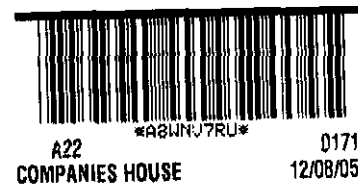


2676180

**INTERNATIONAL ASSOCIATION OF HYDROLOGICAL
SCIENCES LIMITED**
(A company limited by guarantee)

**Report and Financial Statements
for the Year Ended 31 December 2004**



**INTERNATIONAL ASSOCIATION OF HYDROLOGICAL
SCIENCES LIMITED**

**Financial Statements
for the Year Ended 31 December 2004**

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**INTERNATIONAL ASSOCIATION OF HYDROLOGICAL
SCIENCES LIMITED**

Company Information as at 31 December 2004

Directors & Trustees

Dr A Gustard
Dr. J.C. Rodda
Prof. D.E. Walling
Dr. C.A Onstad
Dr P Hubert
Dr K Takeuchi

Secretary & Trustee

F Farquharson

Registered Office

8 St Mary's Street
Wallingford
Oxfordshire
OX10 0EL

Registered No.

2676180

Business Address

Centre for Ecology and Hydrology
Wallingford
Oxfordshire
OX10 8BB

Accountants

Colman Felton and Company
Chartered Accountants
8 St Mary's Street
Wallingford
Oxfordshire
OX10 0EL

Charity No.

1078635

**INTERNATIONAL ASSOCIATION OF HYDROLOGICAL
SCIENCES LIMITED**

**Report of the Trustees
For the Year Ended 31 December 2004**

The trustees who are also directors of the charity for the purposes of the Companies Acts present their annual report and the financial statements for the year ended 31 December 2004. 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 its memorandum and articles of association.

The charity's main object and its principal activity continues to be that of the production and sale of scientific publications and journals.

The charity is organised so that the trustees meet regularly to manage its affairs. A manager is appointed by the trustees to manage the day to day running of the charity.

Developments, activities and achievements this year

The trustees consider that the performance of the charity during the year has been satisfactory.

During the year, the charity provided free publications to a range of organisations in developing countries. In total, 72 free subscriptions to volume 50 of the bi-monthly Hydrological Sciences Journal, and 65 sets of IAHS Publications, numbers 279, 283 and 284, were distributed in 2004.

Future developments

The charity does not plan to implement any significant changes. As before the main activity will be to produce and publish scientific journals as a support to the activities of "The International Association of Hydrological Sciences".

Transactions and financial position

The Statement of Financial Activities shows a net surplus for the year of £10,089 and the reserves stand at £2,594.

Tangible fixed assets

Details of assets for use by the charity are shown in note 5 to the accounts.

Reserves

The present level of funding is considered to be sufficient for the charity to maintain its current level of activity.

Risk management

The trustees actively review the major risks which the charity faces on a regular basis and believe that maintaining reserves at current levels, combined with an annual review of the controls over key financial systems, will provide sufficient resources in the event of adverse conditions. The trustees have also examined other operational and business risks faced by the charity and confirm that they have established systems to mitigate the significant risks.

**INTERNATIONAL ASSOCIATION OF HYDROLOGICAL
SCIENCES LIMITED**

**Report of the Trustees
For the Year Ended 31 December 2004 (Cont.)**

Directors and trustees

All directors of the company are also trustees of the charity.

The trustees who served during the year were:

Prof. T O'Donnell (resigned November 2004)
Dr J C Rodda
Prof. D E. Walling
Dr C A Onstad
Dr P Hubert
Dr K Takeuchi (resigned April 2005)
Dr A Gustard (appointed November 2004)
Mr F Farquharson

Trustees' responsibilities in relation to the financial statements.

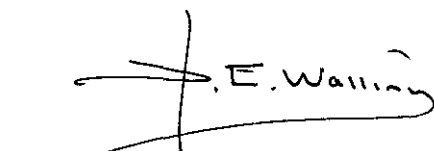
The trustees are required by company law to prepare financial statements for each financial year which give a true and fair view of the financial activities of the charity and of its financial position at the end of that year. In preparing those financial statements the trustees are required to:

1. select suitable accounting policies and apply them consistently;
2. make judgements and estimates that are reasonable and prudent;
3. 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;
4. 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.

Approval

This report was approved by the board of directors and trustees on 1/8/2005 and signed on its behalf.


Prof D E Walling
Trustee

**INTERNATIONAL ASSOCIATION OF HYDROLOGICAL
SCIENCES LIMITED**

**Report of the Accountants to the Trustees
on the unaudited Financial Statements**

We report on the financial statements for the year ended 31 December 2004 set out on pages 5 to 11.

Respective responsibilities of the trustees and reporting accountants

As described on page three the company's trustees are responsible for the preparation of the financial statements, and they consider that the company is exempt from an audit. It is our responsibility to carry out procedures designed to enable us to report our opinion.

Basis of opinion

Our work was conducted in accordance with the Statement of Standards for Reporting Accountants, and so our procedures consisted of comparing the financial statements with the accounting records kept by the company, and making such limited enquiries of the officers of the company as we considered necessary for the purposes of this report. These procedures provide only the assurance expressed in our opinion.

