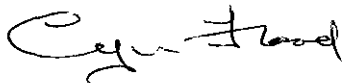


D Kaufman
Chairman

CHINNOR & PRINCES RISBOROUGH RAILWAY ASSOCIATION LIMITED

**Accountant's Report to the Directors on the Unaudited Accounts of Chinnor & Princes
Risborough Railway Association Limited**

As described on the balance sheet, you are responsible for the preparation of the accounts for the year ended 31 December 2002 set out on pages 4 to 7 and you consider that the company is exempt from audit under the provisions of s.249A(1) of the Companies Act 1985. In accordance with your instructions, I have compiled these unaudited accounts, in order to assist you to fulfill your statutory responsibilities, from the accounting records and information and explanations supplied to me.



Cyril Flood
Chartered Accountant
Second Floor
1 Church Square
Leighton Buzzard
Bedfordshire
LU7 1AE

CHINNOR & PRINCES RISBOROUGH
RAILWAY ASSOCIATION LIMITED

Independent Examiner's Report to the Directors and Trustees of
Chinnor & Princes Risborough Railway Association Limited

I report on the Accounts of the Charity for the year ended 31 December 2002 which are set out on pages 5 to 10.

Respective responsibilities of trustees and the examiner

As the charity's trustees you are responsible for the preparation of the Accounts; you consider that the audit requirement of section 43(2) of the Charities Act 1993 (the Act) does not apply. It is my responsibility to state, on the basis of procedures specified in the general Directions given by the Charity Commissioners under section 43(7)(b) of the Act, 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 Commissioners. 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 seeking 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 I do not express an audit opinion on the view given by the Accounts.

Independent examiner's statement

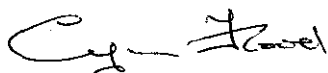
In connection with my examination, no matter has come to my attention:

(1) which gives me 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 my opinion, attention should be drawn in order to enable a proper understanding of the Accounts to be reached.



Cyril Flood
Chartered Accountant
Second Floor
1 Church Square
Leighton Buzzard
Beds LU7 1AE

29 April 2003

CHINNOR AND PRINCES RISBOROUGH RAILWAY ASSOCIATION LIMITED

Statement of Financial Activities for the year ended 31 December 2002

	Unrestricted Funds	Designated Funds	Restricted Funds	Total Funds 2002	Total Funds 2001
INCOME AND EXPENDITURE					
Income Resources					
Management fees	39,690	-	-	39,690	41,831
Membership	5,825	-	-	5,825	5,662
Fund Raising	375	7,293	10,630	18,298	65,020
Other	1,937	-	-	1,937	2,869
Donations	1,515	-	-	1,515	620
Bank Interest	883	3,081	1,364	5,328	4,741
	<u>50,225</u>	<u>10,374</u>	<u>11,994</u>	<u>72,593</u>	<u>120,743</u>
Resources Expended					
Direct Charitable Expenditure	38,425	-	-	38,425	14,596
Fund Raising	-	-	1,645	1,645	2,392
Other Costs	708	-	-	708	732
Management – Administration	8,977	-	-	8,977	3,794
Total Expenditure	<u>48,110</u>	<u>-</u>	<u>1,645</u>	<u>49,755</u>	<u>21,514</u>
Net Movement in Funds	2,115	10,374	10,349	22,838	99,229
Balance brought forward 1 January 2002	<u>233,795</u>	<u>88,843</u>	<u>72,359</u>	<u>394,997</u>	<u>295,768</u>
Balance carried forward 31 December 2002	<u>235,910</u>	<u>99,217</u>	<u>82,708</u>	<u>417,835</u>	<u>394,997</u>

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

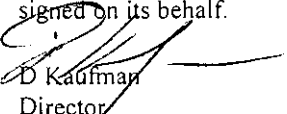
CHINNOR & PRINCES RISBOROUGH RAILWAY ASSOCIATION LIMITED

Balance Sheet as at 31 December 2002

	Notes	2002		2001	
		£	£	£	£
Fixed Assets					
Tangible Assets	7	253,492		241,440	
Investments	8	12,218		2,543	
			265,710		243,983
Current assets					
Cash at bank and in hand		165,846		150,525	
Debtors and prepayments	9	10,686		16,756	
			176,532		167,281
			442,242		411,264
Creditors: amounts falling due within one year	10		24,407		15,967
Creditors: amounts falling due after one year	11		-		300
			417,835		394,997
Represented by:					
Restricted Funds	13		82,708		72,359
Designated Funds	14		99,217		88,843
Unrestricted Funds			235,910		233,795
			417,835		394,997

The directors consider that the company is entitled to exemption from the requirement to have an audit under the provisions of s.249A(1) of the Companies Act 1985. Members have not required the company, under s.249B(2) of the Companies Act 1985, to obtain an audit for the year ended 31 December 2002. The directors acknowledge their responsibilities for ensuring that the company keeps accounting records, which comply with s.221 of the Companies Act 1985, and for preparing accounts which give a true and fair view of the state of affairs of the company as at 31 December 2002 and of its surplus for the year then ended, in accordance with the requirements of s.226, and which otherwise comply with the requirements of the Act relating to the accounts so far as applicable to the company.

