

Company Registration number 01215741

WORLD NUCLEAR ASSOCIATION

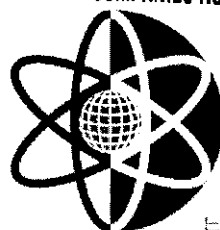
Annual Report and Accounts 2004



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**World
Nuclear
Association**

Energy For Sustainable Development

3rd Floor West
30 – 35 Pall Mall, London SW1

WORLD NUCLEAR ASSOCIATION

(A company limited by guarantee)

Report of the Board of Management for the year ended 31 December 2004

The Board of Management present their report and the audited financial statements for the year ended 31 December 2004.

Principal activities

The World Nuclear Association is an international industrial association that facilitates and encourages the peaceful worldwide use of nuclear energy as a sustainable form of worldwide energy production.

The Association's membership comprises companies, research organisations, and governmental entities concerned with the whole of the nuclear fuel cycle. Members are located in most countries that are material suppliers or generators of nuclear power.

The WNA's objectives are to facilitate commercial and technological interaction among its members and to engage in education and advocacy on their common behalf. The WNA's activities are described in some detail on its website (www.world-nuclear.org).

The WNA's Secretariat collects and analyses relevant information on the nuclear fuel cycle and provides staff services for meetings of the membership held several times each year.

The WNA has established a Charter of Ethics to serve as a common credo amongst its Member organisations. This affirmation of values and principles summarizes the responsibilities of the nuclear industry and the surrounding legal and institutional framework that has been constructed through international cooperation to fulfil President Eisenhower's seminal vision of 'Atoms for Peace'.

Membership

The Secretariat continues working to recruit new members as it seeks to expand into additional new countries that are developing or considering the use of peaceful nuclear energy.

The complete list of corporate members and the changes that took place during 2004 are given on pages 8 to 10.

Memberships as at 31 December 2004 (compared with 2003) were as follows:

| Category | 2004 | 2003 |
|-----------------|-------------|-------------|
| Consumer | 37 | 35 |
| General | 52 | 55 |
| Producer | 24 | 26 |
| Total | 113 | 116 |

The WNA also encourages the development of working partnerships with national and regional nuclear organisations, many of which have become "independent affiliates" of the WNA.

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Report of the Board of Management for the year ended 31 December 2004

Officers

Mr José González succeeded Mr Gerald Grandey as Chairman in May 2004. Mr Grandey will complete his term of office in April 2005 as Vice Chairman where he will be succeeded by Dr Ralf Güldner.

Messrs Dr Bruno Elimger, (Consumer) Tetsui Kishida (Consumer) and Prof Nikolai Yakovlev (Consumer) will complete their terms of office in April 2005, when four new members will be elected.

The complete list of members of the Board of Management and the changes that took place during 2004 are given on page 7.

Secretariat

The organisation's achievements during the year resulted primarily from the work of the WNA's professional Secretariat, whose continued commitment and dedication are commended by the Board of Management.

Association work programme 2004

The main work programme of Association members continued to be carried out through working groups, which report to the Board of Management. Those in operation in 2004 were as follows:

Trade Issues Working Group

This WG has continued to identify, monitor and report on issues affecting international trade in the fuel cycle. It received presentations from several members on particular nuclear trade issues relevant to their countries and companies.

Nuclear Fuel Working Group

The work of this group in 2004 has been eased by the formation of interest groups of members, covering each major aspect of the group's mandate. Group leaders have led discussions at meetings and stimulated debate. A new subgroup was created at the end of the year, charged with drafting the 2005 Market Report.

Transport Working Group

This group co-operates with other nuclear industry organisations and is focusing on providing a summary of nuclear transport issues taking into account recent developments such as insurance, technical regulation etc.

Waste Management and Decommissioning Group

The group has continued to monitor developments in its area and taken on the important goal of better explaining the nuclear industry case to outsiders. It has developed a position statement on the safe management of nuclear waste and spent nuclear fuel.

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Sustainable Development and Climate Change Group

The group continued to oversee and contribute to the Association's participation in these important areas. It has been concentrating on developing a good database and argumentation to feed the debate, by developing a dedicated website and a position statement.

