

Company Number: 1557489

Charity Number: 283150

THE INTELLECTUAL PROPERTY INSTITUTE

**Accounts for the year
ended 31st March 1995**

Prepared by:-

**Raymond Harris & Dollar,
Registered Auditors and
Authorised Public Accountants,
5 Staple Inn,
Holborn,
London WC1V 7QS**



THE INTELLECTUAL PROPERTY INSTITUTE

ACCOUNTS FOR THE
YEAR ENDED 31ST MARCH 1995

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COMPANY INFORMATION

The Company is a Company limited by Guarantee and not having a Share Capital.

The liability of the Members is limited.

Governors: (See attached)

Company Secretary: (See attached)

Registered Office: 5 Chancery Lane,
Cliffords Inn,
London EC4A 1BU

Company Number: 1557489

Charity Number: 283150

Principal Place of Business: Charles Clore House,
17 Russell Square,
London WC1B 5DR

Auditors & Accountants: Raymond Harris & Dollar,
Registered Auditors and
Authorised Public Accountants
5 Staple Inn,
Holborn,
London WC1V 7QS

Bankers: Child & Co.,
The Royal Bank of Scotland,
1 Fleet Street,
London EC4Y 1BD

Solicitors: Denton Hall,
5 Chancery Lane,
Cliffords Inn,
London EC4A 1BU

LIST OF GOVERNORS AND COMPANY SECRETARY

Company Secretary:

**Gray's Inn Secretaries Ltd
5 Chancery Lane,
Cliffords Inn,
London EC4A 1BU**

Governors:

Sir Robin Nicholson FEng. FRS

The Rt. Hon. Sir Geoffrey Pattie MP

Sir Alfred Shepperd

Mr. Stephen Stewart CBE QC

Mr. David Barnes CBE

Mr. William Castell

Mr. Simon Duffy

Mr. Jeremy Strachan

THE INTELLECTUAL PROPERTY INSTITUTE**REPORT OF THE GOVERNORS**

The Governors present their report, together with financial statements, for the year ended 31st March 1995.

1. Principal Activity

The Company is a registered charity (Registered Number 283150).

The principal activity of the Institute is to promote a greater understanding of, education in and research into all legal, social, economic and other matters relating to or connected with the creation, protection, use and exploitation of intellectual property rights throughout the world.

2. Results and Developments

In the last report, it was indicated that financial constraints had kept the level of activities of the Institute below that to which it would aspire. Its financial situation has improved considerably during this period, and accordingly the level of its activity has increased on all fronts. Restructuring was carried out so that under a new Memorandum and Articles of Association the responsibilities of the Council, were divided between a Board of Governors and a Council of Experts. The benefits of this restructuring are now being felt. The name of the Institute was changed from the Common Law Institute of Intellectual Property to the Intellectual Property Institute.

1) Conferences/Seminars

During the year, the Institute held the following conferences and seminars:

- (a) 28 April: *'Digitisation - the challenge to Copyright'*
- (b) 2 June: *'The Ibcos case'*
- (c) 29 June: *'Second Tier Protection'*
- (d) 7 July: *'Copyright Term Harmonisation ' a CLIP/BLACA Conference.*
- (e) 27 October: *'The Protection of Ideas'*
- (f) 9 November: *'The Alappal Case'*
- (g) 23 November: *'The Advocate-General's Opinion in Magill'*

- (h) 26 January: *'Trade Mark Dilution'*
- (i) 23 February: *'TRIPS and the EC'*
- (j) 23 March: *'Catnic and the Protocol'*

2) **Publications**

A transcript of each of the above seminars was made, and edited by the Director and by the speakers. The Director added a summary of the debate, and a short Introduction, and the proceedings were published (the transcript of the meeting on 23rd March 1995 is still being edited).