The financial statements, which have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 applicable to small companies, were approved by the board on 29 April 2003 and signed on its behalf.


D Kaufman
Director

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

CHINNOR & PRINCES RISBOROUGH RAILWAY ASSOCIATION LIMITED

Notes to the financial statements **for the year ended 31 December 2002**

1. Accounting Policies

a) Basis of preparation of accounts

The financial statements are prepared under the historical cost convention. The financial statements have been prepared in accordance with the Statement of Recommended Practice, Accounting and Reporting by Charities (SORP 2000) issued in October 2000, applicable accounting standards and the Companies Act 1985 and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002)

b) Incoming resources

Voluntary income and donations are included in incoming resources when they are receivable, except when the donors specify that they must be used in future accounting periods or donors conditions have not been fulfilled, then the income is deferred. The income from fundraising ventures is shown gross, with the associated costs included in fundraising costs.

c) Resources expended

Resources expended are included in the Statement of Financial Activities on an accruals basis.

Expenditure which is directly attributable to specific activities has been included in these cost categories. Where costs are attributable to more than one activity, they have been apportioned across the cost categories on a basis consistent with the use of these resources.

d) Tangible fixed assets

Individual fixed assets costing £100 or more are capitalised at cost.

Depreciation is provided on all tangible fixed assets at rates calculated to write off the cost on a straight line basis over their expected useful economic lives as follows:

Plant and Machinery	20% straight line basis
Buildings	2% straight line basis

e) Investments

Investments are stated at cost.

f) Fund raising costs

Fundraising expenditure comprises costs incurred in inducing people and organisations to contribute financially to the charity's work. This includes the cost of advertising for donations and staging of special fundraising events.

g) Expenditure on management and administration of the charity

Administration expenditure includes overheads and depreciation.

CHINNOR & PRINCES RISBOROUGH RAILWAY ASSOCIATION LIMITED

Notes to the financial statements
for the year ended 31 December 2002 (cont.)

	2002 £	2001 £
2. Donations and gifts		
Individuals	1,515	620
	<hr/>	<hr/>
3. Cost of generating funds		
Postage, stationery & printing	1,645	2,392
	<hr/>	<hr/>
4. Management & Administration		
Overheads	2,700	2,742
Depreciation	6,277	2,250
Profit on sale of assets	-	(2,999)
Other costs	-	1,801
	<hr/>	<hr/>
	8,977	3,794
	<hr/>	<hr/>

5. Surplus for the year

The surplus of income over expenditure is stated after charging:

Depreciation of tangible fixed assets		
-owned by the charity	6,277	2,250
Profit on sale of assets	-	(2,999)

6. Staff costs

The company has no paid employees.

No remuneration was paid to trustees in the year, nor were any expenses reimbursed to them.

CHINNOR & PRINCES RISBOROUGH RAILWAY ASSOCIATION LIMITED

Notes to the financial statements
for the year ended 31 December 2002 (cont.)

7. Tangible assets

	Land and Buildings	Plant	Total
Cost			
At 1 January 2002	230,315	84,828	315,143
Additions	4,382	13,947	18,329
At 31 December 2002	<u>234,697</u>	<u>98,775</u>	<u>333,472</u>
Depreciation			
At 1 January 2002	-	73,703	73,703
Charge for the year	900	5,377	6,277
At 31 December 2002	<u>900</u>	<u>79,080</u>	<u>79,980</u>
Net book values			
At 31 December 2002	<u>233,797</u>	<u>19,695</u>	<u>253,492</u>
At 31 December 2001	<u>230,315</u>	<u>11,125</u>	<u>241,440</u>
		2002	2001
		£	£

8. Investments

Shares in Subsidiary Company	3	3
Shares in locomotives and rolling stock	12,215	2,540
	<u>12,218</u>	<u>2,543</u>

9. Debtors

Trade debtors	10,401	16,209
VAT	285	547
	<u>10,686</u>	<u>16,756</u>

CHINNOR & PRINCES RISBOROUGH RAILWAY ASSOCIATION LIMITED

Notes to the financial statements
for the year ended 31 December 2002 (cont.)

	2002 £	2001 £
10. Creditors: amounts falling due within one year		
Loans from Members	15,160	14,960
Accruals	9,247	1,007
	<u>24,407</u>	<u>15,967</u>
11. Creditors: amounts falling due after more than one year		
Loans from members	-	300

12. Funds of the charity

Restricted Funds

These are funds donated to the charity for specific projects.

Designated Funds

These are funds set aside from general funds by the Trustees for specific projects.

13. Restricted Funds

	Engine Maintenance Fund	Station Building	Princes Risborough Project	Total
Brought forward	542	42,315	29,502	72,359
Receipts	20	-	10,329	10,349
	<u>562</u>	<u>42,315</u>	<u>39,831</u>	<u>82,708</u>

14. Designated Funds

	Engine Maintenance Fund	Princes Risborough Project	Total
Brought forward	5,809	83,034	88,843
Receipts	3,024	7,350	10,374
Carried forward	<u>8,833</u>	<u>90,384</u>	<u>99,217</u>