Event Definition Working Group

The group has examined how nuclear incidents are communicated to the public and is seeking to promote greater cooperation among nuclear organisations in achieving timely and accurate public communication in such cases.

Radiological Protection Working Group

This group has become accepted as the industry's key liaison point with the ICRP and other bodies concerned with radiation matters. With representatives from companies around the world, it is well-placed to state the industry's case with authority and precision.

Industry Economics Working Group

This group met throughout 2004 and has drafted a report explaining the industry's case for a substantial nuclear new build programme, based on strong economics. The report will be published in the early part of 2005.

Global Strategies Group

This group is tasked with "brainstorming" ideas and identifying opportunities to create a long-term vision and positive image for the nuclear industry. The group makes recommendations to the WNA Board who then allocate tasks to other working groups or the Secretariat itself.

Members' meeting programme

The Spring Meeting was held in Madrid in April 2004.

The Annual General Meeting and members' meetings took place in London on 6 – 8 September 2004, immediately prior to the Annual Symposium.

Annual Symposium

The 29th Annual Symposium was held in London from 9 – 10 September 2004, attended by 464 delegates. The topics covered in the sessions were:

- Fuelling an Expanding Nuclear Future
- Prospects for Nuclear Power: the Role of Safety
- Status and Perspectives for Nuclear Power in Russia in a fast-developing World
- Global Nuclear Energy ... A GE Perspective
- Nuclear Power of Ukraine – Past, Present, Future
- Russian Uranium Antidumping Suspension Agreement
- Nuclear Expansion: Projections and Obstacles in the Far East and South Asia
- European Commission Initiatives to develop Hydrogen Based Energy Systems

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- Electric Energy Required in the World by 2050 for Electric and Hydrogen Fuel
- Nuclear Desalination Complex with VK-300 Boiling Type Reactor Facility
- "It it's Not One Thing, it's Another – Overcoming Adversity in Conversion
- UF6 Conversion Supply post 2006
- Uranium Mining in Niger; Status and Perspectives of a Top 5 Producing Country
- Cigar Lake's Jet Boring Mining Method
- Closing the Fuel Cycle; A way to Increase Flexibility and Sustainability
- Decommissioning and Dismantling of the NPP Vandellós 1
- Nuclear Fuel Cycle Centres – and Old and New Ideas
- Uranium Production in Kazakhstan as a potential source of covering the world uranium shortage
- Is there a Renaissance in Nuclear Fuel?
- Fuelling the Future of Nuclear Power: A New Paradigm
- Liberalise Power Markets
- Contributing to the Competitiveness of Opening NPPs
- The Nuclear Option in Canada: Why it is gaining ground
- Nuclear Power Plant and Corporate Financial Performance in Liberalised Electric Energy Environment.

The WNA Award for Distinguished Contribution to the Peaceful Worldwide Use of Nuclear Energy was presented at the Symposium to Loyola de Palacio.

Communications

The WNA public website continues to be developed as a major source of information on nuclear power and the global nuclear industry. WNA explicitly vouches for anything we publish and unreservedly offers to correct promptly anything that might be shown as wrong or misleading. The number of information paper titles grows and now approaches one hundred. These are pitched at the layman or student, and are also important as a resource for the media. These papers are reviewed regularly in order to keep them up to date – 63 out of the 96 titles were updated in 2004, 33 of them more than once. The reputation of this resource is spreading, and we see evidence of increasing use being made of it by media, industry and government agencies that need reliable and up to date information. In 2004 there were almost 1.9 million hits on these papers (including UIC web site).

WNA produces three news publications – two electronic and one in hard copy and all are on the website. News Briefing is a weekly comprehensive survey of nuclear-related stories that is intended for specialist readers, Weekly Digest is geared to a general readership and places significant nuclear-related news items in perspective. The bi-monthly WNA Newsletter, largely compiled from the Weekly Digest, highlights significant industry developments and is published in hard copy with the hope of wide distribution, including through the WNA members.

The Members' website gives Members access to the deliberations of working groups, as well news archive. During 2004 the WNA site received 902,100 (2003: 812,000) visits.

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Report of the Board of Management for the year ended 31 December 2004

The WNA continues its development of electronic means as its primary publication mechanism, and further exploiting the World Wide Web in sharing information and communicating with its members.

