



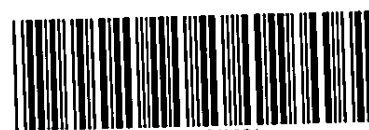
**HULL INCORPORATED LAW SOCIETY  
(A COMPANY LIMITED BY GUARANTEE)**

**FINANCIAL STATEMENTS AND REPORTS**

**FOR THE YEAR ENDED 31<sup>ST</sup> OCTOBER, 2009**

**Company Number: 13295**

**SATURDAY**



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COMPANIES HOUSE

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**HULL INCORPORATED LAW SOCIETY  
(A COMPANY LIMITED BY GUARANTEE)**

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**HULL INCORPORATED LAW SOCIETY  
(A COMPANY LIMITED BY GUARANTEE)**

**REPORT OF THE COUNCIL  
FOR THE YEAR ENDED 31<sup>st</sup> OCTOBER, 2009**

The Council present their report and the financial statements for the year ended 31<sup>st</sup> October, 2009

**Principal Activity**

The principal activity of the company is to regulate and provide services to local member law firms

**Financial Statements**

At an operating level the company incurred a deficit for the year of £3,618 compared to a surplus of £1,909 in 2008. The company's investment portfolios have benefited from an upturn in the stock market, resulting in a surplus of income over expenditure, before taxation, for the year ended 31<sup>st</sup> October, 2009 of £26,646 (2008 - deficit £50,757)

**Council**

The members of the Council to have held office during the year and to the date of this report are as follows

President	M E Stewart	
Honorary Secretary	M V Wilson	
Honorary Treasurer	R F Palmer	
Immediate Past Presidents	Mrs M J Taylor	
	J D Bates (Dec)	
	W E Sweeney	
Council Members	R F Taylor	C J Drinkall
	T F Durkin	P A Duffus

In accordance with Article 33 of the Articles of Association, as amended at the 2004 AGM, all elected and co-opted members of Council retire from office and are eligible for re-election

It is with deep regret that Council records the death of Past President, J D Bates and places on record their appreciation of his contribution to the Society

**Membership**

The number of members on the roll of the company is 139 (2008 161)

**Council's Responsibilities for the Financial Statements**

Company law requires the Council 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 surplus or deficit of the company for that year. In preparing these financial statements, the Council are required to

- select suitable accounting policies and then apply them consistently,
- make judgements and estimates 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,
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business

The Council 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 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

**HULL INCORPORATED LAW SOCIETY  
(A COMPANY LIMITED BY GUARANTEE)**

**REPORT OF THE COUNCIL  
FOR THE YEAR ENDED 31<sup>st</sup> OCTOBER, 2009 (CONTINUED)**

**Auditors**

The company has decided not to appoint auditors

This report is prepared in accordance with the special provisions of Part 15, Chapter 5 of the Companies Act 2006 relating to small companies

**BY ORDER OF THE COUNCIL**

A handwritten signature in black ink, appearing to read 'M.V. Wilson', with a long horizontal stroke extending to the right.

**M.V. WILSON  
HONORARY SECRETARY**

**HULL  
9<sup>th</sup> MARCH 2010**

**CHARTERED ACCOUNTANTS' REPORT TO COUNCIL ON THE  
UNAUDITED FINANCIAL INFORMATION OF**

**HULL INCORPORATED LAW SOCIETY  
(A COMPANY LIMITED BY GUARANTEE)**

We have performed certain procedures in respect of the Society's unaudited financial statements for the year ended 31<sup>st</sup> October, 2009, made enquiries of the Society's council members and assessed accounting policies adopted by Council, in order to gather sufficient evidence for our conclusion in this report

This report is made to the Society's Council, as a body, in accordance with the terms of our engagement letter. It has been released to Council on the basis that this report shall not be copied, referred to or disclosed, in whole (save for Council's own internal purposes or as may be required by law or by a competent regulator) or in part, without our prior written consent. Our work has been undertaken so that we might state to Council those matters that we have agreed to state to them in this 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 Society and its council members as a body for our work, for this report or the conclusions we have formed.

**Respective responsibilities**

You have confirmed that you have met your duty as set out in the Council's statement on page 1. You consider that the Society is exempt from the statutory requirement for an audit for the year. Our responsibility is to form and express an independent conclusion, based on the work carried out, to you on the financial statements.

