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**THE LAW SOCIETY TRUSTEES LIMITED  
AND  
THE LAW SOCIETY CHARITY  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 5TH APRIL 1995**



## **THE LAW SOCIETY TRUSTEES LIMITED**

### **REPORT OF THE DIRECTORS**

The directors present their report and financial statements for the year ended 5th April 1995, which were approved by the Board on 27th April 1995.

#### **CONSTITUTION**

The company was incorporated, as a company limited by Guarantee and not having a share capital, on 22nd November 1974. By its Articles, membership is limited to the Law Society and to such persons as shall be proposed for membership by the Council of the Law Society.

The company is a subsidiary of the Law Society, which is incorporated by Royal Charter in Great Britain, and is regarded by the directors as the ultimate parent company.

#### **PRINCIPAL ACTIVITIES OF THE COMPANY**

The company is at present solely engaged in acting as Trustee of a Trust Fund known as The Law Society Charity, created by a Trust Deed of 11th December 1974 made between the Law Society and the company. The Law Society Charity is a registered charity (no. 268736). The present income of The Law Society Charity is derived mainly from:

- a) Donations made by the Law Society under the Gift Aid legislation; and
- b) Donations made by The Law Society Services Limited and The Law Society Property Services Limited under deed of covenant.

This is disbursed in furtherance of the charitable objects expressed in clauses 4 and 5 of the said Trust Deed of 11th December 1974 and in the Memorandum of Association of the company. The company does not trade and, by its Memorandum of Association, it is debarred from making any profit or gain of any kind.

#### **FINANCIAL STATEMENTS**

The company did not trade during the year; the balance sheet at 5th April 1995 is attached.

In addition, there are attached to this report the audited financial statements of The Law Society Charity for the year ended 5th April 1995.

#### **DIRECTORS**

Mr. G.W. Staple - Chairman and Managing Director

Mr. J.A.J. Aucott

Mr. R.W. Henschley

Mr. M.S. Howells

Mr. J.A. Holland

Mr. M.H. Sheldon

**THE LAW SOCIETY TRUSTEES LIMITED**

**REPORT OF THE DIRECTORS (continued)**

**DIRECTORS (continued)**

The Articles of Association provide that one-third of the directors shall retire at the Annual General Meeting in each year. Mr. Staple and Mr. Howells retire and offer themselves for re-election.

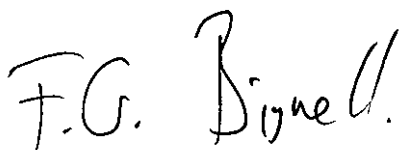
**DIRECTORS' EMOLUMENTS**

No director received any remuneration during the period covered by this report.

**AUDITORS**

Touche Ross & Co. have indicated their willingness to continue as auditors of the company and a resolution to re-appoint them will be proposed at the Annual General Meeting.

**BY ORDER OF THE BOARD**

A handwritten signature in dark ink, appearing to read 'F.G. Bignell'.

F.G. BIGNELL  
Secretary

27th April 1995

## **THE LAW SOCIETY TRUSTEES LIMITED**

### **DIRECTORS' RESPONSIBILITY STATEMENT**

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 as at the end of the financial year and of the profit or loss of the company for that period. In preparing those financial statements, the directors are required to:

- \* select suitable accounting policies and then 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. 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.

REPORT OF THE AUDITORS  
TO THE MEMBERS OF THE LAW SOCIETY TRUSTEES LIMITED

We have audited the financial statements on page 4.

Respective responsibilities of directors and auditors

As described on page 3 the company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

Basis of opinion

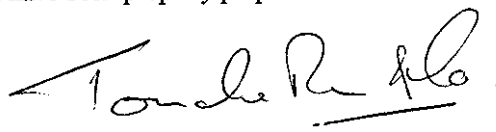
We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements 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 at 5th April 1995 and of the result for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

Stonecutter Court  
1 Stonecutter Street  
LONDON  
EC4A 4TR  
27th April 1995

  
TOUCHE ROSS & CO.  
Chartered Accountants  
and Registered Auditors

THE LAW SOCIETY TRUSTEES LIMITED

BALANCE SHEET  
5TH APRIL 1995

The Company has neither assets nor liabilities.

The financial statements were approved by the Board of The Law Society Trustees Limited on 27th April 1995 and signed on behalf of the Board by:

G. W. STAPLE

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Directors

R. W. HENCHLEY

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NOTE TO THE ACCOUNTS

The Company has not traded and has made neither profit nor loss and accordingly has no recognised gains or losses in the current and preceding year. Any expenses incurred are borne by the Law Society.

STATEMENT OF TRUSTEE'S RESPONSIBILITIES

The Trustee has responsibility for the preparation of financial statements of The Law Society Charity for each financial year which give a true and fair view of the state of affairs of the Charity as at the end of the financial year and of the profit or loss of the Charity for that period. In preparing those financial statements the Trustee:

- \* has selected suitable accounting policies and then applied them consistently;
- \* made judgements and estimates that are reasonable and prudent;
- \* stated whether applicable accounting standards have been followed;
- \* caused the preparation of the financial statements on a going concern basis.

The Trustee is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Charity. The Trustee is also responsible for safeguarding the assets of the Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

REPORT OF THE AUDITORS  
TO THE TRUSTEE OF THE LAW SOCIETY CHARITY

We have audited the financial statements on pages 6 to 8 which have been prepared under the accounting policies set out on page 8.

