

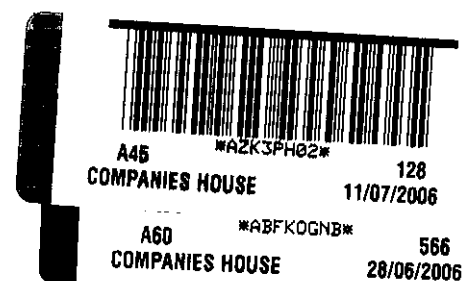
**Surf Life Saving Association of Great Britain
(Limited by Guarantee)**

Consolidated Financial Statements

Year Ended 31 December 2005

Company Number: 02678080

Charity Number: 1015668



**Surf Life Saving Association of Great Britain
(Limited by Guarantee)**

Consolidated Financial Statements

Year Ended 31 December 2005

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**Surf Life Saving Association of Great Britain
(Limited by Guarantee)**

Officers and Professional Advisors

Year Ended 31 December 2005

Officers who are also Directors

Mr J Ball	Mr R Bates
Mr D Grose	Mr A Coad
Mr W Ezekiel	Mr G Lucas
Mr R J Martin	Mr P Wyatt

Company Secretary	Mr G Lucas
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Registered Office	1 st Floor 19 Southernhay West EXETER EX1 1PJ
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Registered Number	02678080
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Registered Charity Number	1015668
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Bankers	Lloyds Bank Plc 8 Royal Parade PLYMOUTH PL1 1DS
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Auditors	Francis Clark Chartered Accountants 31 Houndiscombe Road Mutley PLYMOUTH PL4 6HA
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Solicitors	Pardoes Chandos House Heron Gate Office Park Taunton Riverside TAUNTON TA1 2LR
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Surf Life Saving Association of Great Britain

(Limited by Guarantee)

Officers' Report

Year Ended 31 December 2005

The officers submit their report and the audited financial statements for the year ended 31 December 2005. The accounts have been drawn up in accordance with appropriate statutory regulations, the company Memorandum and Articles of Association and SORP 2.

Company number : 2678080

Charity number: 1015668

Status

The company is limited by guarantee, having no share capital. It is a registered charity. In the event of the company being wound up, the liability of each member is limited to £1. The company was incorporated on 16 January 1992, as amended by Special Resolutions passed on 27 March 1994 and 26 April 1998, and is bound by its Memorandum and Articles of Association.

Principal Activity

The principal activity of the company is the promotion, improvement and development of life saving on all beaches in Great Britain. The Company has registered members, holds competitions and produces training material for its members. It receives sponsorship, grants and donations to help fund its activities.

Structure and election process

The Council of Management is responsible for the overall strategic direction that the Association takes and consists of the named directors. Association business must be voted upon at general meetings at which a quorum of at least 10 members must be present. The Chairman has the casting vote and each member has one vote.

Risks

The major risks to which the Company are exposed have been reviewed and systems have been established to mitigate those risks.

Results

During the year the company suffered net outgoing resources of £20,736 on the unrestricted fund and there were no movements resulting on the restricted fund.

Reserves Policy

The Company's aim is to build up reserves to a level sufficient to cover costs for six months.

Investment Policy

The Company aims to maximise income on its investments.

**Surf Life Saving Association of Great Britain
(Limited by Guarantee)**

Officers' Report continued

Year Ended 31 December 2005

The Future

The company continues to fulfil its aims and objectives as laid down in its constitution.

Officers

The following officers, who are also the directors, served during the year:

Mr J Ball	Mr R Bates
Mr D Grose	Mr G Lucas
Mr D H Bryant (resigned 19 December 2005)	Mr P Wyatt
Mr R J Martin	Mr A Coad
Mr W Ezekiel (appointed 21 September 2005)	Mr K Gammon (resigned 16 February 2005)

Auditors

The auditors, Francis Clark, Chartered Accountants, were appointed by the directors in accordance with Section 385 A Companies Act 1985. A resolution to reappoint them will be proposed at the Annual General Meeting.

The financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

By Order of the Board



**G Lucas
Secretary**

Surf Life Saving Association of Great Britain

(Limited by Guarantee)

Year Ended 31 December 2005

Statement of Officers' Responsibilities

Law applicable to Charities in England requires the officers to prepare financial statements for each financial year which give a true and fair view of the Company's financial activities during the year and of its financial position at the end of the year. In preparing financial statements giving a true and fair view, the officers should follow best practice and:

- select suitable accounting policies and then apply them consistently;
- make judgements that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue its operations.

The officers 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 applicable Law. They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud or other irregularities.

Surf Life Saving Association of Great Britain

(Limited by Guarantee)

Auditors' Report to the Members

Year Ended 31 December 2005

We have audited the financial statements of Surf Life Saving Association of Great Britain for the year ended 31 December 2005, which comprise the income and expenditure, the balance sheet and related notes. These financial statements have been prepared in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002), under the historical cost convention and the accounting policies set out therein.

This report is made solely to the Officers 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 trustees those matters we are required to state to them in an auditor's 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 trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of Officers and Auditors

The Officers' responsibilities for preparing the Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards are set out in the Statement of Officers' Responsibilities.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

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 Officers' 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 other information contained in the Annual Report and consider whether it is consistent with the audited financial statements. This other information comprises only the Officers' Report. We consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements. Our responsibilities do not extend to any other information.

Basis of Opinion

We conducted our audit in accordance with United Kingdom Auditing Standards 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.

**Surf Life Saving Association of Great Britain
(Limited by Guarantee)**

Auditors' Report to the Members continued

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.

Opinion

In our opinion the financial statements give a true and fair view of the state of affairs of the charitable company and group as at 31 December 2005 and of its outgoing resources for the year then ended, and have been properly prepared in accordance with the Companies Act 1985.

Francis Clark
Chartered Accountants & Registered Auditors
31 Houndiscombe Road
Mutley
PLYMOUTH
PL4 6HA



Registered Auditors

26 June 2006

Surf Life Saving Association of Great Britain
(Limited by Guarantee)

Consolidated Statement of Financial Activities
(Incorporating Income and Expenditure Account & Statement of Total Recognised Gains & Losses)

Year Ended 31 December 2005

	Notes	Restricted Fund £	Unrestricted Funds £	2005 Total £	2004 Total £
Incoming Resources	1a				
Donations		-	5,932	5,932	6,572
Sponsorship		-	-	-	25,000
Activities in the furtherance of the Charity's objectives:					
Grants	1a	42,500	-	42,500	36,652
Charitable income	1a	9,225	142,442	151,667	121,106
Management and administrative		-	-	-	2,119
Trading income	1a	-	86,661	86,661	6,045
Gift aid donation from subsidiary	4	-	15,044	15,044	-
Other income		-	-	-	4,020
Investment income:					
Bank interest	2	-	392	392	1,476
Revaluation on investment		-	238	238	81
Total Incoming Resources		51,725	250,709	302,434	203,071
Resources Expended					
Direct charitable expenditure	5	51,725	74,421	126,146	114,711
Management and administration of the charity	6	-	197,024	197,024	104,549
Total Resources Expended	7	51,725	271,445	323,170	219,260
Net (resources expended) for the year before transfers	3	-	(20,736)	(20,736)	(16,189)
Transfers		-	-	-	-
Net (resources expended) for the year		-	(20,736)	(20,736)	(16,189)
Reconciliation of Funds					
Balance brought forward at 1 January 2005		-	90,698	90,698	106,887
Net (resources expended) for the year		-	(20,736)	(20,736)	(16,189)
Fund balance carried forward at 31 December 2005		-	69,962	69,962	90,698

Surf Life Saving Association of Great Britain
(Limited by Guarantee)