External Representation

In working to improve wider understanding of nuclear energy, the WNA Secretariat maintains cooperative links with a variety of national and regional nuclear associations and advocates.

The Association has observer status with – and is active within – a number of organisations, *inter alia*: United Nations bodies, including International Atomic Energy Agency (IAEA) and UN Framework Convention on Climate Change (UNFCCC); Oslo and Paris Commission for Protection of the Marine Environment of the North East Atlantic (OSPAR); Intergovernmental Panel on Climate Change (IPCC); and International Commission on Radiological Protection (ICRP).

The Association continued to develop links with a number of other nuclear organisations including the American Nuclear Society (ANS), British Nuclear Industry Association (NIA), European Nuclear Society (ENS), FORATOM, Institute of Nuclear Power Operations (INPO), Japan Atomic Industrial Forum (JAIF), Nuclear Energy Institute (NEI), and World Association of Nuclear Operators (WANO).

A strategic initiative of potentially great value to the industry was continued engagement with FTSE to challenge the current FTSE4good ethical investment index, which currently excludes the uranium and nuclear energy industries as falling outside the scope of "socially responsible investment".

Finance

The result for the year was a surplus of £441,688 (compared with a budgeted surplus of £158,000). The net current assets as at 31 December 2004 were £1,228,175 (£757,834 in 2003). However, some £400,000 of this reserve is expected to be required for the WNA's forthcoming office move, necessitated by the planned demolition of Bowater House in 2005.

The remaining £828,175, which would support eight months of the organisation's operating expenditure, although this is over the fiscally prudent goal of maintaining a six months' reserve, with the rental of the new offices this will reduce over the next year. Therefore, the financial position of the Association has improved and is now regarded as satisfactory.

The income and expenditure for the year is set out on page 12.

A deficit of £48,000 is budgeted for 2005. This would leave the total reserve at a level of £1,205,348 and budgeted net current assets £1,180,175 at the end of 2005, representing six months' operating expenditure. These budgeted results do not take into account any possible change in the membership.

**Report of the Board of Management
for the year ended 31 December 2004**

Board of Management's responsibilities in relation to the financial statements

Company law requires the Board of Management to prepare financial statements for each financial year that give a true and fair view of the state of affairs of the Association and of the surplus or deficit of the Association for that period. The Board of Management is required to prepare the financial statements on the going concern basis, unless it is inappropriate to presume that the Association will continue in business.

The Board of Management confirms that suitable accounting policies have been used and applied consistently. They also confirm that reasonable and prudent judgements and estimates have been made in preparing the financial statements for the year ended 31 December 2004 and that applicable accounting standards have been followed.

The Board of Management is responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the Association and enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the Association and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Auditors

The auditors, PricewaterhouseCoopers LLP, have indicated their willingness to continue in office and a resolution concerning their reappointment will be proposed at the Annual General Meeting.

ON BEHALF OF THE BOARD OF MANAGEMENT


José Luis González
Chairman and Member of Board of Management

Date:



22.04.05

WORLD NUCLEAR ASSOCIATION
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BOARD OF MANAGEMENT MEMBERS - 2004

(p) = Producer, (c) = Consumer, (g) = General

| | |
|-------------------------|---|
| Chairman | Jose-Luis Gonzalez Chairman ENUSA Industrias Avanzadas SA (c) <i>(from/Vice Chairman until 30 March 2004)</i> |
| Vice Chairman | Gerald Grandey President and CEO Cameco Corporation (p) <i>(Chairman until/Vice Chairman from 30 March 2004)</i> |
| Directors | Philip Dewhurst Senior Vice President, Fuel Management Consulting British Nuclear Fuels plc (p) <i>(from 30 March 2004)</i> |
| | Mr James Eggins Marketing Manager WMC Ltd plc (p) <i>(until 29 February 2004)</i> |
| | Bruno Elmiger Head Communications Department Kernkraftwerk Gösgen-Däniken AG (c) |
| | Ralf Guldner Managing Director Framatome ANP GmbH (g) |
| | Yoshiaki Katayama Senior Vice President Division COO Mitsubishi Corporation (g) <i>(from 30 March 2004)</i> |
| | Tetsuji Kishida Director & Executive Vice President Kansai Electric Power Company Inc (c) |
| | Bruno Lescoeur Member of Executive Committee and CEO Electricite de France (c) <i>(from 30 March 2004)</i> |
| | Mr Naomi Ohno Chief Analyst, Nuclear Fuel Dept Mitsui Ltd (g) <i>(until 30 March 2004)</i> |
| | Gerard Pauluis Manager Fuel Supply Department Synatom (c) <i>(from 30 March 2004)</i> |
| | Rustem Tursunbayev Vice President Marketing, Sales, Procurement, Sales & Administration KAZATOMPROM (p) <i>(from 30 March 2004)</i> |
| | David Woods Senior Vice President, Communications & Public Affairs Exelon Generation (c) |
| | Nikolai Yakolev Director General FSUE Atominform (c) <i>(until 31 December 2004)</i> |
| Director General | John B Ritch World Nuclear Association |