Opinion

In our opinion:

1. the financial statements are in agreement with the accounting records kept by the company under Section 221 of the Companies Act 1985;
2. having regard only to, and on the basis of, the information contained in those accounting records:
 - (i) the financial statements have been drawn up in a manner consistent with the accounting requirements specified in Section 249C(6) of the Act: and
 - (ii) the company satisfied the conditions for the exemption from an audit of the financial statements for the year specified in Section 249(4) of the Act and did not, at any time within that year, fall within any of the categories of companies not entitled to the exemption specified in Section 249b(1).

Colman Felton & Co

Colman Felton & Co.
Chartered Accountants
8 St Mary's Street
Wallingford
Oxfordshire
OX10 0EL

Dated: 1. August 2005

**INTERNATIONAL ASSOCIATION OF HYDROLOGICAL
SCIENCES LIMITED**

**Statement of Financial Activities
For the Year Ended 31 December 2004**

SUMMARY INCOME AND EXPENDITURE ACCOUNT

	Notes	Unrestricted £	Total 2004 £	2003 £
INCOMING RESOURCES				
Donations	12	189,679	189,679	-
Book sales and page charges		103,352	103,352	103,855
Subscriptions		64,629	64,629	91,481
Grant received		-	-	3,733
Interest receivable		375	375	692
Total incoming resources		<u>358,035</u>	<u>358,035</u>	<u>199,761</u>
RESOURCES EXPENDED				
Charitable expenditure				
Cost of producing publications	3	322,465	322,465	175,957
Administration	4	25,481	25,481	31,543
Total resources expended		<u>347,946</u>	<u>347,946</u>	<u>207,500</u>
Movement in total funds for the year- Net income/(expenditure) for the year		10,089	10,089	(7,739)
Total funds brought forward		<u>(7,495)</u>	<u>(7,495)</u>	<u>244</u>
Total funds carried forward	13	<u>2,594</u>	<u>2,594</u>	<u>(7,495)</u>

The statement of financial activities includes all gains and losses recognised in the year.

All incoming resources and resources expended derive from continuing activities.

**INTERNATIONAL ASSOCIATION OF HYDROLOGICAL
SCIENCES LIMITED**

**Balance Sheet
at 31 December 2004**

		2004	2003
	Notes	£	£
FIXED ASSETS			
Tangible assets	8	5,394	6,401
CURRENT ASSETS			
Stocks		25,991	164,943
Debtors	9	13,915	5,943
Cash at bank and in hand		50,550	35,270
		<u>90,456</u>	<u>206,156</u>
CREDITORS: amounts falling due within one year	10	93,256	55,430
		<u> </u>	<u> </u>
NET CURRENT ASSETS		(2,800)	150,726
TOTAL ASSETS LESS CURRENT LIABILITIES		2,594	157,127
CREDITORS: amounts falling due after more than one year	12	-	(164,622)
		<u>2,594</u>	<u>(7,495)</u>
FUNDS:			
Unrestricted funds	13	2,594	(7,495)
		<u>2,594</u>	<u>(7,495)</u>

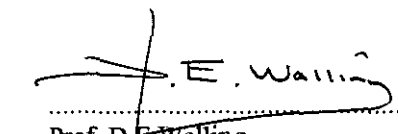
The directors have taken advantage of the exemption conferred by section 249A(1) not to have these financial statements audited and confirm that no notice has been deposited under section 249B(2) of the Companies Act 1985.

The directors acknowledge their responsibilities for:

- i) ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985 and
- ii) preparing financial statements which give a true and fair view of the state of affairs of the company as at 31 December 2003 and of its results for the year then ended in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as applicable to the company.

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective June 2002).

Approved by the board of directors and trustees on 1/8/2005 and signed on its behalf by:


Prof. D.E. Walling

**INTERNATIONAL ASSOCIATION OF HYDROLOGICAL
SCIENCES LIMITED**

**Notes to the Financial Statements
For the Year Ended 31 December 2004**

1. STATEMENT OF ACCOUNTING POLICIES

Basis of preparation of accounts

The financial statements have been prepared under the historical cost convention and in accordance with the *Statement of Recommended Practice, Accounting and Reporting by Charities (SORP 2000)* issued in October 2000, SORP Update Bulletin 1 issued in December 2002, applicable accounting standards and the Companies Act 1985.

Incoming resources

Incoming resources include the total invoice value, excluding Value Added Tax, of book sales and page charges, and subscriptions during the year, together with grants and interest received.

Income from book sales and page charges is included in incoming resources in the period in which the charity is entitled to receipt.

Income from subscriptions is included in incoming resources in the period in which the relevant journal is published.

Income from donations and grants is included in incoming resources when it is receivable.

Interest is included in incoming resources when it is receivable.

Resources expended

Resources expended are included in the Statement of Financial Activities on an accruals basis, excluding Value Added Tax.

Expenditure is attributable to either to the cost of producing publications or administration and is allocated on that basis.