In addition, the Institute published *'Patents and Morality in Perspective'* by Edward Armitage and Ivor Davis, and a study by the Director of *'Supplementary Protection Certificates: the Salt Problem'*

3. **Other Work Completed On during The Year**

- a) *'A Bibliography and Union Catalogue of Intellectual Property Holdings in the London Libraries'*. In the last Report it was stated that the compilation stage of this was completed. The Institute is now negotiating an agreement for the publication of this work with AVERO who are specialist bibliography publishers. The costs of production and distribution will be borne by the publishers.
- b) *'Telecommunications and the Problems of Electronic Bulletin Boards'*. This important report, which was commissioned from Mr. Christopher Reed of Queen Mary and Westfield College, assisted by Mr. Ian Walden, is being printed.

4 **Work in progress**

- (a) *'Patent Litigation'*. This report is close to completion. It makes some important statistics on patent litigation available for the first time.
- (b) *'An analysis of the decisions of the Performing Right Tribunal and the Copyright Tribunal'*.
- (c) *'Privacy and Publicity'*

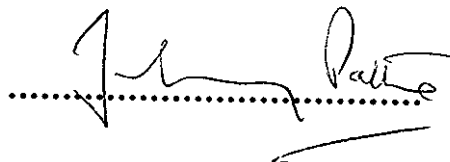
- (d) *'Taxation of Intellectual Property'*
- (e) *'The Economic Importance of Trade Marks'*
- (f) *'Intellectual Property Awareness Materials'*
- (g) *'Moral Rights and Adaptation Rights in Phonograms'*
- (h) *'Second Tier Protection and Biotechnology'*
- (i) *'TRIPS: Enforcement'*
- (j) *'The Economic Importance of Patents'*
- (k) *'An Analysis of Some Recent German Copyright Cases'*
- (l) **Passing off and unfair competition (the Director is a member of the Advisory Committee considering revision of Article 10bis Paris Convention)**

Auditors and Accountants

Messrs. Raymond Harris & Dollar are willing to continue in office.

The Governors have taken advantage, in the preparation of their Report, of the exemptions applicable to small companies.

ON BEHALF OF THE BOARD


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**5 Staple Inn,
Holborn,
London WC1V 7QS**

Dated...27/06/95.....

**ACCOUNTANTS' REPORT TO THE MEMBERS OF
THE INTELLECTUAL PROPERTY INSTITUTE**

We have examined, without carrying out an audit, the accounts for the year ended 31st March 1995 set out on pages 7 to 12.

Respective Responsibilities of Governors and Reporting Accountant

As described on Page 9, the Company's Governors are responsible for the preparation of the accounts, and they believe that the Company is exempt from an audit. It is our responsibility to examine the accounts and, based on our examination, to report our opinion, as set out below, to the shareholders.

Basis of Opinion

We conducted our examination in accordance with the appropriate standards for reporting accountants issued by the Auditing Practices Board. This examination consisted of comparing the accounts 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.

The examination was not an audit conducted in accordance with Auditing Standards. Accordingly, we do not express an audit opinion on the accounts. Therefore our examination does not provide any assurance that the accounting records and the accounts are free from material misstatement.

Opinion

In our opinion:

- a) The accounts are in agreement with those accounting records kept by the Company under Section 221 of the Companies Act 1985;
- b) Having regard only to, and on the basis of, the information contained in those accounting records, the accounts have been drawn up in a manner consistent with the accounting requirements specified in Section 249C(6) of the Act; and
- c) The Company satisfied the conditions for exemption from an audit of the accounts for the year specified in Section 249A(4) of the Act (as modified by Section 249A(5), 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).

5 Staple Inn,
Holborn,
London, WC1V 7QS.


Raymond Harris & Dollar,
Registered Auditors and
Authorised Public Accountants.

Date28/06/95.....