WORLD NUCLEAR ASSOCIATION
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CORPORATE MEMBERS – 2004

(p) = Producer, (c) = Consumer, (g) = General

- p Areva
- g Argonne National Laboratory
- g Association for Regional and International Underground Storage (ARIUS)
- g Atomic Energy Authority of Egypt
- g Atomic Energy of Canada Ltd
- g Atomic Energy Organisation of Iran
- g Atomic Minerals Directorate for Exploration & Research

- p Belgonucléaire SA
- c British Energy plc
- p British Nuclear Fuels plc
- c Bruce Power

- p Cameco Corporation
- g Central Research Institute of Electric Power Industry (*CRIEPI*)
- g Central Research Institute of Management, Economics & Information of Minatom of Russia
- g Centre National de L'Energie des Sciences et des Techniques Nucléaires (CNESTEN)
- c Czech Power Company (CEZ)
- c Chubu Electric Power Company Inc
- c Chugoku Electric Power Company Inc
- p COGEMA
- c Constellation Energy Group
- p ConverDyn

- c Daya Bay Nuclear Power Operations and Management Co Ltd (DNMC)
- p DIOXITEK SA
- c Dominion Energy

- p Eastern Ore Dressing Complex "Vostgok"
- g Edlow International Company
- g Egyptian Nuclear Materials Authority
- c Electricité de France
- c Electric Power Development Co Ltd (J-Power)
- c EnBW Kraftwerke AG
- g Energo Russian-Austrian Joint Venture Trading Company Ltd
- c ENUSA Industrias Avanzadas SA
- g Euratom Supply Agency
- c Exelon Generation LLC

- c Federal State-owned Unitary Enterprise Concern Rosenergoatom
- g Framatome Advanced Nuclear Power

- g GF Energy LLC

- c Hokkaido Electric Power Company Inc
- c Hokuriku Electric Power Company Inc

- c IBERDROLA SA
- g Idemitsu Kosan Co Ltd
- p Industrias Nucleares do Brasil SA
- g International Centre for Environmental Safety of Minatom of Russia (ICES)
- g International Development and Promotion Company
- g Israel Atomic Energy Commission
- g ITOCHU Corporation

- c The Japan Atomic Power Company
- p Japan Nuclear Fuel Ltd

- c The Kansai Electric Power Company Inc
- p National Atomic Company KAZATOMPROM

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CORPORATE MEMBERS – 2004

(p) = Producer, (c) = Consumer, (g) = General

- c Kernkraftwerk Gösgen-Däniken AG
- c Kernkraftwerk Leibstadt AG
- g Korea Atomic Energy Research Institute
- c Korea Hydro & Nuclear Power Company
- g Korea Institute of Nuclear Safety
- c Kozloduy Nuclear Power Plant
- c Kyushu Electric Power Company Inc

- g Marubeni Corporation
- g Mitsubishi Corporation
- g Mitsui & Company Ltd
- g Morgan, Lewis & Bockius LLC

- g NAC International
- g NATO Parliamentary Assembly
- p Navoi Mining & Metallurgy Combinat
- g N Dollezhal Research and Development Institute of Power Engineering (RDIPE)
- g New York Nuclear Corporation
- g Nirex Ltd
- g Nuclear Cargo + Service GmbH
- g Nuclear Electric Insurance Limited
- p Nuclear Fuel Complex
- g Nuclear Management Company
- g Nuclear Material Control Centre
- c Nuclear Power Corporation of India Limited
- g Nuclear Power Plants Authority of Egypt
- g Nuclear Research Institute Rez plc
- g Nuclear Safety Institute of Russian Academy of Sciences (IBRAE)