**Scope**

We conducted our engagement in accordance with the Institute of Chartered Accountants in England and Wales Interim Technical Release AAF 03/06. Our work was based primarily upon enquiry, analytical procedures and assessing accounting policies in accordance with Generally Accepted Accounting Practice in the UK. If we considered it to be necessary, we also performed limited examinations of evidence relevant to certain balances and disclosures in the financial statements where we became aware of matters that might indicate a risk of material misstatements in the financial statements.

The terms of our engagement exclude any requirement to carry out a comprehensive assessment of the risks of material misstatement, a consideration of fraud, laws, regulations and internal controls, and we have not done so. We are not required to, and we do not, express an audit opinion on these financial statements.

**Conclusion**

Based on our work, nothing has come to our attention to refute Council's confirmation that in accordance with the Companies Act 2006 the financial statements give a true and fair view of the Society's affairs as at 31<sup>st</sup> October, 2009 and of its surplus of income over expenditure for the year then ended and have been properly prepared in accordance with Generally Accepted Accounting Practice in the UK.

HULL  
19th MARCH 2010

  
DUTTON MOORE  
CHARTERED ACCOUNTANTS

**HULL INCORPORATED LAW SOCIETY  
(A COMPANY LIMITED BY GUARANTEE)  
INCOME AND EXPENDITURE ACCOUNT  
FOR THE YEAR ENDED 31<sup>st</sup> OCTOBER, 2009**

	2009	2008
<b>Operating Income</b>		
Membership Subscriptions	8,239	9,117
Library Subscriptions	6,146	8,351
Post Boxes – DX	6,950	6,800
Post Boxes	12,887	15,793
Carol Service	(421)	(511)
Seminars, including Room Hire	1,748	3,991
Annual Dinner and Other Social Functions	<u>(2,830)</u>	<u>(216)</u>
	32,719	43,325
<b>Operating Expenses</b>		
Salaries and National Insurance of Librarians	15,000	15,000
Staff Employer's NI Contributions	490	623
Rates and Service Charge	3,149	3,088
Rent	2,880	2,880
Insurance	1,764	1,689
Book Replacements, Bindings etc	5,011	9,595
Lighting and Heating	1,674	1,546
Repairs and Renewals	685	441
Printing and Stationery	1,474	2,014
Postages	103	135
Telephone	529	280
Contribution to Secretary's Expenses	500	500
Accountancy and Taxation Services	1,955	2,074
Bank Charges and Interest	8	16
Bad Debts	-	586
Sundry Expenses	848	311
Subscriptions	267	510
Depreciation on Furniture and Equipment	<u>-</u>	<u>128</u>
	<u>(36,337)</u>	<u>(41,416)</u>
Operating (Deficit)/Surplus	(3,618)	1,909
Donation received	50	-
Investment Income	5,504	5,880
Loss on Sale of Investments	(5,199)	(8,719)
Broker Charges	(964)	(1,159)
Decrease/(Increase) in Diminution Provision	30,810	(49,089)
Interest Receivable	<u>84</u>	<u>579</u>
	<u>30,285</u>	<u>(52,508)</u>
Accumulated Fund – Surplus/(Deficit) for the year	26,667	(50,599)
Prize Fund - Interest Receivable	22	22
- Prize Awarded	-	(100)
- Diminution Provision	<u>(43)</u>	<u>(80)</u>
	<u>(21)</u>	<u>(158)</u>
Surplus/(Deficit) of Income over Expenditure	26,646	(50,757)
Corporation Tax	<u>-</u>	<u>(424)</u>
Surplus/(Deficit) after tax	<u>£26,646</u>	<u>£(51,181)</u>

**HULL INCORPORATED LAW SOCIETY  
(A COMPANY LIMITED BY GUARANTEE)  
BALANCE SHEET AS AT 31<sup>ST</sup> OCTOBER, 2009**

	Notes	2009	2008
<b>FIXED ASSETS</b>			
Tangible Assets	6	2	2
Investments	5	168,784	138,654
		<hr/>	<hr/>
		168,786	138,656
<b>CURRENT ASSETS</b>			
Debtors	7	7,001	15,050
Cash at Bank and in Hand		18,901	13,003
		<hr/>	<hr/>
		25,902	28,053
<b>CREDITORS</b> amounts falling due within one year	8	(16,635)	(15,302)
		<hr/>	<hr/>
Net Current Assets		9,267	12,751
		<hr/>	<hr/>
		£178,053	£151,407
		<hr/>	<hr/>
<b>CAPITAL AND RESERVES</b>			
Accumulated Fund	9	176,320	149,653
Prize Fund	9	1,733	1,754
		<hr/>	<hr/>
Total Funds		£178,053	£151,407
		<hr/>	<hr/>

The financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies

In approving these financial statements as members of the Council we confirm

(a) that for the year stated above the Society was entitled to the exemption conferred by Section 477 of the Companies Act 2006,

(b) that no notice has been deposited at the registered office of the Society pursuant to Section 476 requesting that an audit be conducted for the year ended 31<sup>st</sup> October 2009 and

(c) that we acknowledge our responsibilities for

(1) ensuring that the Society keeps accounting records which comply with Section 386, and

(2) preparing financial statements which give a true and fair view of the state of affairs of the Society as at the end of the financial year and of its surplus for the year then ended in accordance with the requirements of Section 393 and which otherwise comply with the provisions of the Companies Act relating to financial statements, so far as applicable to the Society

Approved by members of Council

President

M E Stewart

Honorary Treasurer

R F Palmer

Honorary Secretary

M V Wilson

Dated: 9<sup>th</sup> March 2010

The notes on pages 6 to 11 form part of these accounts

**HULL INCORPORATED LAW SOCIETY  
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE ACCOUNTS  
FOR THE YEAR ENDED 31<sup>st</sup> OCTOBER, 2009**

**1 Principal Accounting Policies**

- 1.1 The financial statements have been prepared in accordance with applicable Accounting Standards in the United Kingdom. A summary of the more important accounting policies, which have been applied consistently, is set out below.

**1.2 Accounts**

Accounts have been prepared under the historical cost convention.

The company has prepared a detailed income and expenditure account as this provides more relevant information for members and gives more of a true and fair view than a profit and loss account in the format required by Part 15 of the Companies Act 2006.

**1.3 Operating Income**

Operating income is the amount receivable by the company for the provision of services, facilities and functions to members of the society.

**1.4 Tangible Fixed Assets and Depreciation**

Fixed assets are stated at cost. Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Library	-	Written down to £1
Fixtures, fittings and equipment	-	Written down to £1

**1.5 Investments**

Fixed asset investments are stated at the lower of their historical cost or year end market value. Any reductions in the carrying values of the investments are taken to the Income and Expenditure Account.

**1.6 Asset Finance**

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

**1.7 Deferred and Current Taxation**

Provision is made for taxation deferred in respect of all material timing differences.

In accordance with Financial Reporting Standard 16 Current Tax, investment income is recognised at an amount that excludes attributable tax credits not payable wholly on behalf of the recipient.

**2 Operating Income**

The operating income and the surplus before taxation are attributable to the company's principal activity, as defined in the council's report and are both derived in the United Kingdom.



**HULL INCORPORATED LAW SOCIETY  
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE ACCOUNTS (CONTINUED)**

<b>3</b>	<b>Operating Profit</b>	<b>2009</b>	<b>2008</b>
	This is stated after charging		
	Depreciation and other amounts written off Tangible Assets	-	£129
	Operating Lease Rentals - Land and Buildings	£2,880	£2,880
		<u>          </u>	<u>          </u>
<b>4</b>	<b>Tax on Profit on Ordinary Activities</b>		
	<b>UK current year taxation</b>		
	UK corporation tax	£ -	£424
		<u>          </u>	<u>          </u>
	<b>Factors affecting tax charge for the year</b>		
	(Loss)/Profit on ordinary activities before tax	£26,646	£(50,757)
		<u>          </u>	<u>          </u>
	(Loss)/Profit on ordinary activities at the applicable rate of UK corporation tax	5,596	(10,446)
	Effects of		
	Capital allowances for the period in excess of depreciation	(10)	-
	Depreciation for the period in excess of capital allowances	-	12
	Losses brought forward	(2,068)	(2,214)
	Losses carried forward	3,050	2,068
	Change of rate	(43)	-
	Provision for diminution in value of investments	(6,461)	10,119
	Dividends receivable	(1,156)	(909)
	Loss on sale of investments	1,092	1,794
		<u>          </u>	<u>          </u>
	UK corporation tax	-	£424
		<u>          </u>	<u>          </u>

**HULL INCORPORATED LAW SOCIETY  
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE ACCOUNTS (CONTINUED)**

<b>5 Fixed Asset Investments</b>	<b>Listed Investments</b>
<b>Cost</b>	
At 1 <sup>st</sup> November, 2008	185,784
Additions	102,960
Disposals	(103,619)
	<hr/>
At 31 <sup>st</sup> October, 2009	£185,125
	<hr/>
<b>Provision for Diminution in Value</b>	
At 1 <sup>st</sup> November, 2008	49,089
Written back in the year	(30,810)
	<hr/>
At 31 <sup>st</sup> October, 2009	£18,279
	<hr/>
<b>Net Book Values</b>	
At 31 <sup>st</sup> October, 2009	£166,846
	<hr/>
At 31 <sup>st</sup> October, 2008	£136,695
	<hr/>