THE INTELLECTUAL PROPERTY INSTITUTE**PROFIT AND LOSS ACCOUNT**
FOR THE YEAR ENDED 31st MARCH 1995

	Note	<u>1995</u> £	<u>1994</u> £
TURNOVER	2	188,022	75,472
Support Costs		100,130	23,695
Administrative Costs		94,040	65,536
Financial Costs		4,820	11,983
		<hr/>	<hr/>
OPERATING/SURPLUS DEFICIT	7	(10,968)	(25,742)
Interest Receivable and Similar Income	8	6,392	6,736
		<hr/>	<hr/>
SURPLUS/DEFICIT ON ORDINARY ACTIVITIES		(4,576)	19,006)
RETAINED SURPLUS/DEFICIT FOR THE FINANCIAL YEAR		(4,576)	(19,006)
RETAINED SURPLUS AT BEGINNING OF YEAR		<u>127,641</u>	<u>146,647</u>
RETAINED SURPLUS AT END OF YEAR		£ <u>123,065</u>	£ <u>127,641</u>

The Company had no recognised gains or losses other than the surplus/deficit for the period.

The attached notes form part of these accounts



BALANCE SHEET AS AT 31ST MARCH 1995

	Note	1995 £	1994 £
<u>FIXED ASSETS</u>			
Tangible Assets	2	<u>5,246</u>	<u>3,372</u>
<u>CURRENT ASSETS</u>			
Stocks		-	4,371
Debtors		10,000	3,100
Cash at Bank and in Hand		<u>210,283</u>	<u>133,607</u>
		220,283	141,078
<u>CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR</u>	4	26,714	16,809
<u>NET CURRENT ASSETS</u>		<u>193,569</u>	<u>124,269</u>
<u>TOTAL ASSETS LESS CURRENT LIABILITIES</u>		198,815	127,641
<u>CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR</u>	5	75,750	NIL
<u>PROVISIONS FOR LIABILITIES AND CHARGES</u>	6	NIL	NIL
		<u>£123,065</u>	<u>£127,641</u>
<u>CAPITAL AND RESERVES</u>			
<u>ACCUMULATED FUNDS</u>	9	123,065	127,641
<u>TOTAL FUNDS</u>		<u>£123,065</u>	<u>£127,641</u>

Continued Overleaf

THE INTELLECTUAL PROPERTY INSTITUTE

BALANCE SHEET AS AT 31ST MARCH 1995

GOVERNORS' STATEMENTS ON
UNAUDITED ACCOUNTS

- a) For the year in question, the Company was entitled to exemption under Subsection 1 of Section 249(a) of the Companies Act 1985.
- b) No notice has been deposited under Subsection 2 of Section 249(b).
- c) The Governors acknowledge their responsibility for:-
 - i) ensuring that the Company keeps proper accounting records which comply with Section 221, and
 - ii) preparing accounts which give a true and fair view of the state of affairs of the Company as at the end of the financial year and of its profit and loss for the financial year in accordance with the requirements of Section 226, and which otherwise comply with the requirements of the Act relating to accounts, as far as applicable to the Company.
- d) Advantage has been taken of the exemptions conferred by Section A of Part III of Schedule 8.
- e) Advantage has been taken, in the preparation of the accounts, of special exemptions applicable to small companies.
- f) In the opinion of the Governors the Company is entitled to those exemptions on the basis that it qualifies as a small Company under Section 247.

Approved by the Board of Governors and signed on their behalf by:-

.....JNAG.....

Date.....27/06/95.....

The attached notes form part of these accounts.

NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31ST MARCH 1995

1. Accounting Policies

(a) Basis of Accounting

The financial statements have been prepared in accordance with the historical cost convention.

The principal accounting policies which the directors have adopted within that convention are set out below.

(b) TURNOVER

Income consists of gifts, donations, subscriptions, research fees and other income.

(c) Depreciation

Depreciation is provided so as to reduce fixed assets to their estimated residual value at the end of their anticipated useful lives at the following rate:

Equipment	25%	on the reducing balance
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(d) Stocks

Stocks were considered to be of no value. When and if sold the proceeds will be shown as cash sales.