- c Ontario Power Generation

- p Pakistan Atomic Energy Authority
- g PBMR (Pty) Ltd
- p Power Resources Inc
- c Progress Energy
- p Rio Tinto plc
- g RSB Logistic Projektspeidition GmbH
- g Russian Research Centre "Kurchatov Institute"
- g RWE Nukem GmbH
- c RWE Power AG

- c Shikoku Electric Power Company Inc
- p Siberian Group of Chemical Enterprises
- g Skoda JS a s
- c Societatea Nationala Nuclearelectrica SA
- g Sojitz Corporation (formerly Nissho Iwai Corporation)
- g Southern Nuclear Operating Company
- p State Scientific Production Enterprise "Zirconium"
- g Sumitomo Corporation
- g Swedish Nuclear Fuel & Waste Management Company (SKB)
- c Sydkraft AB
- c Synatom SA

- c Taiwan Power Company
- g JSC Techsnabexport (TENEX)
- c Teollisuuden Voima Oy
- c Tohoku Electric Power Company Inc
- c Tokyo Electric Power Company Inc
- g Transport Logistics International Inc
- g Turkish Atomic Energy Authority (TAEK)

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CORPORATE MEMBERS – 2002 (continued)

(p) = Producer, (c) = Consumer, (g) = General

- p JSC TVEL
- p Urenco Ltd
- p USEC Inc
- g Ux Consulting Company LLC
- c Vattenfall Bränsle AB
- p WMC Ltd
- p Westinghouse Electric Company
- g WOLFCO Inc
- p W M Mining International Ltd

Since 31 December 2004 the following changes have taken place in the corporate membership:

Resignations

Argonne National Laboratory, Progress Energy and Urgangesellschaft mbH

New Members

Paladin Resources Ltd and GE Nuclear Energy (*from 1 January 2005*)

INDEPENDENT AUDITORS' REPORT - 2004

Independent Auditors' report to the members of World Nuclear Association

We have audited the financial statements which comprise an income and expenditure account, balance sheet and the related notes which have been prepared under the accounting policies set out in the statement of principal accounting policies.

Respective responsibilities of the Board of Management and auditors

The Board of Management's responsibilities for preparing the annual report and the financial statements in accordance with applicable United Kingdom law and accounting standards are set out in the Report of the Board of Management.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards issued by the Auditing Practices Board. This report, including the opinion, has been prepared for and only for the Association's members as a body in accordance with Section 235 of the Companies Act 1985 and for no other purpose. We do not, in giving this opinion, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

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 Board of Management's report is not consistent with the financial statements, if the Association has not kept proper records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding the Board of Management's remuneration and transactions is not disclosed.

We read the other information contained in the annual report and consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements.

Basis of audit 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 Board of Management in the preparation of the financial statements, and of whether the accounting policies are appropriate to the Association'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 Association's affairs at 31 December 2004 and of its surplus for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

PricewaterhouseCoopers LLP

PricewaterhouseCoopers LLP
Chartered Accountants and Registered Auditors
1 Embankment Place
London
WC2N 6RH

Date: *22 April 2005*

WORLD NUCLEAR ASSOCIATION

(A company limited by guarantee)

**Income & expenditure account for the
year ended 31 December 2004**

| Notes | | 2004 £ | 2003 £ |
|-------|--|-------------|-------------|
| 2 | Operating income | 1,842,350 | 1,752,288 |
| | Operating expenses | (1,452,276) | (1,414,368) |
| 3 | Operating surplus | 390,074 | 337,920 |
| | Interest receivable | 51,614 | 28,464 |
| | Surplus / (deficit) for the financial year | 441,688 | 366,384 |
| | Transfer to the accumulated fund | 441,688 | 366,384 |

The Association has no recognised gains or losses other than those included in the income and expenditure account above and therefore no separate statement of total recognised gains and losses has been presented.

The above results all arise from continuing activities.


There is no difference between the surplus for the financial year stated above, and its historical cost equivalent.