Balance Sheet

31 December 2005

		Group		Charity	
	Notes	2005	2004	2005	2004
		£	£	£	£
Fixed					
Tangible assets	8	18,660	22,320	16,243	22,320
Investment	9	1,379	1,141	1,380	1,141
		<u>20,039</u>	<u>23,461</u>	<u>17,623</u>	<u>23,461</u>
Current assets					
Debtors	10	24,138	15,754	32,335	15,754
Cash at bank and in hand		50,058	73,123	35,650	73,123
		<u>74,196</u>	<u>88,877</u>	<u>67,985</u>	<u>88,877</u>
Creditors: Amounts falling due within one year	11	<u>(16,023)</u>	<u>(11,115)</u>	<u>(7,846)</u>	<u>(11,115)</u>
Net current assets		<u>58,173</u>	<u>77,762</u>	<u>60,139</u>	<u>77,762</u>
Total assets less current liabilities		<u>78,212</u>	<u>101,223</u>	<u>77,762</u>	<u>101,223</u>
Creditors: Amounts falling due after more than one year	12	<u>(8,250)</u>	<u>(10,525)</u>	<u>(8,250)</u>	<u>(10,525)</u>
Net Assets		<u>69,962</u>	<u>90,698</u>	<u>69,512</u>	<u>90,698</u>
Financed by:					
Unrestricted funds	17	69,962	90,698	69,512	90,698
Restricted funds	16	-	-	-	-
	17	<u>69,962</u>	<u>90,698</u>	<u>69,512</u>	<u>90,698</u>

The consolidated financial statements have been approved by the Board on 7/5/06 and signed on its behalf by:

Director

Surf Life Saving Association of Great Britain (Limited by Guarantee)

Notes and Accounting Policies

Year Ended 31 December 2005

1. Accounting Policies

The financial statements have been prepared under the historical cost convention, as modified by the revaluation of certain investments, and are in accordance with the Financial Standard for Smaller Entities (effective June 2002), Statements of Recommended Practice (SORP2) and Charities Act 1993. The following principal accounting policies have been applied:

a. Incoming resources

Donations and sponsorship income

Income from donations and sponsorship is included in the income and expenditure account and accounted for when received. Income which has restrictions imposed on its use, has been treated as restricted fund income.

Grants

Grants received are to further promote the Company's aims and growth.

Revenue based grants are taken to the income and expenditure account as income for the period in which they arise. Capital Grants which are given for a specific purpose and have conditions imposed are treated as restricted fund income and are recognised when received.

Charitable income

Charitable income consists of income raised from memberships and life saving awards/events. Income is accounted for on an accruals basis.

Trading income

Income from the sale of goods is recorded in the incoming resources and accounted for when received.

b. Expenditure

All expenses are recognised when they fall due.

c. Tangible fixed assets and depreciation

Tangible assets are depreciated on a reducing balance basis over their estimated useful lives, at the following rates:

Office equipment	30%
Boat	30%
Motor vehicles	25%

d. Charitable and administration costs

These are charged directly to the income and expenditure account as they arise and allocated to the appropriate heading. All expenses are shown gross and not netted off against income.

e. Leasing

Operating lease annual rentals are charged to the income and expenditure account on a straight line basis over the term of the lease.

Surf Life Saving Association of Great Britain **(Limited by Guarantee)**

Notes and Accounting Policies

Year Ended 31 December 2005

f. Taxation

The company is exempt from taxation on the grounds that it is a registered charity.

g. Investments (UK Listed)

These are valued at the current market value. Unrealised losses or gains are included in the statement of total recognised gains and losses in the income and expenditure account.

h. Fund Accounting

The Company's unrestricted funds may be used at its discretion for any purpose. The restricted funds have specified uses as stated in note 17.

i. Transfers between funds

Transfers are made at the discretion of the officers as and when required.

j. Cashflow

The accounts do not include a cashflow statement because the company, as a small reporting entity, is exempt from the requirement to prepare such a statement under Financial Reporting Standard 1 "Cashflow Statements".

2. Investment Income

	2005	2004
	£	£
Bank deposit interest received	392	1,476

3. Net (resources expended) / incoming resources

	2005	2004
	£	£
The net (resources expended) for the year are after charging :		
Auditors' remuneration – External scrutiny	4,500	2,650
Depreciation written off tangible fixed assets	7,320	8,616
Revaluation of investment	(238)	(81)
Hire of plant and machinery – operating leases	982	1,374
Loss on disposal of motor vehicle	-	1,125

