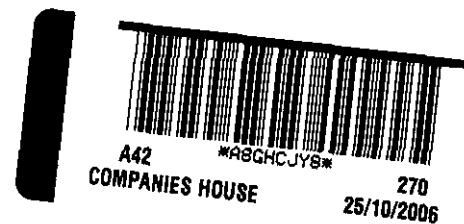


Company Registration No. 2388396 (England and Wales)

**THE CONSTRUCTION INDUSTRY COUNCIL**  
**(A COMPANY LIMITED BY GUARANTEE, NOT HAVING A SHARE CAPITAL)**  
**DIRECTORS' REPORT AND FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2005**



**THE CONSTRUCTION INDUSTRY COUNCIL**  
**(A COMPANY LIMITED BY GUARANTEE, NOT HAVING A SHARE CAPITAL)**  
**COMPANY INFORMATION**

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<b>Directors</b>	A Eastwell T Gough J Hellings S Henderson M A Lees D Marshall N Ogunshakin G Owens N Raynsford MP G C Watts
<b>Secretary</b>	G C Watts
<b>Company number</b>	2388396
<b>Registered office</b>	26 Store Street London WC1E 7BT
<b>Auditors</b>	Saffery Champness Lion House Red Lion Street London WC1R 4GB

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**THE CONSTRUCTION INDUSTRY COUNCIL**  
**(A COMPANY LIMITED BY GUARANTEE, NOT HAVING A SHARE CAPITAL)**  
**CONTENTS**

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Directors' report	1 - 3
Independent auditors' report	4 - 5
Profit and loss account	6
Balance sheet	7
Notes to the financial statements	8 - 12

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**THE CONSTRUCTION INDUSTRY COUNCIL**  
**(A COMPANY LIMITED BY GUARANTEE, NOT HAVING A SHARE CAPITAL)**  
**DIRECTORS' REPORT**  
**FOR THE YEAR ENDED 31 DECEMBER 2005**

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

**MEMBERS OF COUNCIL**

The following are Members of Council:

Association of Building Engineers  
Association of Consultant Architects  
Association of Consultancy and Engineering  
Association of Project Safety  
Association for Project Management  
British Institute of Facilities Management  
Building Research Establishment  
Building Services Research and Information Association  
Centre for Education in the Built Environment  
Chartered Institute of Building  
Chartered Institute of Architectural Technologists  
Chartered Institution of Building Services Engineers  
*Construction Industry Research and Information Association*  
Ground Forum  
Institute of Clerks of Works of Great Britain  
Institute of Highways Incorporated Engineers  
Institute of Maintenance and Building Management  
Institute of Plumbing and Heating Engineering  
Institution of Civil Engineering Surveyors  
Institution of Civil Engineers  
Institution of Highways and Transportation  
Institution of Structural Engineers  
Landscape Institute  
National House-Building Council  
Royal Institute of British Architects  
Royal Institution of Chartered Surveyors  
Royal Town Planning Institute  
Steel Construction Institute  
The Survey Association

**THE CONSTRUCTION INDUSTRY COUNCIL**  
**(A COMPANY LIMITED BY GUARANTEE, NOT HAVING A SHARE CAPITAL)**  
**DIRECTORS' REPORT (continued)**  
**FOR THE YEAR ENDED 31 DECEMBER 2005**

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**Principal activities and results for the year**

The principal activity of the company is to co-ordinate and promote joint action on areas of common interest among organisations within the construction industry.

The company has traded profitably and the balance sheet shows a net asset position for the first time in many years. The accounts have been prepared on a going concern basis as the directors' forecasts indicate the company has sufficient resources to continue to trade in the future.

**Directors**

The following directors have held office since 1 January 2005:

F Berriman	(Resigned 8 June 2005)
A Eastwell	(Appointed 8 June 2005)
M Finn	(Resigned 8 June 2005)
T Gough	
J Hellings	
S Henderson	
M A Lees	
D Marshall	(Appointed 8 June 2005)
T P O'Brien	(Resigned 8 June 2005)
N Ogunshakin	(Appointed 8 June 2005)
G Owens	
N Raynsford MP	(Appointed 8 June 2005)
G C Watts	

**Members' interest**

The liability of each member in respect of the undertaking to contribute to the assets of the company is limited to an amount not exceeding £1.