WORLD NUCLEAR ASSOCIATION
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Balance Sheet as at 31 December 2004

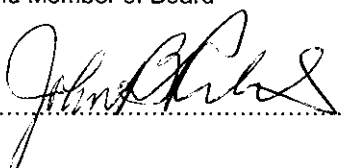
| Notes | | 2004 | | | 2003 | | |
|-------|---------------------------------------|---------|-----------|-----------|---------|-----------|---------|
| | | £ | £ | £ | £ | £ | £ |
| 9 | Fixed assets | | | 25,173 | | | 53,826 |
| | Current assets | | | | | | |
| 10 | Debtors & prepayments | | 222,715 | | | 58,368 | |
| 11 | Cash | | 1,793,434 | | | 1,334,671 | |
| | | | 2,016,149 | | | 1,393,039 | |
| | <u>Less Current liabilities</u> | | | | | | |
| 12 | Amounts due within one year | 43,110 | | | 36,550 | | |
| 13 | Deferred income | 744,864 | | | 598,655 | | |
| | | | 787,974 | | | 635,205 | |
| | Net current assets | | | 1,228,175 | | | 757,834 |
| | Total assets less current liabilities | | | 1,253,348 | | | 811,660 |
| 16 | Accumulated Fund | | | 1,253,348 | | | 811,660 |
| 16 | Total reserves | | | 1,253,348 | | | 811,660 |

Approved by the Board of Management



Jose Gonzales

Chairman and Member of Board

Date: 

22.04.05

Notes to the accounts - 31 December 2004

1 Principal accounting activities

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:

a) Convention

These financial statements have been prepared under the historical cost convention and in accordance with applicable Accounting Standards.

b) Depreciation

Depreciation of fixed assets is calculated so as to write off their cost on a straight line basis over the estimated useful economic lives of the assets, which are considered to be:

| | |
|--------------------------------|---------|
| Furniture and fittings | 7 years |
| Office machinery | 5 years |
| Computer hardware and software | 3 years |

Leasehold improvements are depreciated on a straightline basis over the term of the lease. The balance as at 31 December 2004 will be fully depreciated in 2005 as it relates to a lease term that expired in 2005.

c) Subscriptions

Subscriptions are credited to the income and expenditure account, net of VAT, on an accruals basis. Subscriptions received but not yet recognised as income are included in deferred income in the balance sheet.

d) Cash flow statement

The World Nuclear Association qualifies as a small company under the terms of Section 247 of the Companies Act 1985. As a consequence it is exempt from the requirement to publish a cash flow statement.

e) Pension scheme arrangements

The World Nuclear Association offers its employees an option for either the Association to contribute to a sponsored pension scheme of the employee's choice, or to receive the equivalent sum in cash as part of their remuneration entitlement. The value of the contribution to the nominated pension scheme is 15 per cent of the employee's salary. Pension costs are accounted for on the basis of charging the actual cost of providing pensions over the period which the Association benefits from the employee's services. Consequently, these costs are charged to the income and expenditure account as incurred. The Association provides no other post-retirement benefits to its employees.

f) Operating leases

Costs in respect of operating leases are charged on a straight line basis over the lease term.

g) Publications

The costs of producing the Association's publications are written off in the year incurred, and no value is attributed to unsold publications.

h) Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at rates of exchange ruling at the end of the financial year. Foreign currency denominated revenue and expenses have been translated into sterling at the rate ruling on the date of the transaction.

Notes to the accounts - 31 December 2004

2 Operating income

| | 2004 | 2003 |
|-------------------------------------|-------------------|-------------------|
| | £ | £ |
| Subscriptions | 1,532,184 | 1,451,387 |
| Symposium surplus (see note 4) | 281,836 | 300,701 |
| Spring Meetings income (see note 5) | 28,330 | 200 |
| | £1,842,350 | £1,752,288 |

3 Operating surplus/(deficit)

The operating deficit is stated after charging:

| | 2004 | 2003 |
|---------------------------|--------|----------|
| | £ | £ |
| Depreciation | 37,639 | 43,295 |
| Bad debt (income)/expense | 10,680 | (35,992) |
| Auditors' remuneration: | | |
| Audit | 10,000 | 8,000 |
| Other non-audit services | 0 | 0 |
| Office rent | 68,530 | 68,530 |
| Hire of office equipment | 7,428 | 5,677 |

4 Annual Symposium

The World Nuclear Association administers an Annual Symposium for attendance by member and non-member delegates. It is financed by registration fees under an approved budget.