Surf Life Saving Association of Great Britain **(Limited by Guarantee)**

Notes and Accounting Policies

Year Ended 31 December 2005

4. Net Income from Trading Activities of Subsidiaries

The Company has one wholly owned trading subsidiary, which was incorporated in the UK on 5 October 2004 and commenced trading on the same day. Beach Lifeguard Training Limited services the training needs of the Association. The taxable profits of the company are paid via Gift Aid to Surf Life Saving Association of Great Britain. Audited accounts are filed with the Registrar of Companies. A summary of the trading results is shown below:

Profit and loss account	Period 5 October 2004 to 31 December 2005
	£
Turnover	86,661
Costs of sales	<u>(71,268)</u>
Operating Profit	15,393
Interest receivable	<u>101</u>
Net Trading Profit	15,494
Gift Aid donation to Surf Life Saving Association of Great Britain	<u>(15,044)</u>
Retained Profit for the period	<u>450</u>
 Balance Sheet	
Assets	<u>38,122</u>
 Liabilities	<u>(37,671)</u>
 Capital	<u>1</u>
 Reserves	<u>450</u>

Surf Life Saving Association of Great Britain
(Limited by Guarantee)

Notes and Accounting Policies

Year Ended 31 December 2005

5. Direct Charitable Expenditure

	Restricted Funds £	Unrestricted Funds £	Total 2005 £	Total 2004 £
Core costs	-	21,695	21,695	10,124
Council of management	-	19,452	19,452	9,077
Sport	-	22,345	22,345	28,339
Sport England Development Grant	7,000	-	7,000	3,514
U K Sport Operational Grant	2,225	-	2,225	11,729
Life Saving	-	10,929	10,929	-
National Life Saving Commission	-	-	-	41,928
Sponsorship	32,500	-	32,500	-
South West Water – Regional Development	10,000	-	10,000	10,000
	51,725	74,421	126,146	114,711

6. Management and Administration of the Charity

	Restricted Funds £	Unrestricted Funds £	Total 2005 £	Total 2004 £
Core costs	-	110,712	110,712	104,549
Trading company expenses	-	86,312	86,312	-
	-	197,024	197,024	104,549

7. Total Resources Expended

	Staff Costs £	Depreciation £	Other Costs £	Total 2005 £	Total 2004
Direct charitable expenses	-	-	126,146	126,146	114,711
Management and administration of Charity	65,620	7,320	124,084	197,024	104,549
	65,620	7,320	250,230	323,170	219,260

**Surf Life Saving Association of Great Britain
(Limited by Guarantee)**

Notes and Accounting Policies

Year Ended 31 December 2005

7. Total Resources Expended – continued

Staff Costs:	2005 £	2004 £
Wages and salaries	56,816	45,807
Social Security costs	5,054	4,150
Pension	3,750	-
	65,620	49,957
Average number of employees in the year:		
Administration	4	3

No employee earned £50,000 per annum, or more.

8. Fixed Assets -Tangible Assets

Group	Plant & Machinery & Office Equipment £	Boat £	Motor £	Total £
Cost				
At 1 January 2005	33,546	31,000	13,295	77,841
Additions	3,660	-	-	3,660
At 31 December 2005	37,206	31,000	13,295	81,501
Depreciation				
At 1 January 2005	28,640	23,557	3,324	55,521
Charge for year	2,594	2,233	2,493	7,320
At 31 December 2005	31,234	25,790	5,817	62,841
Net book amounts				
At 31 December 2005	5,972	5,210	7,478	18,660
At 31 December 2004	4,906	7,443	9,971	22,320

**Surf Life Saving Association of Great Britain
(Limited by Guarantee)**

Notes and Accounting Policies

Year Ended 31 December 2005

8. Fixed Assets – Tangible Assets continued

Charity	Plant & Machinery & Office Equipment £	Boat £	Motor £	Total £
Cost				
At 1 January 2005	33,546	31,000	13,295	77,841
Additions	172	-	-	172
At 31 December 2005	33,718	31,000	13,295	78,013
Depreciation				
At 1 January 2005	28,640	23,557	3,324	55,521
Charge for year	1,523	2,233	2,493	6,249
At 31 December 2005	30,163	25,790	5,817	61,770
Net book amounts				
At 31 December 2005	3,555	5,210	7,478	16,243
At 31 December 2004	4,906	7,443	9,971	22,320

