

**REPORT OF THE DIRECTORS AND
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2011
FOR
THE SOCIETY OF HOMEOPATHS LIMITED**



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FOR THE YEAR ENDED 31 DECEMBER 2011**

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THE SOCIETY OF HOMEOPATHS LIMITED

**COMPANY INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2011**

| | |
|---------------------------|--|
| DIRECTORS: | F Treuherz D Goodwin Z Dymitr P Edmonds M Andrews I C Spencer K Grover |
| SECRETARY: | F Treuherz |
| REGISTERED OFFICE: | 11 Brookfield Duncan Close Moulton Park Northampton Northamptonshire NN3 6WL |
| REGISTERED NUMBER: | 01392004 (England and Wales) |
| AUDITORS: | DNG Dove Naish Chartered Accountants and Statutory Auditor Eagle House 28 Billing Road Northampton Northamptonshire NN1 5AJ |
| BANKERS: | The Co-operative Bank PO Box 250 Skelmersdale WN8 6WT |

**REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 DECEMBER 2011**

The directors present their report with the financial statements of the company for the year ended 31 December 2011

PRINCIPAL ACTIVITY

The principal activities of the Society continued to be

- a) to develop and maintain high standards for the practice of homeopathy
- b) to develop and maintain for public use a Register of Homeopaths who practice to the standards required by the Society and abide by the Society's code of Ethics and Practice
- c) to protect the public's freedom to have homeopathic treatment now and in the future
- d) to promote public awareness of homeopathy and to encourage its responsible use in the home
- e) to promote and encourage the establishment of education and training homeopathy

DIRECTORS

The directors shown below have held office during the whole of the period from 1 January 2011 to the date of this report

F Treuherz
D Goodwin
Z Dymitr
P Edmonds
M Andrews
I C Spencer

Other changes in directors holding office are as follows

C Jurdon - resigned 2 April 2011
K Grover - appointed 2 April 2011

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Report of the Directors and the financial statements in accordance with applicable law and regulations

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they 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 these financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgements and accounting 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 adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. 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.

THE SOCIETY OF HOMEOPATHS LIMITED (REGISTERED NUMBER: 01392004)

**REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 DECEMBER 2011**

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and each director has taken all the steps that he or she ought to have taken as a director in order to make himself or herself aware of any relevant audit information and to establish that the company's auditors are aware of that information

AUDITORS

The auditors, DNG Dove Naish, will be proposed for re-appointment at the forthcoming Annual General Meeting

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies

SIGNED BY ORDER OF THE DIRECTORS:



F Treuherz - Secretary

Date 6th February 2012

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF THE SOCIETY OF HOMEOPATHS LIMITED

We have audited the financial statements of The Society of Homeopaths Limited for the year ended 31 December 2011 on pages six to eleven. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (effective April 2008) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities)

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. 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 a Report of the Auditors 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 directors and auditors

As explained more fully in the Statement of Directors' Responsibilities set out on page two, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors, including "APB Ethical Standard - Provisions Available for Small Entities (Revised)", in the circumstances set out in note twelve to the financial statements.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the directors, and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the financial statements to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements

- give a true and fair view of the state of the company's affairs as at 31 December 2011 and of its profit for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities, and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006


In our opinion the information given in the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
THE SOCIETY OF HOMEOPATHS LIMITED**

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us, or
- the financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of directors' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit, or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption in preparing the Report of the Directors



Vaughan Griffiths (Senior Statutory Auditor)
for and on behalf of DNG Dove Naish
Chartered Accountants
and Statutory Auditor
Eagle House
28 Billing Road
Northampton
Northamptonshire
NN1 5AJ

Date 17 February 2012

THE SOCIETY OF HOMEOPATHS LIMITED (REGISTERED NUMBER: 01392004)

**PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2011**

| | Notes | 2011 £ | 2010 £ |
|---|-------|---------------------|----------------------|
| TURNOVER | | 622,869 | 674,572 |
| Administrative expenses | | <u>616,150</u> | <u>653,414</u> |
| OPERATING PROFIT and PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION | 2 | 6,719 | 21,158 |
| Tax on profit on ordinary activities | 3 | <u>734</u> | <u>393</u> |
| PROFIT FOR THE FINANCIAL YEAR | | <u><u>5,985</u></u> | <u><u>20,765</u></u> |

The notes form part of these financial statements

THE SOCIETY OF HOMEOPATHS LIMITED (REGISTERED NUMBER: 01392004)