Depreciation of tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its useful life:

Plant and machinery etc	15% and 25% on reducing balance
-------------------------	---------------------------------

Stocks

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

Net realisable value is based on estimated selling price less further costs to completion and disposal.

Foreign currencies

Transactions in foreign currencies are translated into Sterling at the rate ruling on the date of the transaction. Exchange differences are taken into account in arriving at the movement in total funds for the year.

2. LEGAL STATUS OF THE CHARITY

The charity is a company limited by guarantee and has no share capital. The liability of each member in the event of a winding-up is limited to £1. At 31 December 2004 there were 7 members.

**INTERNATIONAL ASSOCIATION OF HYDROLOGICAL
SCIENCES LIMITED**

**Notes to the Financial Statements
For the Year Ended 31 December 2004**

3. COST OF PRODUCING PUBLICATIONS

	2004	2003
	£	£
Opening stock	164,943	177,036
Printing, stationery and advertising	52,986	43,184
Salaries	86,410	77,106
Office services	44,117	43,574
Closing stock	(25,991)	(164,943)
	<hr/>	<hr/>
	322,465	175,957
	<hr/>	<hr/>

4. ADMINISTRATION

	2004	2003
	£	£
Salaries	16,474	15,097
Repairs and renewals	138	502
Accountancy	2,970	2,445
Legal fees	643	-
Bank charges	1,122	1,388
Donation	400	-
Sundry expenses	569	1,038
Depreciation	1,324	1,606
Conference, travelling and workshop expenses	1,841	9,467
	<hr/>	<hr/>
	25,481	31,543
	<hr/>	<hr/>

5. MOVEMENT IN TOTAL FUNDS FOR THE YEAR

This is stated after charging:

	2004	2003
	£	£
Depreciation of fixed assets	1,324	1,606
	<hr/>	<hr/>

6. TAXATION

There is no liability to corporation tax for the year.

**INTERNATIONAL ASSOCIATION OF HYDROLOGICAL
SCIENCES LIMITED**

**Notes to the Financial Statements
For the Year Ended 31 December 2004**

7. STAFF COSTS

No remuneration was paid to trustees in the year, nor were any expenses reimbursed to them. The staff cost of the remaining staff were:

	2004	2003
	£	£
Salaries	94,030	84,653
Social security costs	8,854	7,550
	<hr/>	<hr/>
	102,884	92,203
	<hr/>	<hr/>

The average weekly number of staff employed, calculated as full time equivalents during the year was as follows:

	2004	2003
	£	£
Direct charitable work	3.2	3.2
Administrative	0.5	0.5
	<hr/>	<hr/>
	3.7	3.7
	<hr/>	<hr/>

No employee received remuneration of more than £50,000. No employee has any retirement benefits accruing.

8. TANGIBLE FIXED ASSETS

	Plant and Machinery etc. £
Cost:	
At 1 January 2004	21,754
Additions	317
	<hr/>
At 31 December 2004	22,071
	<hr/>
Depreciation:	
At 1 January 2004	15,353
Charge for year	1,324
	<hr/>
At 31 December 2004	16,677
	<hr/>
Net book value:	
At 31 December 2004	5,394
	<hr/>
At 31 December 2003	6,401
	<hr/>

**INTERNATIONAL ASSOCIATION OF HYDROLOGICAL
SCIENCES LIMITED**

**Notes to the Financial Statements
For the Year Ended 31 December 2004**

	2004	2003
	£	£
9. DEBTORS		
Trade debtors	13,495	5,352
Other debtors	170	591
Prepayments	250	-
	<hr/>	<hr/>
	13,915	5,943
	<hr/>	<hr/>

10. CREDITORS: amounts falling due within one year

	2004	2003
	£	£
Trade creditors	1,938	4,513
Taxation and social security	2,904	2,466
Other creditors	1,182	382
Accruals	45,952	45,324
Deferred income (Note 11)	41,280	2,745
	<hr/>	<hr/>
	93,256	55,430
	<hr/>	<hr/>

11. DEFERRED INCOME

Balance at 1 January 2004	2,745
Amount released to incoming resources	(2,745)
Amount deferred in the year	41,280
	<hr/>
Balance at 31 December 2004	41,280
	<hr/>

Deferred income comprises subscriptions received in advance of the publication of the Hydrological Sciences Journal.

12. CREDITORS: amounts falling due after one year

	2004	2003
	£	£
The International Association of Hydrological Sciences	-	164,622
	<hr/>	<hr/>

The International Association of Hydrological Sciences made a donation to the charitable company of £189,679 during the year. This represents the total net transfer of funds to date to the charitable company.

**INTERNATIONAL ASSOCIATION OF HYDROLOGICAL
SCIENCES LIMITED**

**Notes to the Financial Statements
For the Year Ended 31 December 2004**

13. STATEMENT OF FUNDS

Unrestricted funds	At 1 January 2004 £	Income £	Expenditure £	At 31 December 2004 £
General reserve	(7,495)	358,035	347,946	2,594
	<hr/>	<hr/>	<hr/>	<hr/>
Total funds	(7,495)	358,035	347,946	2,594
	<hr/>	<hr/>	<hr/>	<hr/>