2. Tangible Fixed Assets

	<u>Plant and Machinery etc (owned)</u>
	£
(a) Movement in year:	
Cost at 31st March 1994	11,568
Additions	3,622
Disposals	-
	<hr/>
At 31st March 1995	<u>£ 15,190</u>
Depreciation	
At 31st March 1994	8,196
Charge for year	1,748
Disposals	-
	<hr/>
At 31st March 1995	<u>£ 9,944</u>
Net Book Value	
At 31st March 1995	<u>£ 5,246</u>
At 31st March 1994	<u>£ 3,372</u>

**NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31ST MARCH 1995**

3.	Debtors	1995 £	1994 £
	Trade Debtors	-	-
	Other Debtors	<u>£10,000</u>	<u>£3,100</u>

Other debtors represent the outstanding commitment of £10,000 on a project on Patent Litigation to be recovered from the E.P.O.

4.	Creditors: Amounts falling due within one year		
	Trade Creditors	26,714	8,319
	Other Creditors	-	8,490
		<hr/>	<hr/>
		26,714	16,809
		<hr/>	<hr/>

5.	Creditors: Amounts falling due after more than one year		
	Research Studies	£75,750	NIL

The Institute has agreements with researchers to provide research studies and appropriate publications over the years 1995/96, 1996/97 and 1997/98.

6.	Provisions for liabilities and charges	NIL	NIL
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7. Operating Surplus/(Deficit)

Operating Deficit is shown after charging:-

Depreciation of Owned Fixed		
Fixed Assets	1,748	1,081
Auditors Remuneration	<u>3,675</u>	<u>3,525</u>

NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31ST MARCH 1995

	1995	1994
	£	£
8. Other Interest Receivable and Similar Income		
Other Interest Receivable:		
Bank Deposit Interest	<u>6,392</u>	<u>6,736</u>
9. Capital and Reserves		
Movement in accumulated funds at 31st March 1994	127,641	146,647
Retained Surplus/Deficit	<u>(4,576)</u>	<u>(19,006)</u>
At 31st March 1995	<u>£ 123,065</u>	<u>£ 127,641</u>

THE INTELLECTUAL PROPERTY INSTITUTE

MANAGEMENT INFORMATION
For the year ended 31st March 1995

The pages following are the detailed trading accounts for management information and do not form part of the audited accounts.

THE INTELLECTUAL PROPERTY INSTITUTE

A

**Income and Expenditure Account
for the year ended 31st March 1995**

	1995		1994	
	£	£	£	£
<u>Turnover</u>				
Research and study fees		27,508		17,500
Subscriptions		6,040		6,750
Donations and Gifts		142,550		37,550
Conferences		10,485		11,405
Publications		<u>1,439</u>		<u>2,267</u>
		188,022		75,477
Bank Interest Received		6,392		6,736
		<hr/>		<hr/>
		<u>194,414</u>		<u>82,208</u>
<u>Support Costs</u>				
Research Studies	87,404		19,496	
Conferences and Seminars	4,284		2,281	
Publications	4,071		1,918	
Stocks written off	<u>4,371</u>	100,130	<u>-</u>	23,695
<u>Administrative Costs</u>				
Salaries and fees	65,407		41,194	
Printing, & Office expenses	3,766		4,868	
Telephone	2,395		1,973	
Rent - offices	14,959		13,800	
Travel & Subsistence	1,961		1,062	
Sundry expenses	569		443	
Books	1,111		553	
Hospitality	2,124		562	
Depreciation	<u>1,748</u>	94,040	<u>1,081</u>	65,536
<u>Financial Costs</u>				
Secretarial charges	943		-	
Audit & Accountancy fees	3,675		3,996	
Business Plan	-		7,871	
Bank Charges	<u>202</u>	4,820	<u>116</u>	11,983
Total Costs		<hr/>		<hr/>
		<u>198,990</u>		<u>101,214</u>
Net Income (Deficit)		(£ 4,576)		£(19,006)