

Registered Number 03150870 (England and Wales)

**REPORT OF THE DIRECTORS AND**  
**FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2011**  
**FOR**  
**EUROPEAN COPPER INSTITUTE**



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**EUROPEAN COPPER INSTITUTE (REGISTERED NUMBER: 03150870)**

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**FOR THE YEAR ENDED 31 DECEMBER 2011**

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**EUROPEAN COPPER INSTITUTE**

**COMPANY INFORMATION**  
**FOR THE YEAR ENDED 31 DECEMBER 2011**

**DIRECTORS.**

B Kaimer  
E Moustakas  
J Targhetta  
W Traa  
H B Otten  
J Leibbrandt  
S Boel  
J W Romanowski  
O Guixa  
M B Lockwood  
A Di Bucci  
I A Romano

**SECRETARY**

J Schonenberger

**REGISTERED OFFICE**

5 Grovelands Business Centre  
Boundary Way  
Hemel Hempstead  
HP2 7TE

**REGISTERED NUMBER:**

03150870

**AUDITORS**

Geo Little, Sebire & Co  
Registered Auditors  
Chartered Accountants  
Oliver House  
23 Windmill Hill  
Enfield  
EN2 7AB

**EUROPEAN COPPER INSTITUTE (REGISTERED NUMBER: 03150870)**

**REPORT OF THE DIRECTORS**  
**FOR THE YEAR ENDED 31 DECEMBER 2011**

The directors present their report with the financial statements of the company for the year ended 31 December 2011

**PRINCIPAL ACTIVITY**

The principal activity of the company in the year under review was to maintain, expand and create end use markets for copper in Europe. All of the company's income and property is to be applied solely toward the promotion of this activity, on a non-profit making basis.

**DIRECTORS**

The directors who served during the year were as follows

B	Kaimer	S	Boel
E	Moustakas	J W	Romanowski
W	Bartel (Resigned 8 <sup>th</sup> May 2011)	O	Guixa
D	Cova (Resigned 8 <sup>th</sup> May 2011)	F J	Kane (Resigned 8 <sup>th</sup> June 2011)
J	Targhetta	M B	Lockwood (Appointed 1 <sup>st</sup> March 2011)
W	Traa	A	Di Bucci (Appointed 8 <sup>th</sup> May 2011)
H B	Otten	I A	Romano (Appointed 7 <sup>th</sup> May 2011)
J	Leibbrandt		

The company is limited by guarantee and therefore does not have a share capital

**STATEMENT OF DIRECTORS' RESPONSIBILITIES**

The directors are responsible for preparing the Report of the Directors and the financial statements in accordance with applicable law and regulations

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the surplus or deficit of the company for that period. In preparing these 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,

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements 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.

**STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS**

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and each director has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

**AUDITORS**

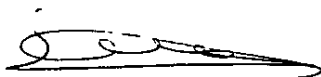
The auditors Geo Little, Sebire & Co, will be proposed for re-appointment at the forthcoming Annual General Meeting

**EUROPEAN COPPER INSTITUTE (REGISTERED NUMBER: 03150870)**

**REPORT OF THE DIRECTORS**  
**FOR THE YEAR ENDED 31 DECEMBER 2011**

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies

**ON BEHALF OF THE BOARD:**

A handwritten signature in black ink, appearing to read 'S Boel', written over a horizontal line.

S Boel  
Director

Date 10 April 2012

**EUROPEAN COPPER INSTITUTE (REGISTERED NUMBER: 03150870)**

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF  
EUROPEAN COPPER INSTITUTE**

We have audited the financial statements of European Copper Institute for the year ended 31 December 2011 on pages six to twelve. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (effective April 2008) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. 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 a Report of the Auditors 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**

As explained more fully in the Statement of Directors' Responsibilities set out on page two, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors, including "APB Ethical Standard – Provisions Available for Small Entities (Revised)", in the circumstances set out in note fourteen to the financial statements.

**Scope of the audit of the financial statements**

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the Company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the directors, and the overall presentation of the financial statements.

**Opinion on financial statements**

In our opinion the financial statements

- give a true and fair view of the state of the company's affairs as at 31 December 2011 and of its deficit for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities, and
- have been prepared in accordance with the requirements of the Companies Act 2006.

**Opinion on other matter prescribed by the Companies Act 2006**

In our opinion the information given in the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements.

