

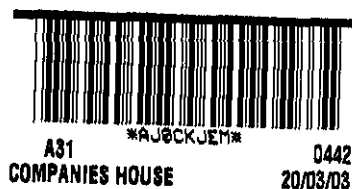
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The Test & Itchen Association Limited

FINANCIAL STATEMENTS

for the year ended

31 December 2002



Company Registration No. 00413521

The Test & Itchen Association Limited

DIRECTORS AND OFFICERS

DIRECTORS

Sir Chips Keswick (Chairman)
Mr R H Minter
Mr S W Ffennell
Mr W Gilchrist
Mr J Liddell
Mr T R Prentice
Mr C Saunders-Davies
Mr R Lalonde
Mr J C Emmerson
Dr M Crabtree

SECRETARY

Mr J G Glasspool

COMPANY NUMBER

00413521 (England and Wales)

REGISTERED OFFICE

West Haye
Itchen Abbas
Winchester
Hampshire
SO21 1AX

AUDITORS

Baker Tilly
Springpark House
Basing View
Basingstoke
Hampshire
RG21 4HG

The Test & Itchen Association Limited

DIRECTORS' REPORT

The directors present their report and financial statements of The Test & Itchen Association Limited for the year ended 31 December 2002.

PRINCIPAL ACTIVITIES

The Company is responsible for protecting the rights of riparian owners and fishermen on the rivers of Test and Itchen and safeguarding the river environment.

It is not a profit making company.

DIRECTORS

The Company is limited by guarantee

The following directors have held office since 1 January 2002:

Sir Chips Keswick
Mr R H Minter
Mr S W Ffennell
Mr W Gilchrist
Mr J Liddell
Mr T R Prentice
Mr C Saunders-Davies
Mr R Lalonde
Mr J C Emmerson
Dr M Crabtree

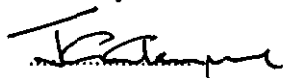
AUDITORS

A resolution to reappoint Baker Tilly, Chartered Accountants will be put to the members at the annual general meeting.

This report has 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

Mr J G Glasspool
Secretary



The Test & Itchen Association Limited

DIRECTORS' RESPONSIBILITIES IN THE PREPARATION OF FINANCIAL STATEMENTS

Company law requires the directors 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 profit or loss of the company for that period. In preparing those financial statements, the directors are required to:

- a. select suitable accounting policies and then apply them consistently;
- b. make judgements and estimates that are reasonable and prudent;
- c. 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.

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE TEST & ITCHEN ASSOCIATION LIMITED

We have audited the financial statements on pages 5 to 10.

This report is made solely to the company's members, 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 members 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 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

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

Basis of opinion

We conducted our audit in accordance with 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.

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 2002 and of its profit for the year then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985.

BAKER TILLY
Chartered Accountants
Springpark House
Basing View
Basingstoke
Hampshire
RG21 4HG

13th March 2003

The Test & Itchen Association Limited

PROFIT AND LOSS ACCOUNT

for the year ended 31 December 2002

	<i>Notes</i>	2002 £	2001 £
TURNOVER	1	22,444	15,333
Other operating expenses	2	18,509	15,813
OPERATING SURPLUS		3,935	(480)
Investment income	3	1,354	1,906
SURPLUS ON ORDINARY ACTIVITIES BEFORE TAXATION	4	5,289	1,426
Taxation	5	38	209
SURPLUS ON ORDINARY ACTIVITIES AFTER TAXATION	8	5,251	1,217

All amounts relate to continuing activities.

No separate Statement of Total Recognised Gains and Losses has been presented as all such gains and losses have been dealt with in the Profit and Loss Account.


The Test & Itchen Association Limited

BALANCE SHEET

31 December 2002

	Notes	2002 £	2001 £
CURRENT ASSETS			
Cash at bank and in hand		47,073	43,012
CREDITORS: Amounts falling due within one year	7	1,280	2,470
NET CURRENT ASSETS		45,793	40,542
TOTAL ASSETS LESS CURRENT LIABILITIES		45,793	40,542
CAPITAL AND RESERVES			
Accumulated fund	8	45,793	40,542
	9	45,793	40,542

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

Approved by the board on 

Mr R Lalonde

Director

The Test & Itchen Association Limited

ACCOUNTING POLICIES

BASIS OF ACCOUNTING

The financial statements have been prepared under the historical cost convention.