**Auditors**

In accordance with section 385 of the Companies Act 1985, a resolution proposing that Saffery Champness be reappointed as auditors of the company will be put to the Annual General Meeting.

**THE CONSTRUCTION INDUSTRY COUNCIL**  
**(A COMPANY LIMITED BY GUARANTEE, NOT HAVING A SHARE CAPITAL)**  
**DIRECTORS' REPORT (continued)**  
**FOR THE YEAR ENDED 31 DECEMBER 2005**

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**Directors' responsibilities**

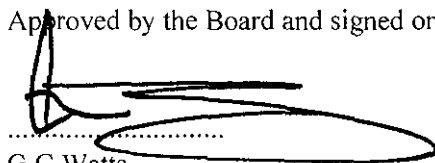
Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the directors are required to:

- 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 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.

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

Approved by the Board and signed on its behalf



.....  
G C Watts

Director

8 June 2006

**THE CONSTRUCTION INDUSTRY COUNCIL  
(A COMPANY LIMITED BY GUARANTEE, NOT HAVING A SHARE CAPITAL)  
INDEPENDENT AUDITORS' REPORT  
TO THE MEMBERS OF THE CONSTRUCTION INDUSTRY COUNCIL**

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We have audited the financial statements on pages 6 to 12. These financial statements have been prepared in accordance with the accounting policies set out therein and the requirements of the Financial Reporting Standard for Smaller Entities (effective January 2005).

***Respective responsibilities of the directors and auditors***

As described in the statement of directors' responsibilities on page 3, the company's directors are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

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.

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 CONSTRUCTION INDUSTRY COUNCIL**  
**(A COMPANY LIMITED BY GUARANTEE, NOT HAVING A SHARE CAPITAL)**  
**INDEPENDENT AUDITORS' REPORT (continued)**  
**TO THE MEMBERS OF THE CONSTRUCTION INDUSTRY COUNCIL**

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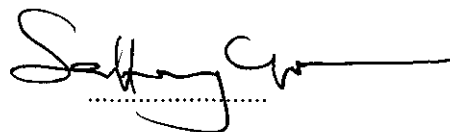
**Opinion**

In our opinion the financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice applicable to smaller entities, of the state of the company's affairs as at 31 December 2005 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

**Saffery Champness**

Chartered Accountants  
Registered Auditors

11 September 2006



Lion House  
Red Lion Street  
London  
WC1R 4GB



**THE CONSTRUCTION INDUSTRY COUNCIL**  
**(A COMPANY LIMITED BY GUARANTEE, NOT HAVING A SHARE CAPITAL)**  
**PROFIT AND LOSS ACCOUNT**  
**FOR THE YEAR ENDED 31 DECEMBER 2005**

	Notes	2005 £	2004 £
<b>Turnover</b>		1,175,617	1,027,123
Cost of sales		(547,528)	(469,944)
<b>Gross profit</b>		628,089	557,179
Administrative expenses		(592,576)	(541,710)
<b>Operating profit</b>	<b>2</b>	35,513	15,469
Other interest receivable and similar income		2,055	674
Amounts written off investments	<b>3</b>	(2)	-
Interest payable and similar charges		(1,188)	(4,442)
<b>Profit on ordinary activities before taxation</b>		36,378	11,701
Tax on profit on ordinary activities	<b>4</b>	-	-
<b>Profit on ordinary activities after taxation</b>	<b>10</b>	36,378	11,701

The notes on pages 8 to 12 form part of these financial statements.