BALANCE SHEET
31 DECEMBER 2011

| | Notes | 2011 £ | £ | 2010 £ | £ |
|--|-------|----------------|----------------|----------------|----------------|
| FIXED ASSETS | | | | | |
| Tangible assets | 4 | | 4,071 | | 5,605 |
| Investments | 5 | | <u>10</u> | | <u>10</u> |
| | | | 4,081 | | 5,615 |
| CURRENT ASSETS | | | | | |
| Debtors | 6 | 244,345 | | 252,125 | |
| Cash at bank and in hand | | <u>216,190</u> | | <u>197,680</u> | |
| | | 460,535 | | 449,805 | |
| CREDITORS | | | | | |
| Amounts falling due within one year | 7 | <u>65,367</u> | | <u>62,156</u> | |
| NET CURRENT ASSETS | | | <u>395,168</u> | | <u>387,649</u> |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | | <u>399,249</u> | | <u>393,264</u> |
| RESERVES | | | | | |
| Profit and loss account | 9 | | <u>399,249</u> | | <u>393,264</u> |
| | | | <u>399,249</u> | | <u>393,264</u> |

The financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective April 2008)

The financial statements were approved by the Board of Directors on
and were signed on its behalf by

6th February 12



Z Dymitr - Director

The notes form part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2011

1 ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

Preparation of consolidated financial statements

The financial statements contain information about The Society of Homeopaths Limited as an individual company and do not contain consolidated financial information as the parent of a group. The company has taken the option under Section 398 of the Companies Act 2006 not to prepare consolidated financial statements

Turnover

Turnover represents net invoiced sales of services, excluding value added tax

Tangible fixed assets

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

Fixtures and fittings - 33% on cost, 25% on cost and 15% on reducing balance

Deferred tax

Deferred taxation is provided on the liability method to take account of timing differences between the treatment of certain items for accounts purposes and their treatment for tax purposes. Tax deferred or accelerated is accounted for in respect of all material timing differences

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the profit and loss account on a straight line basis over the period of the lease

Pension costs

The company makes contributions to a group personal pension plan for the employees. Contributions payable are charged to the profit and loss account in the period to which they relate

2 OPERATING PROFIT

The operating profit is stated after charging

| | 2011 | 2010 |
|--|---------------|---------------|
| | £ | £ |
| Depreciation - owned assets | 2,713 | 2,539 |
| Auditors' remuneration | 3,536 | 3,000 |
| Pension costs | <u>8,728</u> | <u>9,707</u> |
| Directors' remuneration and other benefits etc | <u>39,251</u> | <u>30,385</u> |

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2011

3 TAXATION

Analysis of the tax charge

The tax charge on the profit on ordinary activities for the year was as follows

| | 2011 £ | 2010 £ |
|--------------------------------------|------------|------------|
| Current tax | | |
| UK corporation tax | <u>734</u> | <u>393</u> |
| Tax on profit on ordinary activities | <u>734</u> | <u>393</u> |

The Society has mutual trading status and corporation tax is only chargeable on investment income derived from bank deposits

4 TANGIBLE FIXED ASSETS

| | Fixtures and fittings £ |
|-----------------------|----------------------------------|
| COST | |
| At 1 January 2011 | 34,681 |
| Additions | <u>1,179</u> |
| At 31 December 2011 | <u>35,860</u> |
| DEPRECIATION | |
| At 1 January 2011 | 29,076 |
| Charge for year | <u>2,713</u> |
| At 31 December 2011 | <u>31,789</u> |
| NET BOOK VALUE | |
| At 31 December 2011 | <u>4,071</u> |
| At 31 December 2010 | <u>5,605</u> |

5 FIXED ASSET INVESTMENTS

| | Shares in group undertakings £ |
|---|---|
| COST | |
| At 1 January 2011 and 31 December 2011 | <u>10</u> |
| NET BOOK VALUE | |
| At 31 December 2011 | <u>10</u> |
| At 31 December 2010 | <u>10</u> |

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2011

5 FIXED ASSET INVESTMENTS - continued

The company's investments at the balance sheet date in the share capital of companies include the following

The Society of Homeopaths Trading Company Limited

Nature of business Sale of publications and publicity material

| | |
|-----------------|---------|
| | % |
| Class of shares | holding |
| Ordinary | 100 00 |

| | 2011 | 2010 |
|--------------------------------|--------------|--------------|
| | £ | £ |
| Aggregate capital and reserves | (8,015) | (9,019) |
| Profit/(Loss) for the year | <u>1,004</u> | <u>(732)</u> |

Homeopathic Education Training and Research Agency Limited

Nature of business Provision of education, training & research

| | |
|-----------------|---------|
| | % |
| Class of shares | holding |
| Ordinary | 100 00 |

| | 2011 | 2010 |
|--------------------------------|------------|--------------|
| | £ | £ |
| Aggregate capital and reserves | 18,649 | 18,657 |
| (Loss)/Profit for the year | <u>(8)</u> | <u>1,579</u> |

