

Company Registration No. 3087440 (England and Wales)

**CITY OF NEWPORT MODEL
ENGINEERING SOCIETY LIMITED**

**DIRECTORS' REPORT AND
FINANCIAL STATEMENTS**

YEAR ENDED 31 MARCH 2007

SATURDAY



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COMPANIES HOUSE

CITY OF NEWPORT MODEL ENGINEERING SOCIETY LIMITED

COMPANY INFORMATION

Committee of Management

P R Pritchard (Vice chairman)
C G Rowden
D Hall
E Attree (Chairman)
J Norman
S M Foster
P Willey (Treasurer)
J G Bale
A Hall
R McKean (Secretary)
S Kenwood (Co-optee)

Secretary

R McKean

President

P Rich

Company number

3087440

Registered office

185 Malpas Road
Newport
NP20 5PP

Auditors

Griffiths, Green, Arnold
11 New Street, Pontnewydd
NP44 1EE
NP44 1EE

Bankers

Barclays Bank Plc
57 Frogmore Street
Abergavenny
NP7 5AT

CITY OF NEWPORT MODEL ENGINEERING SOCIETY LIMITED

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CITY OF NEWPORT MODEL ENGINEERING SOCIETY LIMITED

DIRECTORS' REPORT FOR THE YEAR ENDED 31 MARCH 2007

The directors present their report and financial statements for the year ended 31 March 2007

Principal activities

The principal activity in the year under review was as a members club for model engineers, to promote interest in model engineering and to educate the young and handicapped in the country's heritage of steam, rail and model engineering

The company is a company limited by members guarantee Details of the guarantee are given in the notes to the financial statements

Committee of Management

The following directors have held office since 1 April 2006

P R Pritchard (Vice chairman)
C G Rowden
D Hall
E Attree (Chairman)
J Norman
S M Foster
P Willey (Treasurer)
J G Bale
A Hall
R McKean (Secretary)
S Kenwood (Co-optee)

Auditors

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

Committee members' 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



P Willey (Treasurer)

1/12/07
Date

CITY OF NEWPORT MODEL ENGINEERING SOCIETY LIMITED

INDEPENDENT AUDITORS' REPORT

TO THE SHAREHOLDERS OF CITY OF NEWPORT MODEL ENGINEERING SOCIETY LIMITED

We have audited the financial statements of City of Newport Model Engineering Society Limited for the year ended 31 March 2007 set out on pages 4 to 8. These financial statements have been prepared in accordance with the accounting policies set out therein and the requirements of the Financial Reporting Standard for Smaller Entities (effective January 2005).

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of the directors and auditors

As described in the statement of directors' responsibilities on page 1, the company's directors are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

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 within it.

Basis of audit opinion

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) 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.

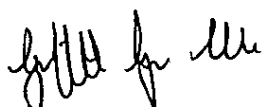
CITY OF NEWPORT MODEL ENGINEERING SOCIETY LIMITED

INDEPENDENT AUDITORS' REPORT (CONTINUED) TO THE SHAREHOLDERS OF CITY OF NEWPORT MODEL ENGINEERING SOCIETY LIMITED

Opinion

In our opinion

- the financial statements give a true and fair view in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities, of the state of the company's affairs as at 31 March 2007 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985, and
- the information given in the directors' report is consistent with the financial statements



Griffiths, Green, Arnold

21/12/07

Chartered Accountants
Registered Auditor

11 New Street, Pontnewydd
Cwmbran
NP44 1EE

CITY OF NEWPORT MODEL ENGINEERING SOCIETY LIMITED

INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 MARCH 2007

	Notes	2007 £	2006 £
Turnover		12,005	12,871
Administrative expenses		(5,979)	(8,546)
Other operating income		1,600	4,805
Operating surplus	2	<u>7,626</u>	<u>9,130</u>
Other interest receivable and similar income		<u>479</u>	<u>296</u>
Surplus on ordinary activities before taxation		8,105	9,426
Tax on profit on ordinary activities	4	<u>-</u>	<u>-</u>
Surplus on ordinary activities after taxation	9	<u><u>8,105</u></u>	<u><u>9,426</u></u>

The income and expenditure 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 income and expenditure account