The market value of the portfolio as at 31<sup>st</sup> October, 2008 was £136,695. At 31<sup>st</sup> October, 2009 the market value was below cost and the provision for diminution has been adjusted to bring the carrying value in line with the market value

**HULL INCORPORATED LAW SOCIETY  
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE ACCOUNTS (CONTINUED)**

**5 Fixed Asset Investments (Continued)**

	<b>Other Investments</b>
<b>J. Willis Mills Prize Fund</b>	
<b>Cost</b>	
£588 00 3½% War Stock	
Cost at 1 <sup>st</sup> November, 2008 and 31 <sup>st</sup> October, 2009	500
Bank Deposit - At 1 <sup>st</sup> November, 2008	1,539
- Interest received in the year	22
	<hr/>
	£2,061
	<hr/>
<b>Provision for Diminution in Value</b>	
At 1 <sup>st</sup> November, 2008	80
Added in the year	43
	<hr/>
At 31 <sup>st</sup> October, 2009	£123
	<hr/>
Per Accounts at 31 <sup>st</sup> October, 2009	£1,938
	<hr/>
Per Accounts at 31 <sup>st</sup> October, 2008	£1,959
	<hr/>
<b>Total Investments at 31<sup>st</sup> October, 2009</b>	£168,784
	<hr/>
<b>Total Investments at 31<sup>st</sup> October, 2008</b>	£138,654
	<hr/>

**HULL INCORPORATED LAW SOCIETY  
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE ACCOUNTS (CONTINUED)**

**6 Tangible Fixed Assets**

	<b>Law Library</b>	<b>Fixtures, Fittings &amp; Equipment</b>	<b>Total</b>
<b>Cost</b>			
At 1 <sup>st</sup> November, 2008 and 31 <sup>st</sup> October, 2009	£901	£8,117	£9,018
	=====	=====	=====
<b>Depreciation</b>			
At 1 <sup>st</sup> November, 2008	900	8,116	9,016
Charged for the Year	-	-	-
	-----	-----	-----
At 31 <sup>st</sup> October, 2009	£900	£8,116	£9,016
	=====	=====	=====
<b>Net Book Value</b>			
At 31 <sup>st</sup> October, 2009	£1	£1	£2
	=====	=====	=====
At 31 <sup>st</sup> October, 2008	£1	£1	£2
	=====	=====	=====

**7 Debtors**

	<b>2009</b>	<b>2008</b>
Other Debtors	3,916	12,512
Prepayments and Accrued Income	3,085	2,538
	-----	-----
	£7,001	£15,050
	=====	=====

**8 Creditors: amounts falling due within one year**

Trade Creditors	6	1,034
Other Taxes and Social Security Costs	199	210
Accruals and Deferred Income	16,430	13,634
Corporation Tax	-	424
	-----	-----
	£16,635	£15,302
	=====	=====

**HULL INCORPORATED LAW SOCIETY  
(A COMPANY LIMITED BY GUARANTEE)**

**NOTES TO THE ACCOUNTS (CONTINUED)**

**9 Capital and Reserves**

	<b>Accumulated Fund</b>	<b>Prize Fund</b>
At 1 <sup>st</sup> November, 2008	149,653	1,754
Surplus/(Deficit) for the year	26,667	(21)
	<hr/>	<hr/>
At 31 <sup>st</sup> October, 2009	£176,320	£1,733
	<hr/> <hr/>	<hr/> <hr/>

**10 Financial Commitments**

At 31<sup>st</sup> October, 2009 the company had annual commitments under non-cancellable operating leases as follows

	<b>Leases, excluding Land and Buildings 2009</b>	<b>2008</b>
<b>Expiry Date:</b>		
Between one and five years	£1,150	£1,327
	<hr/> <hr/>	<hr/> <hr/>

**11 Membership**

The company is limited by guarantee. In the event of it being wound up during the period of a member's membership or within one year afterwards, each member, unless found to have acted contrary to the company's Memorandum of Association, shall be liable to contribute a sum not exceeding £5 towards any shortfall of assets against liabilities. Members acting in contravention of the company's Memorandum of Association shall have unlimited liability. The Society had 139 members at the balance sheet date (2008 161).