**THE CONSTRUCTION INDUSTRY COUNCIL**  
**(A COMPANY LIMITED BY GUARANTEE, NOT HAVING A SHARE CAPITAL)**  
**BALANCE SHEET**  
**AS AT 31 DECEMBER 2005**

	Notes	2005 £	£	2004 £	£
<b>Fixed assets</b>					
Tangible assets	5		5,070		17,929
Investments	6		-		2
			<u>5,070</u>		<u>17,931</u>
<b>Current assets</b>					
Stocks		24,569		10,242	
Debtors	7	395,161		137,868	
Cash at bank and in hand		1,394		49,644	
		<u>421,124</u>		<u>197,754</u>	
<b>Creditors: amounts falling due within one year</b>	8	<u>(419,737)</u>		<u>(237,558)</u>	
<b>Net current assets/(liabilities)</b>			<u>1,387</u>		<u>(39,804)</u>
<b>Total assets less current liabilities</b>			<u>6,457</u>		<u>(21,873)</u>
<b>Creditors: amounts falling due after more than one year</b>	9		-		(8,048)
			<u>6,457</u>		<u>(29,921)</u>
<b>Capital and reserves</b>					
Profit and loss account	10		<u>6,457</u>		<u>(29,921)</u>
<b>Members' funds</b>	11		<u>6,457</u>		<u>(29,921)</u>

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

The notes on pages 8 to 12 form part of these financial statements.

The financial statements were approved by the Board on 8 June 2006

  
 G C Watts  
 Director

**THE CONSTRUCTION INDUSTRY COUNCIL**  
**(A COMPANY LIMITED BY GUARANTEE, NOT HAVING A SHARE CAPITAL)**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2005**

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**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 January 2005).

The financial statements have been prepared on a going concern basis as the Directors believe that the company will have sufficient resources from its project income and subscriptions to enable it to continue to meet its liabilities as and when they fall due for the foreseeable future.

**1.2 Turnover**

Turnover is derived from membership fees receivable, from sales of videos, cassettes and publications, from the provision of information services and from income generated through projects and conferences.

**1.3 Tangible fixed assets and depreciation**

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

Plant and machinery	33.33% per annum
Fixtures, fittings & equipment	15 % per annum

**1.4 Investments**

Fixed asset investments are stated at cost less provision for diminution in value.

**1.5 Group accounts**

The subsidiary undertakings of the company were *Construction Industry Registers Ltd* and *Training Organisation for Professionals in Construction*, both of which were dormant and dissolved in the year.

The company and its subsidiary undertakings comprised a small group, and accordingly group accounts are not prepared.

**2 Operating profit**

	2005	2004
	£	£
Operating profit is stated after charging:		
Depreciation of tangible assets	15,011	14,407
Operating lease rentals	8,155	-
Auditors' remuneration	5,000	5,000
Directors' emoluments	131,819	97,900
	<u>158,985</u>	<u>117,317</u>

**THE CONSTRUCTION INDUSTRY COUNCIL**  
**(A COMPANY LIMITED BY GUARANTEE, NOT HAVING A SHARE CAPITAL)**  
**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**FOR THE YEAR ENDED 31 DECEMBER 2005**

<b>3</b>	<b>Amounts written off investments</b>	<b>2005</b>	<b>2004</b>
		<b>£</b>	<b>£</b>
	Amounts written off fixed asset investments:		
	- permanent diminution in value	2	-
		<u>2</u>	<u>-</u>
<b>4</b>	<b>Taxation</b>	<b>2005</b>	<b>2004</b>
		<b>£</b>	<b>£</b>
	Tax on profits at 0%	nil	nil
<b>5</b>	<b>Tangible fixed assets</b>		<b>£</b>
	<b>Cost</b>		
	At 1 January 2005		71,023
	Additions		2,152
			<u>73,175</u>
	At 31 December 2005		<u>73,175</u>
	<b>Depreciation</b>		
	At 1 January 2005		53,094
	Charge for the year		15,011
			<u>68,105</u>
	At 31 December 2005		<u>68,105</u>
	<b>Net book value</b>		
	At 31 December 2005		5,070
			<u>5,070</u>
	At 31 December 2004		<u>17,929</u>

The net book value of tangible fixed assets includes £1,678 (2004- £11,931) in respect of assets held under finance leases or hire purchase contracts. The depreciation charge in respect of such assets amounted to £11,402 (2004- £12,021) for the year.

