

9F LOCOMOTIVE CHARITABLE TRUST COMPANY

(A COMPANY LIMITED BY GUARANTEE)

REGISTERED NUMBER - 2633605

REGISTERED CHARITY NUMBER - 1006841

ENGLAND AND WALES

MEMBERS' REPORT AND ACCOUNTS

FOR THE YEAR ENDED

31 JULY 2011

WYATT, MORRIS, GOLLAND & CO.,

CHARTERED ACCOUNTANTS,

PARK HOUSE,

200 DRAKE STREET,

ROCHDALE,

LANCASHIRE.

OL16 1PJ

WEDNESDAY



\*A17L8AS1\*

A41

25/04/2012

#19

COMPANIES HOUSE

REPORT OF THE COUNCIL MEMBERS OF 9F LOCOMOTIVE CHARITABLE TRUST COMPANY  
(A COMPANY LIMITED BY GUARANTEE)

The council members present their annual report together with the accounts of the trust for the year ended 31 July 2011

Charity number 1006841

Company Number 2633605

Registered office 22 Offerton Drive,  
Offerton,  
STOCKPORT,  
Cheshire  
SK2 5QZ

Directors and trustees

The directors of the charitable company are its trustees for the purposes of charity law and throughout this report are referred to as the council members

Council members

The council members who served during the year are as follows -

P N Brown  
D M McNab  
P Lang

Independent Examiner

Patricia Richards F C A D Ch A  
Wyatt, Morris, Golland & Co ,  
Chartered Accountants,  
Park House,  
200 Drake Street,  
ROCHDALE,  
Lancashire  
OL16 1PJ

Bankers

Royal Bank of Scotland PLC ,  
Stockport Great Underbank Branch,  
27 Great Underbank,  
STOCKPORT,  
Cheshire  
SK1 1LN

REPORT OF THE COUNCIL MEMBERS OF 9F LOCOMOTIVE CHARITABLE TRUST COMPANY  
(A COMPANY LIMITED BY GUARANTEE) (Continued)

STRUCTURE, GOVERNANCE AND MANAGEMENT

Legal entity

The company is governed by its memorandum and articles of association. The members' liability in respect of the guarantee, as set out in the memorandum and articles of association, is limited to £1 per guarantor.

Organisation

Management is performed by members of the council.

Risk management

The trustees have assessed the major risks to which the charity is exposed, in particular those related to the operations and finance of the Trust, and are satisfied that systems are in place to mitigate their exposure to major risks.

OBJECTS AND ACTIVITIES

The principal objective of the company is that of the advancement of the education of the public in the history of steam locomotives, in particular the restoration and preservation for the benefit of the public of Steam Locomotives.

In order to pursue its objectives, the charity has purchased an engine which it intends to restore.

In shaping the objectives for the year and planning activities, the trustees have considered the Charity Commission's guidance on public benefit, including the guidance on public benefit and fee charging. The Locomotive is currently available for inspection by appointment.

ACHIEVEMENTS AND PERFORMANCE

Since relocating our operational base from Peak Rail, Buxton to the Midland Railway Centre, a small industrial steam locomotive, No 2111 built by Peckett and Sons in 1949 has been in the care of our group, although it has been privately owned. Following partial dismantling, and removal of the boiler, a formal inspection was carried out in November 2010 by an engineering insurance company Surveyor, in order to determine its condition, and assess the extent of the repairs needed to return it to service. That inspection revealed the boiler to be in a good state of repair, and it was consequently decided to negotiate the purchase of the locomotive. Those negotiations were successfully concluded, and in March 2011 the Peckett passed into the care of our Trust. Various proposals for the restoration of the locomotive are currently under consideration.

In December 2010, and following a review of the Trust's plans for the following 12 months, a decision was made to invest a major part of the proceeds of the sale of 92214 on the financial markets, until such time as the money was required for practical purposes. The Trustees also decided, as a matter of policy, to make funds available, on a discretionary basis, to other deserving causes in the steam heritage sector. The first such donation, of £5,630 took place in April 2011, the recipient being the Midland Railway Trust, in order to fund a set of boiler tubes for their principal locomotive, No 73129. The immediate availability of the tubes will help to minimise any future down-time for this locomotive.