Hire purchase agreements

Included within the net book value of £16,243 is £7,478 (2004 - £9,971) relating to assets held under hire purchase agreements. The depreciation charged to the financial statements in the year in respect of such assets amounted to £2,493 (2004 - £3,324)

9. Fixed Assets – Investments

	Group 2005 £	2004 £	Charity 2005 £	2004 £
Historical cost				
Direct investments listed on recognised Stock Exchange in the UK	974	974	974	974
Unlisted Investments	-	-	1	-
	974	974	975	974

Surf Life Saving Association of Great Britain
(Limited by Guarantee)

Notes and Accounting Policies

Year Ended 31 December 2005

9. Fixed Assets – Investments continued

	Group		Charity	
	2005	2004	2005	2004
	£	£	£	£
Market value				
Direct investments listed on recognised Stock Exchange in the UK	1,379	1,141	1,379	1,141
Unlisted Investments	-	-	1	-
	1,379	1,141	1,380	1,141

10. Debtors

	Group		Charity	
	2005	2004	2005	2004
	£	£	£	£
Amounts falling due within one year:				
Due from Subsidiary Company	-	-	29,494	-
Trade Debtors	21,297	-	-	-
Other Debtors	2,796	13,407	2,796	13,407
Taxation and Social Security	45	2,347	45	2,347
	24,138	15,754	32,335	15,754

11. Creditors

	Group		Charity	
	2005	2004	2005	2004
	£	£	£	£
Amounts falling due within one year:				
Other Creditors	1,003	4,536	1,003	4,536
Accruals	5,427	3,283	3,927	3,283
Taxation & Social Security	7,119	1,005	442	1,005
Hire Purchase	2,474	2,291	2,474	2,291
	16,023	11,115	7,846	11,115

Surf Life Saving Association of Great Britain **(Limited by Guarantee)**

Notes and Accounting Policies

Year Ended 31 December 2005

12. Creditors

	Group		Charity	
	2005	2004	2005	2004
	£	£	£	£
Amounts falling due after one year:				
Hire Purchase	8,250	10,525	8,250	10,525

13. Other Financial Commitments

At 31 December 2005 the company had annual commitments under non-cancellable operating leases of £982 (2004 : £1,374).

14. Share Capital and Members Liability

The company is limited by guarantee. In the event of the company being wound up, the liability of each member is limited to £1.

15. Transactions with the Officers

All officers are members of the Company and pay for subscriptions and other services on normal commercial terms. There were no material transactions with the directors.

The following expenses were reimbursed to three of the trustees to cover their expenses incurred on the Company's business:

	£
Telephone	45
Travelling	2,872
Sundries	40
Subsistence	54
	3,011

Surf Life Saving Association of Great Britain
(Limited by Guarantee)

Notes and Accounting Policies

Year Ended 31 December 2005

16. Restricted Funds

	Balance at 1 January 2005 £	Movements in Resources		Net Deficit £	Transfers £	Balance At 31 December 2005 £
		Incoming £	Outgoing £			
South West Water	-	10,000	(10,000)	-	-	-
RNLI	-	32,500	(32,500)	-	-	-
Sport England	-	7,000	(7,000)	-	-	-
U K Sport International	-	2,225	(2,225)	-	-	-
	-	51,725	(51,725)	-	-	-

The restricted funds are to be used as follows:

South West Water	Devon & Cornwall Youth & Rescue Equipment
RNLI	Lifesaving Training Development
Sport England	Club Coaching & Official Development in England
U K Sport International	International competition and Meetings

17. Analysis of Net Assets between Funds

	Tangible Fixed Assets £	Investments £	Net Current Assets £	Long Term Creditors £	Total 2005 £
Restricted Funds					
South West Water	-	-	-	-	-
RNLI	-	-	-	-	-
Sport England	-	-	-	-	-
U K Sport International	-	-	-	-	-
	-	-	-	-	-
Unrestricted Funds	16,243	1,379	60,139	(8,250)	69,511
Non-charitable trading	2,417	-	(1,966)	-	451
	18,660	1,379	58,173	(8,250)	69,962