Respective responsibilities of trustee and auditors

As described above you, as Trustee, are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

Basis of opinion

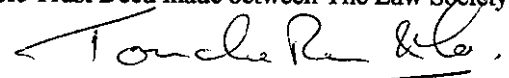
We conducted our audit in accordance with Auditing Standards issued by the Auditing practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the trustees in the preparation of the financial statements, and of whether the accounting policies are appropriate to the Charity'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 Charity's affairs at 5th April 1995 and of its surplus for the year then ended and comply with the terms of the Charitable Trust Deed made between The Law Society Charity and The Law Society Trustees Limited on 11th December 1974.

Stonecutter Court  
1 Stonecutter Street  
LONDON  
EC4A 4TR

  
TOUCHE ROSS & CO.  
Chartered Accountants  
and Registered Auditors

27th April 1995

# **THE LAW SOCIETY CHARITY**

(Registered Charity No. 268736)

## **INCOME AND EXPENDITURE ACCOUNT** **FOR THE YEAR ENDED 5TH APRIL 1995**

		1995		1994
	£	£	£	£
<b>INCOME - CONTINUING OPERATIONS</b>				
Donation under deeds of covenant (gross) and Gift Aid				
The Law Society	1,780,000		1,093,278	
The Law Society Property Services Limited (note 3)	50,000		20,000	
		1,830,000		1,113,278
Bank deposit interest (gross)		30,772		23,643
		<u>1,860,772</u>		<u>1,136,921</u>
<b>EXPENDITURE</b>				
Grants				
The Law Society for educational purposes	1,500,000		1,000,000	
The Citizenship Foundation	36,000		36,000	
Institute of Advanced Legal Studies	5,000		15,347	
Galleries of Justice	8,000		8,000	
Sundry Grants	31,000		22,500	
Donations	59,300		54,300	
		1,639,300		1,136,147
Auditors' remuneration	440		400	
Sundry expenses	166		32	
Value added tax irrecoverable	77		70	
		683		502
		<u>1,639,983</u>		<u>1,136,649</u>
<b>SURPLUS</b>				
TRANSFERRED TO GENERAL FUND		<u>220,789</u>		<u>272</u>
<b>GENERAL FUND</b>				
Balance at 6th April		256,917		256,645
Surplus for the year		<u>220,789</u>		<u>272</u>
Balance at 5th April		<u>477,706</u>		<u>256,917</u>

The notes on page 8 form an integral part of these financial statements.

There are no recognised gains or losses or other movements in the general funds for the current financial year or the preceding financial year other than as stated in the reserve account and, accordingly, no statement of recognised gains and losses has been prepared.

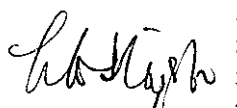
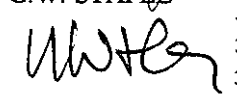
THE LAW SOCIETY CHARITY

(Registered Charity No. 268736)

BALANCE SHEET AT 5TH APRIL 1995

	1995 <u>£</u>	1994 <u>£</u>
CURRENT ASSETS		
Bank balances	492,330	80
Debtors	-	<u>278,320</u>
	<u>492,330</u>	<u>278,400</u>
Deduct:		
CURRENT LIABILITIES		
Bank overdraft	1,384 -	11,060
Creditors	<u>1,490</u>	<u>973</u>
	<u>2,874</u>	<u>12,033</u>
NET CURRENT ASSETS	<u>489,456</u>	<u>266,367</u>
Representing:		
GENERAL FUND	477,706	256,917
THE INSTITUTE OF ADVANCED LEGAL STUDIES FUND (Note 2)	<u>11,750</u>	<u>9,450</u>
	<u>489,456</u>	<u>266,367</u>

Approved by The Law Society Trustees Limited on 27th April 1995 and signed for and on behalf of The Law Society Trustees Limited - the Trustee:

  
G.W. STAPLE ) Directors  
  
R.W. HENCHLEY )



THE LAW SOCIETY CHARITY  
(Registered Charity No. 268736)

NOTES ON THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 5TH APRIL 1995

1. ACCOUNTING POLICIES

Basis of accounting

The financial statements are prepared on the historical cost basis of accounting and in accordance with applicable accounting standards.

Income

The donations under Gift Aid and deed of covenant by the Law Society and its subsidiaries, represent the amounts receivable each year, together with the related income tax recoverable.

Other income represents the amounts receivable in the year.

Grants

Grants represent the amounts authorised by the trustee in respect of the year, irrespective of whether those amounts have been paid to the recipients by the balance sheet date.

2. THE INSTITUTE OF ADVANCED LEGAL STUDIES FUND

The Charity has received donations from various firms of Solicitors and other organisations which have been passed to the Institute of Advanced Legal Studies to provide financial support for a Senior Research Fellowship in Company and Commercial Law.

These donations have been allocated to a separate fund and the transactions on the fund are set out as hereunder:

	1995	1994
	£	£
Balance at 6th April	9,450	21,200
Add: Receipts	<u>36,750</u>	<u>20,148</u>
	46,200	41,348
Deduct: Payments	<u>34,450</u>	<u>31,898</u>
Balance at 5th April	<u>11,750</u>	<u>9,450</u>

3. THE LAW SOCIETY PROPERTY SERVICES LIMITED

The Charity, under deed of covenant with The Law Society Property Services Limited, receives an amount equal to the Company's taxable profits. The Company has paid £50,000 in respect of the year ended 31st December 1994. If the agreed taxable profits are lower than this amount, the Charity will refund the excess to the Company.