

**REPORT OF THE DIRECTORS AND  
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2002  
FOR  
THE CLASS 4 PRESERVATION TRUST LIMITED**



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COMPANIES HOUSE 16/10/03

**THE CLASS 4 PRESERVATION TRUST LIMITED**

**CONTENTS OF THE FINANCIAL STATEMENTS**  
**for the Year Ended 31 December 2002**

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	<b>Page</b>
<b>Company Information</b>	<b>1</b>
<b>Report of the Directors</b>	<b>2</b>
<b>Statement of Financial Activities</b>	<b>3</b>
<b>Statement of Total Recognised Gains and Losses</b>	<b>4</b>
<b>Balance Sheet</b>	<b>5</b>
<b>Notes to the Financial Statements</b>	<b>6</b>
<b>Report of the Accountants</b>	<b>9</b>

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**THE CLASS 4 PRESERVATION TRUST LIMITED**

**COMPANY INFORMATION**

**for the Year Ended 31 December 2002**

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**DIRECTORS:**

Mr P T Oldfield  
Mr D P Cawthorn  
Mr R Hully  
Mr S J Latham  
Mr D G Gaskin  
Mr E L Ball  
Mr D Rowe

**SECRETARY:**

Mr D P Cawthorn

**REGISTERED OFFICE:**

42 Church Lane  
Wolstanton  
Newcastle  
Staffordshire  
ST5 0EG

**REGISTERED NUMBER:**

3230084

**CHARITY NUMBER:**

105832

**ACCOUNTANTS:**

The Davison Partnership  
Chartered Accountants  
Reliance House  
Moorland Road  
Burslem  
Stoke on Trent  
Staffordshire  
ST6 1DP

**BANKERS:**

Barclays Bank plc  
120-124 High Street  
Tunstall  
Staffordshire

# **THE CLASS 4 PRESERVATION TRUST LIMITED**

## **REPORT OF THE DIRECTORS for the Year Ended 31 December 2002**

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The directors present their report with the financial statements of the company for the year ended 31 December 2002.

### **PRINCIPAL ACTIVITY**

The principal activity of the company in the year under review was that of the restoration, preservation, display and running for the public benefit of steam locomotives of historic interest and in particular ex British Railway's standard class '4' tank loco '80136' and ex Industrial Austerity 'J94 Josiah Wedgewood'.

### **REVIEW OF BUSINESS**

The results for the year and financial position of the company are as shown in the annexed financial statements.

The standard tank 80136 was used on 113 steaming days by The West Somerset Railway Plc. Messrs LN&WR at Crewe completed the rebuild of the J94 and the Loco was returned to the CVR Plc on 13th March and was used for 24 steaming days.

### **DIRECTORS**

The directors during the year under review were:

Mr P T Oldfield  
Mr D P Cawthorn  
Mr R Hully  
Mr S J Latham  
Mr D G Gaskin  
Mr E L Ball  
Mr D Rowe

The directors of the charitable company are its trustees for the purpose of charity law.

### **LEGAL STATUS OF THE CHARITY**

The trust is a company limited by guarantee and does not have a share capital and is a registered charity. The liability of the members of the Society is an undertaking to contribute to the assets of the Trust in the event of its being wound up while a member, or within one year of ceasing to be a member, a sum not exceeding one pound.