The income and expenditure of the Symposium is set out below:

| | 2004 | 2003 |
|--|----------------|----------------|
| | £ | £ |
| Income from delegates | 230,389 | 264,069 |
| Meeting room sales and exhibition income (net) | 51,447 | 36,632 |
| Total Symposium income | 281,836 | 300,701 |
| Expenditure | 190,055 | 250,369 |
| Total Symposium expenditure | 190,055 | 250,369 |
| Surplus on annual Symposium | 91,781 | 50,332 |

Expenditure on the Symposium includes salary costs representing a reallocation of World Nuclear Association staff involved with the Symposium of £40,000 (2003, £40,000) (see note 6).

5 Spring Meeting

The World Nuclear Association now organises an annual conference each spring with the Nuclear Energy Institute (Washington DC) The World Nuclear Fuel Cycle conference is budgeted to generate a small profit and this is shared 50:50 between the WNA and NEI.

6 Board of Management

No member of the Board of Management received emoluments from the World Nuclear Association.

Notes to the accounts - 31 December 2004

7 Employees

The average number of employees was:

| | 2004 | 2003 |
|----------------|-----------|-----------|
| Research staff | 5 | 5 |
| Support staff | 6 | 6 |
| | 11 | 11 |

The costs incurred in respect of these employees were:

| | 2004 | 2003 |
|---------------------|----------------|----------------|
| | £ | £ |
| Salaries | 430,966 | 408,985 |
| Social security | 46,635 | 46,088 |
| Other pension costs | 60,590 | 57,795 |
| | 538,191 | 512,868 |

Also included in salary costs are amounts paid for consultancy services in relation to the Director General and the Head of Communications.

| | 2004 | 2003 |
|------------------------|----------------|----------------|
| | £ | £ |
| Director General | 137,483 | 122,336 |
| Head of Communications | 78,278 | 68,992 |
| | 215,761 | 191,328 |

Other sundry staff costs amounted to £13,105 (2003: £31,558).

8 Taxation

Agreement has been reached with the UK Inland Revenue department for the World Nuclear Association, as a scientific research organisation, to be exempt from tax as it meets the requirements of Section 508 (i) of the Income and Corporation Taxes Act 1988.

Notes to the accounts - 31 December 2004

9 Fixed assets

| | Furniture & Fittings | Leasehold improvements | Office machinery | Computer hardware | Computer software | Total |
|-----------------------|-------------------------|---------------------------|---------------------|----------------------|----------------------|---------|
| | £ | £ | £ | £ | £ | £ |
| Cost | | | | | | |
| at 1 Jan 04 | 49,603 | 124,263 | 16,639 | 64,798 | 14,849 | 270,152 |
| Additions | 0 | 0 | 0 | 8,986 | 0 | 8,986 |
| Disposals | 0 | 0 | 0 | 0 | 0 | 0 |
| at 31 Dec 04 | 49,603 | 124,263 | 16,639 | 73,784 | 14,849 | 279,138 |
| Depreciation | | | | | | |
| at 1 Jan 04 | 35,287 | 98,762 | 13,446 | 53,982 | 14,849 | 216,326 |
| Disposals | 0 | 0 | 0 | 0 | 0 | 0 |
| Charge | 5,190 | 24,303 | 1,201 | 6,945 | 0 | 37,639 |
| at 31 Dec 04 | 40,477 | 123,065 | 14,647 | 60,927 | 14,849 | 253,965 |
| Net book value | | | | | | |
| at 31 Dec 04 | 9,126 | 1,198 | 1,992 | 12,857 | 0 | 25,173 |
| at 31 Dec 03 | 14,316 | 25,501 | 3,193 | 10,816 | 0 | 53,826 |

10 Debtors and prepayments

| | 2004 | 2003 |
|--------------------------------|-----------------|----------------|
| | £ | £ |
| Subscriptions | 23,562 | 8,910 |
| Other debtors | 34,277 | 14,889 |
| Prepayments and accrued income | 164,876 | 34,569 |
| | £222,715 | £58,368 |

11 Cash

Included in Cash is the bank account relating to the income from the symposium registrations.