During the negotiations with the sale of 92214, the eventual purchaser declined our offer of sister locomotive 92219 as part of the deal. Following this it was made known publicly that the locomotive was available for sale, and although one interested party visited the Midland Railway-Butterley, nothing resulted. In line with the Trustees' preferred policy of finding an organisation capable of restoring the engine to working order (as opposed to stripping for spares), it has been decided to advertise it for sale in the heritage railway press during the Spring of 2012.

Financial review

During the year the trust made a donation of £5,630 to the Midland Railway Trust. The surplus for the year was added to reserves to be used in accordance with the trustees reserves policy.

REPORT OF THE COUNCIL MEMBERS OF 9F LOCOMOTIVE CHARITABLE TRUST COMPANY  
(A COMPANY LIMITED BY GUARANTEE) (Continued)

Reserves policy

Following the disposal of the main locomotive held by the charity there are substantial unrestricted reserves at the year end. It is the trustees' intention to restore another locomotive and to make grants to other deserving causes in the steam heritage sector where the outcome will meet the Trusts objectives.

Investment policy

The council members have considered the most appropriate policy for investing funds and have found that a building society or bank deposit account together with some short-term investment bonds meets their requirements.

COUNCIL MEMBERS' RESPONSIBILITIES

Under company law the council members have the same legal responsibilities as company directors and the title is interchangeable.

Company law requires the directors to prepare accounts 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 year. In preparing those accounts the directors are required to select suitable accounting policies and then apply them consistently, make judgements and estimates that are reasonable and prudent, follow applicable accounting standards, subject to any material departures disclosed and explained in the accounts, and prepare the accounts on a going concern basis unless it is inappropriate to presume that the company will continue in business.

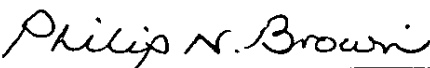
The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the accounts comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

ACCOUNTANTS

Messrs Wyatt, Morris, Golland & Co, Chartered Accountants, have intimated their willingness to continue in office as accountants to the company.

The above report has been prepared in accordance with the special provisions of part 15 of the Companies Act 2006 relating to small companies.

Signed on behalf of the  
council members

  
P N Brown  
Secretary

Approved by the council members

23 April 2012

Registered office -

22 Offerton Drive,  
Offerton,  
STOCKPORT,  
Cheshire  
SK2 5QZ

INDEPENDENT EXAMINER'S REPORT TO THE MEMBERS OF 9F LOCOMOTIVE CHARITABLE TRUST COMPANY

I report on the accounts of the company for the year ended 31 July 2011, which are set out on pages 4 to 8

RESPECTIVE RESPONSIBILITIES OF TRUSTEES AND EXAMINER

The trustees (who are also the directors of the company for the purposes of company law) are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 and that an independent examination is needed

Having satisfied myself that the charity is not subject to audit under company law and is eligible for independent examination, it is my responsibility to

- examine the accounts under section 145 of the 2011 Act,
- to follow the procedures laid down in the General Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act, and
- to state whether particular matters have come to my attention

BASIS OF INDEPENDENT EXAMINER'S REPORT

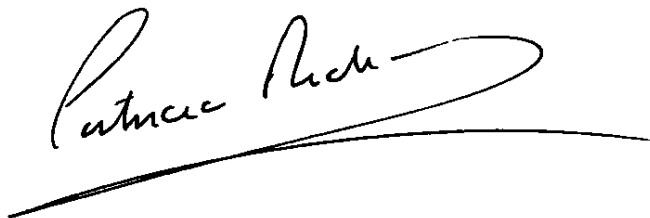
My examination was carried out in accordance with the General Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and the seeking of explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and, consequently, no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the statement below

INDEPENDENT EXAMINER'S STATEMENT

In connection with my examination, no matter has come to my attention

- which gives me reasonable cause to believe that, in any material respect, the requirements
  - (a) to keep accounting records in accordance with section 386 of the Companies Act 2006, and
  - (b) to prepare accounts which accord with the accounting records, comply with the accounting requirements of the Companies Act 2006 and with the methods and principles of the Statement of Recommended Practice Accounting and Reporting by Charities (revised 2005) have not been met, or
- to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached

Patricia Richards F C A D Ch A  
Independent Examiner  
Wyatt Morris Golland & Co  
Chartered Accountant  
Park House  
200 Drake Street  
Rochdale  
Lancashire  
OL16 1PJ



23 April 2012

9F LOCOMOTIVE CHARITABLE TRUST COMPANY

(A COMPANY LIMITED BY GUARANTEE)

STATEMENT OF FINANCIAL ACTIVITIES (INCLUDING INCOME AND EXPENDITURE)

FOR THE YEAR ENDED 31 JULY 2011

	<u>Notes</u>	<u>Unrestricted funds</u>	<u>Total funds 2011</u>	<u>Total funds 2010</u>
		<u>£</u>	<u>£</u>	<u>£</u>
<u>Incoming resources -</u>				
Incoming resources from generated funds				
Voluntary income				
Donations	2	4	4	15,731
Profit on sale of locomotive		-	-	253,247
Profit on sale of locomotive parts		6,978	6,978	-
		<u>6,982</u>	<u>6,982</u>	<u>268,978</u>
<u>Total incoming resources</u>				
		<u>6,982</u>	<u>6,982</u>	<u>268,978</u>
<u>Resources expended</u>				
Charitable activities				
General restoration costs		272	272	2,618
Grants and donations	3	5,630	5,630	-
Governance costs		850	850	2,475
		<u>6,752</u>	<u>6,752</u>	<u>5,093</u>
<u>Total resources expended</u>				
		<u>6,752</u>	<u>6,752</u>	<u>5,093</u>
Net incoming resources for the year		230	230	263,885
Balances brought forward as at 1 August 2010		351,827	351,827	87,942
		<u>352,057</u>	<u>352,057</u>	<u>351,827</u>
Balances carried forward as at 31 July 2011		=====	=====	=====

The statement of financial activities includes all gains and losses recognised in the year

All incoming resources and resources expended derive from continuing activities and are unrestricted

9F LOCOMOTIVE CHARITABLE TRUST COMPANY

(A COMPANY LIMITED BY GUARANTEE)

BALANCE SHEET AS AT 31 JULY 2011

	<u>Notes</u>	<u>£</u>	<u>2011</u> <u>£</u>	<u>£</u>	<u>2010</u> <u>£</u>
<u>FIXED ASSETS</u>					
Tangible assets	4		32,279		4,810
Investments	5		100		100
			<hr/>		<hr/>
			32,379		4,910
<u>CURRENT ASSETS</u>					
Debtors	6	-		57,750	
Cash at bank and in hand		328,158		344,858	
		<hr/>		<hr/>	
		328,158		402,608	
<u>CREDITORS</u> - Amounts falling due within one year	7	(8,480)		(55,691)	
		<hr/>		<hr/>	
<u>NET CURRENT ASSETS</u>			319,678		346,917
			<hr/>		<hr/>
<u>TOTAL ASSETS LESS CURRENT LIABILITIES</u>			352,057		351,827
			=====		=====
<u>RESERVES</u>					
<u>General reserve</u>	8		352,057		351,827
			=====		=====

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 July 2011

The members have not required the company to obtain an audit of its financial statements for the year ended 31 July 2011 in accordance with Section 476 of the Companies Act 2006

The directors acknowledge their responsibilities for

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006
- and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company

The accounts have been prepared in accordance with the special provisions of part 15 of the Companies Act 2006 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective April 2008)

Signed on behalf of the council of members

*Philip N. Brown* Council member - P N Brown

*DMM McNab* Council member - D M McNab

Approved by the council members

*23 April 2012*

9F LOCOMOTIVE CHARITABLE TRUST COMPANY

(A COMPANY LIMITED BY GUARANTEE)

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 JULY 2011

1 ACCOUNTING POLICIES

Basis of accounting

The accounts have been prepared under the historical cost convention and in accordance with the Statement of Recommended Practice (SORP) 2005 - "Accounting and Reporting by Charities", published in March 2005, the Financial Reporting Standard for Smaller Entities (effective April 2008), and the Companies Act 2006

Cash flow

The accounts do not include a cash flow statement because the company, as a small reporting entity, is exempt from the requirement to prepare such a statement under Financial Reporting Standard 1 'Cash flow statements'