**THE CONSTRUCTION INDUSTRY COUNCIL**  
**(A COMPANY LIMITED BY GUARANTEE, NOT HAVING A SHARE CAPITAL)**  
**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**FOR THE YEAR ENDED 31 DECEMBER 2005**

**6 Fixed asset investments**

	Shares in group undertakings and participating interests £
<b>Cost</b>	
At 1 January 2005	2
Disposals	(2)
	<hr/>
At 31 December 2005	-
	<hr/>

**Holdings of more than 20%**

The company holds more than 20% of the share capital of the following companies:

Company	Country of registration or incorporation	Class	Shares held %
<b>Subsidiary undertakings</b>			
Construction Industry Registers Ltd	England & Wales	Ordinary	100
TOPIC	England & Wales	Sole Guarantor	100

The aggregate amount of capital and reserves and the results of these undertakings for the last relevant financial year were as follows:

	Capital and reserves 2005 £	Profit for the year 2005 £
Construction Industry Registers Ltd	-	-
TOPIC	-	-
	<hr/>	<hr/>

Both companies were dissolved in the year and so have been treated as being disposed of.

<b>7 Debtors</b>	<b>2005 £</b>	<b>2004 £</b>
Trade debtors	332,380	109,113
Other debtors	62,781	28,755
	<hr/>	<hr/>
	395,161	137,868
	<hr/>	<hr/>

**THE CONSTRUCTION INDUSTRY COUNCIL**  
**(A COMPANY LIMITED BY GUARANTEE, NOT HAVING A SHARE CAPITAL)**  
**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**FOR THE YEAR ENDED 31 DECEMBER 2005**

<b>8 Creditors: amounts falling due within one year</b>	<b>2005</b>	<b>2004</b>
	<b>£</b>	<b>£</b>
Bank loans and overdrafts	25,329	-
Net obligations under hire purchase contracts	8,048	9,107
Trade creditors	82,613	56,651
Taxation and social security	19,400	16,500
Accrued expenditure	11,885	70,681
Deferred income	272,462	84,619
	<u>419,737</u>	<u>237,558</u>

<b>9 Creditors: amounts falling due after more than one year</b>	<b>2005</b>	<b>2004</b>
	<b>£</b>	<b>£</b>
Net obligations under hire purchase contracts	-	8,048
	<u>-</u>	<u>8,048</u>

**10 Statement of movements on profit and loss account**

	<b>Profit and loss account £</b>
Balance at 1 January 2005	(29,921)
Retained profit for the year	36,378
	<u>6,457</u>
Balance at 31 December 2005	<u>6,457</u>

<b>11 Reconciliation of movements in members' funds</b>	<b>2005</b>	<b>2004</b>
	<b>£</b>	<b>£</b>
Profit for the financial year	36,378	11,701
Opening members' funds	(29,921)	(41,622)
	<u>6,457</u>	<u>(29,921)</u>
Closing members' funds	<u>6,457</u>	<u>(29,921)</u>

**12 Contingent liabilities**

The company has a Business Card Facility for £3,000 with its bankers.

**THE CONSTRUCTION INDUSTRY COUNCIL**  
**(A COMPANY LIMITED BY GUARANTEE, NOT HAVING A SHARE CAPITAL)**  
**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**FOR THE YEAR ENDED 31 DECEMBER 2005**

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**13 Financial commitments**

At 31 December 2005 the company had annual commitments under non-cancellable operating leases as follows:

	2005	2004
	£	£
Expiry date:		
Within one year	8,084	-
Between two and five years	2,020	-
	<u>10,104</u>	<u>-</u>

**14 Related party transactions**

The Construction Industry Council received £383,014 (2004: £379,048) in annual subscription fees from the Council Members listed on page 1 to the accounts. These transactions were conducted on an arms length basis and any amounts outstanding at the year end are cleared in the normal course of business.

The Construction Industry Council provided management services amounting to £350 (2004: £250) to the Construction Umbrella Bodies (Holdings) Ltd, a company of which G C Watts is a director. The balance due from the Construction Umbrella Bodies (Holdings) Ltd at 31 December 2005 was £213 (2004: due to: £3,373).