12 Amounts due within one year

| | 2004 | 2003 |
|------------------------------|----------------|----------------|
| | £ | £ |
| Taxation and social security | 17,293 | 15,520 |
| Other creditors | 11,588 | 10,504 |
| Accruals | 14,229 | 10,526 |
| | £43,110 | £36,550 |

13 Deferred income

| | 2004 | 2003 |
|--|-----------------|-----------------|
| | £ | £ |
| Members' subscriptions received in advance | £744,864 | £598,655 |

Notes to the accounts - 31 December 2004

14 Lease commitments

The World Nuclear Association leased its premises on the twelfth floor of Bowater House, Knightsbridge, London. The lease expires in June 2005 and the gross annual rent payable for the office is £68,530.

At 21 February 2005, the World Nuclear Association moved into its new location on the third floor, 30 - 35 Pall Mall, London. The lease commencement date is 28 October 2004 with the first rental payment due 28 October 2005. The lease expires in October 2014 and the gross annual rent payable for the office is £195,195. The review date of the lease is 28 October 2009.

At 31 December, the World Nuclear Association had annual commitments for non-cancellable operating leases in respect of office equipment as follows:

| | 2004 | 2003 |
|------------------------------|--------|--------|
| | £ | £ |
| Expiring within 1 Year | 6,322 | 5,677 |
| Expiring during years 2 to 5 | 22,127 | 17,031 |
| Expiring thereafter | 0 | 0 |

15 Pensions

The World Nuclear Association does not operate a staff pension scheme but it contributes to each employee a percentage of his or her salary which sum may be used for the provision of a pension arrangement in the employee's name - refer to note 1 (e).

16 Reserves

| | 2004 | |
|--|---------------------|-------------------|
| | Accumulated fund | Total |
| | £ | £ |
| At 1 January 2004 | 811,660 | 811,660 |
| Transfer from income & expenditure account | 441,688 | 441,688 |
| At 31 December 2004 | <u>£1,253,348</u> | <u>£1,253,348</u> |

| | 2003 | |
|--|---------------------|-----------------|
| | Accumulated fund | Total |
| | £ | £ |
| At 1 January 2003 | 445,277 | 445,277 |
| Transfer from income & expenditure account | 366,383 | 366,383 |
| At 31 December 2003 | <u>£811,660</u> | <u>£811,660</u> |

The company is limited by guarantee. The maximum which each member may be called upon to contribute is £1.

WORLD NUCLEAR ASSOCIATION
(A company limited by guarantee)

**Detailed income & expenditure account (unaudited)
for the year ended 31 December 2004**

| | 2004 £ | 2003 £ |
|---|------------------|------------------|
| INCOME | | |
| Subscriptions | 1,532,184 | 1,451,387 |
| Symposium income | 281,836 | 300,701 |
| Spring Meetings net income | 28,330 | 200 |
| Operating income | 1,842,350 | 1,752,288 |
| EXPENDITURE | | |
| Salaries, pension contributions & other staff costs | 767,057 | 735,754 |
| Travel, entertainment & conferences | 107,523 | 99,375 |
| Members' meetings | 33,370 | 35,814 |
| Staff & meetings | 907,950 | 870,943 |
| Office space, services & maintenance | 143,937 | 140,630 |
| Communications | 23,247 | 18,560 |
| Computers & office machinery | 10,686 | 9,179 |
| Printing, photocopying & stationery | 18,687 | 12,295 |
| Library services | 14,950 | 15,616 |
| Professional services | 81,087 | 69,370 |
| Publications | 3,660 | 11,952 |
| Miscellaneous | 9,698 | 8,152 |
| Office administration | 305,952 | 285,754 |
| Depreciation | 37,639 | 43,294 |
| (Gain)/loss on disposal of fixed assets | 0 | 0 |
| Bad debts | 10,680 | (35,992) |
| Symposium expenditure | 190,055 | 250,369 |
| Other expenses | 238,374 | 257,671 |
| Operating expenses | 1,452,276 | 1,414,368 |
| Operating surplus | 390,074 | 337,920 |
| Interest receivable | 51,614 | 28,464 |
| Surplus / (deficit) for the year | 441,688 | 366,384 |
| Transfer to the accumulated fund | 441,688 | 366,384 |