TANGIBLE FIXED ASSETS

Fixed assets are stated at historical cost less depreciation.

Depreciation is provided on all tangible fixed assets at rates calculated to write each asset down to its estimated residual value evenly over its expected useful life, as follows:-

Plant and machinery	Fully depreciated
Computer Equipment	Fully depreciated

DEFERRED TAXATION

The accounting policy in respect of deferred tax has been changed to reflect the requirements of FRS19 - Deferred tax. Deferred tax is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes. The deferred tax balance has not been discounted.

The above amounts to a change in accounting policy. The previous policy was to provide deferred tax only to the extent that it was probable that liabilities would crystallise in the foreseeable future.

The adoption of the standard has not required a prior period adjustment. If the new policy had been in place in the previous period no liability would have been recognised as the conditions for recognition would not have been satisfied.

LEASED ASSETS

The annual rentals on 'operating leases' are charged to the profit and loss account on a straight line basis over the lease term.

TURNOVER

Turnover represents the invoiced value, net of Value Added Tax, of goods sold and services provided to customers.

The Test & Itchen Association Limited

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 December 2002

1. TURNOVER

Turnover relates to the following activities :

	2002	2001
Member's subscriptions	22,024	14,409
Advertising income	300	250
Donations	120	175
Miscellaneous	0	500
	<u>22,444</u>	<u>15,334</u>
Percentage of turnover relating to non-UK markets		

2. OTHER OPERATING EXPENSES

	2002 £	2001 £
Administrative expenses	<u>18,509</u>	<u>15,813</u>

3. INVESTMENT INCOME

	2002 £	2001 £
Bank interest	<u>1,354</u>	<u>1,906</u>

4. OPERATING SURPLUS

	2002 £	2001 £
The operating surplus is stated after charging or crediting:		
Depreciation of tangible assets:		
Charge for the year:		
owned assets	-	804
Auditors' remuneration	<u>720</u>	<u>818</u>

The Test & Itchen Association Limited

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) for the year ended 31 December 2002

5	TAXATION	2002	2001
		£	£
	Domestic current year tax		
	U.K. corporation tax	41	216
	Adjustment for prior years	(3)	(7)
		<u>38</u>	<u>209</u>
	Current tax charge		
	Factors affecting the tax charge for the year		
	Profit on ordinary activities before taxation	<u>5,289</u>	<u>1,426</u>
	Profit on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 2.46% (2001 : 10.00%)	<u>130</u>	<u>143</u>
	Effects of:		
	Depreciation	-	80
	Capital allowances	-	(14)
	Other tax adjustments	(92)	-
		<u>(92)</u>	<u>66</u>
	Current tax charge	<u>38</u>	<u>209</u>
6.	TANGIBLE FIXED ASSETS		
			<i>Plant and machinery</i>
			£
	Cost		
	1 January 2002 and 31 December 2002		<u>5,460</u>
	Depreciation		
	Charge in the year		-
	1 January 2002 and 31 December 2002		<u>5,460</u>
	Net book value		
	31 December 2002		<u>-</u>
7.	CREDITORS: Amounts falling due within one year	2002	2001
		£	£
	Corporation tax	41	216
	Other creditors	<u>1,239</u>	<u>2,254</u>
		<u>1,280</u>	<u>2,470</u>

The Test & Itchen Association Limited

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

for the year ended 31 December 2002

8. STATEMENT OF MOVEMENT ON RESERVES

	<i>Profit and loss account £</i>
1 January 2002	40,542
Retained profit for the year	5,251
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31 December 2002	45,793
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9. RECONCILIATION OF MOVEMENTS IN SHAREHOLDERS' FUNDS

	2002 £	2001 £
Profit for the financial year	5,251	1,217
Opening shareholders' funds	40,542	39,325
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Closing shareholders' funds	45,793	40,542
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