

Registration number 28230

**The Wolverhampton Law Society
Company limited by guarantee**

**Directors' report and financial statements
for the year ended 31 December 2005**



The Wolverhampton Law Society
Company limited by guarantee

Company information

Directors	I Fallon A Heaselgrave J Sage M Tomlinson C Williams
Secretary	J Sage
Company number	28230
Registered office	6-10 Geroge Street Snow Hill Wolverhampton WV2 4DN WV2 4DN
Auditors	Daw White Murrall 1 George Street Snow Hill Wolverhampton WV2 4DG

The Wolverhampton Law Society
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**The Wolverhampton Law Society
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**Directors' report
for the year ended 31 December 2005**

The directors present their report and the financial statements for the year ended 31 December 2005.

Principal activity

The principal activity of the company is that of promoting the interests and education of Solicitors within the Wolverhampton area.

Directors

The directors who served during the year are as stated below:

I Fallon
A Heaselgrave
J Sage
M Tomlinson
C Williams

The directors who served during the year are noted above. No director held any interest in the share capital of the company other than as a potential guarantor.

The Company is limited by guarantee and has no authorised or issued share capital.

Directors' responsibilities

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of the affairs of the company and of the profit or loss of the company for that year. In preparing these the directors are required to:

- select suitable accounting policies and apply them consistently;
- make judgements and 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 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 1985. 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.

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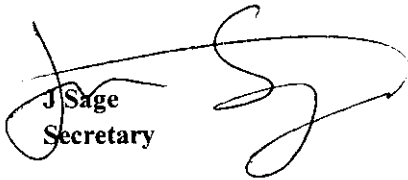
Directors' report
for the year ended 31 December 2005

Auditors

In accordance with Section 385 of the Companies Act 1985, a resolution proposing that Daw White Murrall be reappointed as auditors of the company will be put to the Annual General Meeting.

This report is prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

This report was approved by the Board on 25 April 2006 and signed on its behalf by


J Sage
Secretary

The Wolverhampton Law Society
Company limited by guarantee

Independent auditors' report to the shareholders of The Wolverhampton Law Society

We have audited the financial statements of The Wolverhampton Law Society for the year ended 31 December 2005 which comprise the profit and loss account, the balance sheet and the 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 company's shareholders, 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 company's shareholders those matters we are required to state to them in an auditors' 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 company and the company's shareholders as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As described in the statement of directors' responsibilities the company's directors are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards.

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 directors' 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 the directors' report and consider the implications for our report if we become aware of any apparent misstatements within it.

Basis of audit 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.

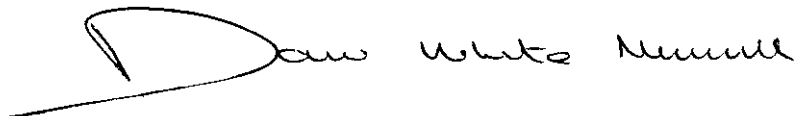
We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

The Wolverhampton Law Society
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Independent auditors' report to the shareholders of The Wolverhampton Law Society continued

Opinion

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

A handwritten signature in black ink, reading "Daw White Murrall". The signature is written in a cursive style, with the first name "Daw" being the most prominent and stylized part, followed by "White" and "Murrall".

Daw White Murrall
Chartered Accountants and
Registered Auditors
25 April 2006

1 George Street
Snow Hill
Wolverhampton
WV2 4DG

The Wolverhampton Law Society
Company limited by guarantee

Profit and loss account
for the year ended 31 December 2005

		2005	2004
	Notes	£	£
Turnover	2	3,490	3,585
Administrative expenses		(5,401)	(2,487)
Operating (loss)/profit	3	(1,911)	1,098
Other interest receivable and similar income		11	771
(Loss)/profit on ordinary activities before taxation		(1,900)	1,869
Tax on (loss)/profit on ordinary activities		-	-
(Loss)/profit on ordinary activities after taxation		(1,900)	1,869
(Loss)/retained profit for the year		(1,900)	1,869
Retained profit brought forward		28,879	26,910
Retained profit carried forward		<u>26,979</u>	<u>28,779</u>

The notes on pages 7 to 8 form an integral part of these financial statements.

The Wolverhampton Law Society
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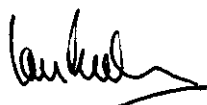
Balance sheet
as at 31 December 2005

		2005		2004	
	Notes	£	£	£	£
Current assets					
Debtors	4	1,034		87	
Cash at bank and in hand		28,390		35,125	
		<u>29,424</u>		<u>35,212</u>	
Creditors: amounts falling due within one year	5	<u>(1,358)</u>		<u>(5,346)</u>	
Net current assets			28,066		29,866
Net assets			<u>28,066</u>		<u>29,866</u>
Capital and reserves					
Other reserves	6		1,087		1,087
Profit and loss account	6		26,979		28,779
Members' funds			<u>28,066</u>		<u>29,866</u>

The financial statements are prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

The financial statements were approved by the Board on 25 April 2006 and signed on its behalf by

I Fallon
Director



The notes on pages 7 to 8 form an integral part of these financial statements.

**The Wolverhampton Law Society
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**Notes to the financial statements
for the year ended 31 December 2005**

1. Accounting policies

1.1. Accounting convention

The financial statements are prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective June 2002).

1.2. Turnover

Turnover represents the total invoice value, excluding value added tax, of sales made during the year.

1.3. Deferred taxation

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay more, or a right to pay less or to receive more, tax, with the following exceptions:

Provision is made for tax on gains arising from the revaluation (and similar fair value adjustments) of fixed assets, and gains on disposal of fixed assets that have been rolled over into replacement assets, only to the extent that, at the balance sheet date, there is a binding agreement to dispose of the assets concerned. However, no provision is made where, on the basis of all available evidence at the balance sheet date, it is more likely than not that the taxable gain will be rolled over into replacement assets and charged to tax only where the replacement assets are sold;

Provision is made for deferred tax that would arise on remittance of the retained earnings of overseas subsidiaries, associates and joint ventures only to the extent that, at the balance sheet date, dividends have been accrued as receivable;

Deferred tax assets are recognised only to the extent that the directors consider that it is more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax is measured on an undiscounted basis at the tax rates that are expected to apply in the periods in which timing differences reverse, based on tax rates and laws enacted or substantively enacted at the balance sheet date.

2. Turnover

The total turnover of the company for the year has been derived from its principal activity wholly undertaken in the UK.

3. Operating (loss)/profit

	2005	2004
	£	£
Auditors' remuneration	658	653

The Wolverhampton Law Society
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Notes to the financial statements
for the year ended 31 December 2005

..... continued

4.	Debtors	2005 £	2004 £	
	Other debtors	954	7	
	Prepayments and accrued income	80	80	
		<u>1,034</u>	<u>87</u>	
5.	Creditors: amounts falling due within one year	2005 £	2004 £	
	Other creditors	300	4,500	
	Accruals and deferred income	1,058	846	
		<u>1,358</u>	<u>5,346</u>	
6.	Reserves	Profit and loss account £	Centenary prize fund £	Total £
	At 1 January 2005	28,879	1,087	29,966
	(Loss)/retained profit for the year	(1,900)	-	(1,900)
	At 31 December 2005	<u>26,979</u>	<u>1,087</u>	<u>28,066</u>
7.	Company limited by guarantee			
	The Company is limited by guarentee and does not have any authorised or issued share capital.			