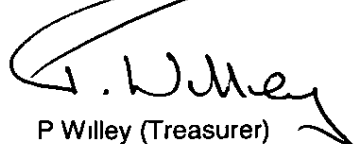
CITY OF NEWPORT MODEL ENGINEERING SOCIETY LIMITED

BALANCE SHEET AS AT 31 MARCH 2007

	Notes	2007 £	£	2006 £	£
Fixed assets					
Tangible assets	5		93,449		89,331
Current assets					
Debtors	6	1,620		1,528	
Cash at bank and in hand		29,902		28,644	
		<u>31,522</u>		<u>30,172</u>	
Creditors' amounts falling due within one year	7	<u>(2,191)</u>		<u>(3,228)</u>	
Net current assets			29,331		26,944
Total assets less current liabilities			122,780		116,275
Accruals and deferred income	8		<u>(22,594)</u>		<u>(24,194)</u>
			<u>100,186</u>		<u>92,081</u>
Reserves					
Income and expenditure account	9		<u>100,186</u>		<u>92,081</u>
Members' funds	10		<u>100,186</u>		<u>92,081</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 financial statements were approved by the Committee of Management on 1 DEC 07


P Willey (Treasurer)

CITY OF NEWPORT MODEL ENGINEERING SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2007

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005)

1.2 Turnover

Turnover represents amounts receivable for goods and services

1.3 Tangible fixed assets and depreciation

Tangible fixed assets other than freehold land are stated at cost less depreciation. The nature of the company's assets are such that the activities of the society's members in pursuing the objectives of the society result in the fixed assets being maintained and repaired on a regular basis. Consequently there is no diminution in the value of the fixed assets and so any depreciation would be immaterial. However, assets acquired through the assistance of grants are written off as follows

Land and buildings Freehold	not depreciated
Plant and machinery	5% on cost

2 Operating profit

	2007	2006
	£	£
Operating profit is stated after charging		
Depreciation of tangible assets	600	600
Auditors' remuneration	353	353
and after crediting		
Government grants	1,600	4,805

3 Investment income

	2007	2006
	£	£
Bank interest	479	296

4 Taxation

Current tax charge

	-	-
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On the basis of these financial statements no provision has been made for corporation tax

CITY OF NEWPORT MODEL ENGINEERING SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2007

5 Tangible fixed assets

	Land and buildings	Plant and machinery etc	Total
	£	£	£
Cost			
At 1 April 2006	65,041	27,640	92,681
Additions	2,302	2,416	4,718
	<hr/>	<hr/>	<hr/>
At 31 March 2007	67,343	30,056	97,399
	<hr/>	<hr/>	<hr/>
Depreciation			
At 1 April 2006	-	3,350	3,350
Charge for the year	-	600	600
	<hr/>	<hr/>	<hr/>
At 31 March 2007	-	3,950	3,950
	<hr/>	<hr/>	<hr/>
Net book value			
At 31 March 2007	67,343	26,106	93,449
	<hr/>	<hr/>	<hr/>
At 31 March 2006	65,041	24,290	89,331
	<hr/>	<hr/>	<hr/>

6 Debtors	2007 £	2006 £
Other debtors	1,620	1,528
	<hr/>	<hr/>

7 Creditors amounts falling due within one year	2007 £	2006 £
Other creditors	2,191	3,228
	<hr/>	<hr/>

CITY OF NEWPORT MODEL ENGINEERING SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2007

8 Accruals and deferred income

	Government grants £
Balance at 1 April 2006	24,194
Amortisation in the year	(1,600)
Balance at 31 March 2007	<u>22,594</u>

9 Statement of movements on income and expenditure account

	income and expenditure account £
Balance at 1 April 2006	92,081
Retained surplus for the year	8,105
Balance at 31 March 2007	<u>100,186</u>

10 Reconciliation of movements in members' funds

	2007 £	2006 £
Surplus for the financial year	8,105	9,426
Opening members' funds	92,081	82,655
Closing members' funds	<u>100,186</u>	<u>92,081</u>

11 Members guarantees

Each member of the company has agreed that in the event of a winding-up, they will contribute an amount not exceeding £1 towards any shortfall

12 Transactions with members

None of the members of the Committee of Management recieved any remuneration or reimbursement of expenses from the company