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:**



Mr D P Cawthorn - SECRETARY

Dated: 2 September 2003

# The Class 4 Preservation Trust

## Statement of Financial Activities (including Income and Expenditure Account) for the Year Ended 31st December 2002

	Notes	Unrestricted Funds	
		31.12.01	31.12.01
		£	£
<b>Incoming resources</b>	1		
<i>Activities to further the charity's objects:</i>			
Steaming fees		42,850	22,150
<i>Activities for generating funds:</i>			
Sales		390	-
Donations		100	150
Interest received		55	
<b>Total incoming resources</b>		<u>43,395</u>	<u>22,300</u>
<i>Less cost of generating funds:</i>			
Cost of sales		-	-
<b>Net incoming resources available for charitable application</b>		<u>43,395</u>	<u>22,300</u>
 <b>Charitable expenditure</b>			
Restoration & maintenance costs		25,115	14,573
Transportation costs		1,315	675
Postage & stationery		220	15
Licences & insurance		230	195
Sundry expenses		368	15
Internet		35	
Accountancy		250	270
Bank charges			20
Depreciation of tangible fixed assets		584	648
<b>Total charitable expenditure</b>		<u>28,117</u>	<u>16,411</u>
<b>Total resources expended</b>		<u>28,117</u>	<u>16,411</u>
 <b>Movement in total funds for the year:</b>			
Net income for the year		15,278	5,889
Total funds brought forward		219,682	213,793
<b>Total funds carried forward</b>	7	<u>£ 234,960</u>	<u>£ 219,682</u>

The notes form part of these financial statements

**THE CLASS 4 PRESERVATION TRUST LIMITED**

**STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES  
for the Year Ended 31 December 2002**

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	31.12.02 £	31.12.01 £
Net income for the year	15,278	5,889
Revaluation surplus	<u>-</u>	<u>20,000</u>
<b>TOTAL RECOGNISED GAINS AND LOSSES RELATING TO THE YEAR</b>	<b><u>£15,278</u></b>	<b><u>£25,889</u></b>

The notes form part of these financial statements

# THE CLASS 4 PRESERVATION TRUST LIMITED

## BALANCE SHEET 31 December 2002

	Notes	31.12.02 £	£	31.12.01 £	£
<b>FIXED ASSETS</b>					
Tangible assets	4		248,742		239,326
<b>CURRENT ASSETS</b>					
Stocks		1,200		1,200	
Debtors	5	178		7,784	
Cash at bank		<u>32,918</u>		<u>17,432</u>	
		34,296		26,416	
<b>CREDITORS</b>					
Amounts falling due within one year	6	<u>9,747</u>		<u>7,729</u>	
<b>NET CURRENT ASSETS</b>			<u>24,549</u>		<u>18,687</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<u>£273,291</u>		<u>£258,013</u>
<b>RESERVES</b>					
Revaluation reserve	7		38,331		38,331
Profit and loss account	7		<u>234,960</u>		<u>219,682</u>
			<u>£273,291</u>		<u>£258,013</u>

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ended 31 December 2002.

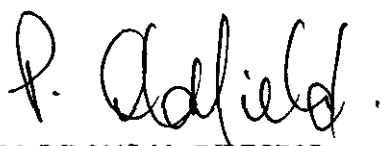
The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2002 in accordance with Section 249B(2) of the Companies Act 1985.

The directors acknowledge their responsibilities for:

- ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 and
- preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year 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).

### ON BEHALF OF THE BOARD:



Mr P T Oldfield - DIRECTOR

Approved by the Board on 2 September 2003

The notes form part of these financial statements

# THE CLASS 4 PRESERVATION TRUST LIMITED

## NOTES TO THE FINANCIAL STATEMENTS for the Year Ended 31 December 2002

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### 1. ACCOUNTING POLICIES

#### Accounting convention

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, applicable accounting standards and the Companies Act 1985. The principal accounting policies adopted in the preparation of the financial statements are as follows:

#### Incoming resources

Income from charitable activities and donations is included in incoming resources when receivable.

#### Tangible fixed assets

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

Steam engines	- not provided
Vans and equipment	- 10% on reducing balance

The trust has a practice of regular maintenance and repair of the steam locomotives and any depreciation charge would be immaterial.

The carrying values of the locomotives are reviewed annually by the directors. Costs of restoration are capitalised up to the valuation amount of the locomotive. Additional costs of restoration, repair and maintenance are charged to the income and expenditure account in the year in which they are incurred. Other movements on revaluation are reflected in reserves.

#### Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

#### Resources expended

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

#### Fund accounting

Funds held by the charity are unrestricted general funds - these are funds which can be used in accordance with the charitable objects at the discretion of the trustees.

### 2. OPERATING PROFIT

The operating profit is stated after charging:

	31.12.02	31.12.01
	£	£
Depreciation - owned assets	<u>584</u>	<u>648</u>
Directors' emoluments and other benefits etc	<u>-</u>	<u>-</u>

### 3. TAXATION

The charitable company is exempt from corporation tax on its charitable activities.



# THE CLASS 4 PRESERVATION TRUST LIMITED

## NOTES TO THE FINANCIAL STATEMENTS for the Year Ended 31 December 2002

### 4. TANGIBLE FIXED ASSETS

	Steam engines £	Vans and equipment £	Totals £
<b>COST OR VALUATION:</b>			
At 1 January 2002	242,857	1,000	243,857
Additions	<u>10,000</u>	<u>-</u>	<u>10,000</u>
At 31 December 2002	<u>252,857</u>	<u>1,000</u>	<u>253,857</u>
<b>DEPRECIATION:</b>			
At 1 January 2002	4,095	436	4,531
Charge for year	<u>528</u>	<u>56</u>	<u>584</u>
At 31 December 2002	<u>4,623</u>	<u>492</u>	<u>5,115</u>
<b>NET BOOK VALUE:</b>			
At 31 December 2002	<u>248,234</u>	<u>508</u>	<u>248,742</u>
At 31 December 2001	<u>238,762</u>	<u>564</u>	<u>239,326</u>

Cost or valuation at 31 December 2002 is represented by:

	Steam engines £	Vans and equipment £	Totals £
Valuation in 1999	18,331	-	18,331
Valuation in 2001	20,000	-	20,000
Cost	<u>214,526</u>	<u>1,000</u>	<u>215,526</u>
	<u>252,857</u>	<u>1,000</u>	<u>253,857</u>

If steam engines had not been revalued they would have been included at the following historical cost:

	31.12.02 £	31.12.01 £
Cost	<u>214,526</u>	<u>204,526</u>

Steam engines were valued on an open market basis on 7 August 2003 by Mr. P. T. Oldfield, a trustee.

### 5. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.02 £	31.12.01 £
Trade debtors	<u>178</u>	<u>7,784</u>

**THE CLASS 4 PRESERVATION TRUST LIMITED**

**NOTES TO THE FINANCIAL STATEMENTS**  
for the Year Ended 31 December 2002

**6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31.12.02	31.12.01
	£	£
Trade creditors	378	2,975
VAT	1,859	1,813
Directors' current accounts	10	954
Accruals and deferred income	<u>7,500</u>	<u>1,987</u>
	<u>9,747</u>	<u>7,729</u>

**7. RESERVES**

	Profit and loss account £	Revaluation reserve £	Totals £
At 1 January 2002	219,682	38,331	258,013
Retained profit for the year	<u>15,278</u>	<u>-</u>	<u>15,278</u>
At 31 December 2002	<u>234,960</u>	<u>38,331</u>	<u>273,291</u>

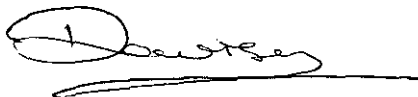
**THE CLASS 4 PRESERVATION TRUST LIMITED**

**REPORT OF THE ACCOUNTANTS TO THE DIRECTORS OF  
THE CLASS 4 PRESERVATION TRUST LIMITED**

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As described on the balance sheet you are responsible for the preparation of the financial statements for the year ended 31 December 2002 set out on pages three to eight and you consider that the company is exempt from an audit.

In accordance with your instructions, we have compiled these unaudited financial statements in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.



The Davison Partnership  
Chartered Accountants  
Reliance House  
Moorland Road  
Burslem  
Stoke on Trent  
Staffordshire  
ST6 1DP

Dated: 2 September 2003