Income

Income is brought into the accounts on the accruals basis

Expenditure

Expenditure is brought into the accounts when incurred on the accruals basis

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life -

Equipment - 10% on net book value

Locomotives - 10% on cost

However where the locomotives are still in the process of being restored no depreciation is provided

Consolidation

The company is exempt by Section 383 of the Companies Act 2006 from the requirement to prepare group accounts

Taxation

The company is a registered charity and is entitled to exemptions from tax to the extent that income received falls within Section 505 I C T A 1988 and Section 256 C G T A 1992 and is applied to charitable purposes only

2 DONATIONS

Donations received during the year were comprised of -

	<u>2011</u>	<u>2010</u>
	<u>£</u>	<u>£</u>
Gift Aid donation from subsidiary	4	15,731
	<hr/>	<hr/>
	4	15,731
	=====	=====

3 GRANTS AND DONATIONS

During the year a donation amounting to £5,630 was made to Midland Railway Trust



9F LOCOMOTIVE CHARITABLE TRUST COMPANY

(A COMPANY LIMITED BY GUARANTEE)

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 JULY 2011

(Continued)

4 TANGIBLE FIXED ASSETS

	<u>Locomotives</u>	<u>Equipment</u>	<u>Total</u>
	<u>£</u>	<u>£</u>	<u>£</u>
<u>Cost</u>			
At 1 August 2010	9,000	1,698	10,698
Additions	27,500	-	27,500
	<hr/>	<hr/>	<hr/>
At 31 July 2011	36,500	1,698	38,198
	<hr/>	<hr/>	<hr/>
<u>Depreciation</u>			
At 1 August 2010	4,500	1,388	5,888
Charge for the year	-	31	31
	<hr/>	<hr/>	<hr/>
At 31 July 2011	4,500	1,419	5,919
	<hr/>	<hr/>	<hr/>
<u>Net book values</u>			
At 31 July 2011	32,000	279	32,279
	=====	=====	=====
At 31 July 2010	4,500	310	4,810
	=====	=====	=====

5 INVESTMENTS

The company holds the whole of the issued share capital of 9F Locomotive Company Limited, which is registered in England and Wales

At the 31 July 2011 9F Locomotive Company Limited had shareholders funds of £9,754, and had made a profit for the year to that date of £4 which was donated under gift aid to the trust

6 DEBTORS

	<u>2011</u>	<u>2010</u>
	<u>£</u>	<u>£</u>
Amount due re Sale of locomotive	-	57,750
	=====	=====

7 CREDITORS - Amounts falling due within one year

	<u>2011</u>	<u>2010</u>
	<u>£</u>	<u>£</u>
Accruals	850	2,500
Directors' loan accounts	-	4,462
Amount due to subsidiary	7,630	48,729
	<hr/>	<hr/>
	8,480	55,691
	=====	=====

9F LOCOMOTIVE CHARITABLE TRUST COMPANY

(A COMPANY LIMITED BY GUARANTEE)

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 JULY 2011

(Continued)

8 RESERVES

All the company reserves are unrestricted

	<u>2011</u> £	<u>2010</u> £
Balance as at 1 August 2010	351,827	87,942
Net incoming funds for the year	230	263,885
	<hr/>	<hr/>
Balance as at 31 July 2011	352,057 =====	351,827 =====

Represented by

	<u>Fixed Assets</u> £	<u>Investment</u> £	<u>Free Reserves</u> £	<u>Total</u> £
Unrestricted reserves	32,279 =====	100 =====	319,678 =====	352,057 =====

9 RELATED PARTY TRANSACTIONS

Transactions with the subsidiary company during the year are as follows -

	<u>1 August</u> <u>2010</u> £	<u>Net movement</u> <u>in the year</u> £	<u>31 July</u> <u>2011</u> £
General inter-company account	(48,729) =====	41,099 =====	(7,630) =====

Interest is payable by the subsidiary company to the holding company in respect of the amounts outstanding for over six months

10 CONTINGENT LIABILITIES

There are no contingent liabilities of a material amount for which provision has not been made in the accounts

11 COUNCIL REMUNERATION

No members of the council received any remuneration in the year