6 DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | 2011 | 2010 |
|------------------------------------|----------------|----------------|
| | £ | £ |
| Trade debtors | 4,789 | 7,459 |
| Provision for doubtful debts | (2,126) | - |
| Amounts owed by group undertakings | 208,772 | 213,125 |
| Other debtors | 465 | 465 |
| Prepayments and accrued income | <u>32,445</u> | <u>31,076</u> |
| | <u>244,345</u> | <u>252,125</u> |

7 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | 2011 | 2010 |
|---------------------------------|---------------|---------------|
| | £ | £ |
| Trade creditors | 5,143 | 1,594 |
| Tax | 733 | 393 |
| Social security and other taxes | 6,074 | 5,912 |
| Other creditors | 1,192 | 1,126 |
| Prepaid subscriptions | 34,446 | 32,530 |
| Agnes Thom Bequest | 1,467 | 2,953 |
| Accruals and deferred income | <u>16,312</u> | <u>17,648</u> |
| | <u>65,367</u> | <u>62,156</u> |

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2011

8 OPERATING LEASE COMMITMENTS

The following operating lease payments are committed to be paid within one year

| | 2011 £ | 2010 £ |
|--|---------------|---------------|
| Expiring Between one and five years | <u>28,632</u> | <u>26,432</u> |

9 RESERVES

| | Profit and loss account £ |
|---------------------|------------------------------------|
| At 1 January 2011 | 393,264 |
| Profit for the year | <u>5,985</u> |
| At 31 December 2011 | <u>399,249</u> |

10 TRANSACTIONS WITH DIRECTORS

All of the directors paid the registered member subscription fee at a rate of £420 for 2011 (2010 £420) The directors pay the same fees as charged to all other registered members of the Society

11 RELATED PARTY DISCLOSURES

The company was under the control of its board of directors, who are listed in the directors report throughout the current and previous year

During the year the company undertook the following transactions with its subsidiary undertakings

| | Trading Company | HETRA |
|--|-----------------|-----------|
| Charge for use of facilities | £2,000 | £nil |
| Recharge of administrative costs | £nil | £300 |
| Balance owed to/(from) subsidiary at 31 December 2011 | £(113,100) | £(95,683) |

During 2008 the company transferred £151,000 to its subsidiary companies to be put on deposit for investment purposes During 2010 a further £50,000 was transferred, also for investment purposes

12 APB ETHICAL STANDARD - PROVISIONS AVAILABLE FOR SMALL ENTITIES

In common with many other organisations of our size and nature we use our auditors to prepare and submit returns to the tax authorities and assist with the preparation of the financial statements

13 COMPANY LIMITED BY GUARANTEE

The company is limited by guarantee and as such does not have a share capital

**PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2011**

| | 2011 | | 2010 | |
|--|---------|--------------|---------|---------------|
| | £ | £ | £ | £ |
| Turnover | | | | |
| Insured membership fees | 553,167 | | 588,820 | |
| Student and subscriber fees | 12,240 | | 17,169 | |
| Recognition, moderation and examination fees | 18,503 | | 21,257 | |
| Sales and advertising | 19,019 | | 22,171 | |
| Registration fees | 8,355 | | 14,970 | |
| Bank interest (gross) | 3,624 | | 1,873 | |
| Office facilities and services | 7,961 | | 6,512 | |
| Sponsorship | - | | 1,800 | |
| | | 622,869 | | 674,572 |
| Expenditure | | | | |
| Equipment expenses | 11,871 | | 6,703 | |
| Premises expenses | 47,174 | | 45,470 | |
| Membership (including insurance) | 88,225 | | 95,127 | |
| Company expenses | 27,352 | | 25,429 | |
| Directors' salaries | 39,251 | | 30,385 | |
| Personnel | 241,285 | | 297,632 | |
| Pensions | 8,728 | | 9,707 | |
| Consultants fees | 58,710 | | 48,117 | |
| Society meetings and travel | 21,707 | | 16,405 | |
| Communications | 26,226 | | 26,072 | |
| Publications | 28,814 | | 36,704 | |
| Legal and professional | 2,980 | | 3,011 | |
| Auditors' remuneration | 3,536 | | 3,000 | |
| Depreciation of tangible fixed assets | 2,713 | | 2,539 | |
| Bad debts | 2,126 | | 2,574 | |
| | | 610,698 | | 648,875 |
| | | 12,171 | | 25,697 |
| Finance costs | | | | |
| Bank charges | | 5,452 | | 4,539 |
| NET PROFIT | | <u>6,719</u> | | <u>21,158</u> |