**EUROPEAN COPPER INSTITUTE (REGISTERED NUMBER: 03150870)**

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF  
EUROPEAN COPPER INSTITUTE**

**Matters on which we are required to report by exception**

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion

- adequate accounting records have not been kept, or return adequate for our audit have not been received from branches not visited by us, or
- the financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of directors' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit, or
- the directors were not entitled to prepare the financial statements and the Report of the Directors in accordance with the small companies regime

Gary Cleaver (Senior Statutory Auditor)  
for and on behalf of Geo Little, Sebire & Co  
Registered Auditors  
Chartered Accountants  
Oliver House  
23 Windmill Hill  
Enfield  
EN2 7AB

Dated

**EUROPEAN COPPER INSTITUTE (REGISTERED NUMBER: 03150870)**

**INCOME AND EXPENDITURE ACCOUNT**  
**FOR THE YEAR ENDED 31 DECEMBER 2011**

		31 12 2011 €	31 12 2010 €
Income	Notes 3	2,383,200	2,393,362
Administrative expenses		(2,265,163)	(2,215,260)
Operating surplus	4	118,037	178,102
2010 surplus	5	(181,864)	(236,916)
Operating deficit		(63,827)	(58,814)
Interest receivable		4,759	3,222
Deficit on ordinary activities before taxation		(59,068)	(55,592)
Tax on investing activities	6	250	193
Deficit for the financial year after taxation		(59,318)	(55,785)
Retained deficit for the year		(59,318)	(55,785)

The notes form part of these financial statements



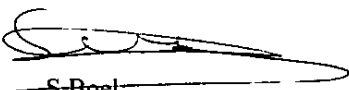
**EUROPEAN COPPER INSTITUTE (REGISTERED NUMBER: 03150870)**

**BALANCE SHEET**  
**31 DECEMBER 2011**

		31 12 2011		31 12 2010	
		€	€	€	€
	Notes				
<b>FIXED ASSETS</b>					
Tangible assets	7		11,556		15,909
Investments	8		-		-
			<u>11,556</u>		<u>15,909</u>
<b>CURRENT ASSETS</b>					
Debtors	9	422,858		173,262	
Cash at bank and in hand		<u>3,021,967</u>		<u>3,729,958</u>	
		3,444,825		3,903,220	
<b>CREDITORS</b>					
Amounts falling due within one year	10	<u>3,317,926</u>		<u>3,721,356</u>	
<b>NET CURRENT ASSETS/(LIABILITIES)</b>			126,899		181,864
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<u>138,455</u>		<u>197,773</u>
<b>RESERVES</b>					
Total accumulated reserves carried forward	12		<u>138,455</u>		<u>197,773</u>

The financial statements 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)

The financial statements were approved by the Board of Directors on 10 April 2012 and were signed on its behalf by

  
S. Boel  
Director

The notes form part of these financial statements

**EUROPEAN COPPER INSTITUTE (REGISTERED NUMBER: 03150870)**

**NOTES TO THE ACCOUNTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2011**

**1 ACCOUNTING POLICIES**

**Accounting convention**

The financial statements have been prepared under the historical cost convention, and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

**Basis of preparing the financial statements**

The financial statements have been prepared on the going concern basis since the contributing members have agreed to provide sufficient funding to enable the company to continue to operate for the foreseeable future

**Tangible fixed assets**

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

Leasehold improvements	11% straight line
Office equipment & furniture	11% – 33 33% straight line

**Foreign currencies**

Assets and liabilities in other currencies are translated into euros at the rates of exchange ruling at the balance sheet date. Transactions in other currencies are translated into euros at the rate of exchange ruling at the date of the transaction. Exchange differences are taken into account in arriving at the operational result.

**Leasing commitments**

Amounts paid under operating leases are charged to income as incurred.

**Pension costs**

The company operates a defined contribution pension scheme. Contributions are charged to the income and expenditure account when incurred in accordance with the rules of the scheme.

**2 COMPANY STATUS**

The company is Limited by Guarantee and does not have a share capital. The liability of the members is limited under the terms of the Memorandum of Association to

'C' Member	-	up to £1
'D' Member	-	up to £1
'E' Member	-	up to £1

The company is non-profit making and is restricted from making any distributions to its members.

**EUROPEAN COPPER INSTITUTE (REGISTERED NUMBER: 03150870)**

**NOTES TO THE ACCOUNTS (continued)**  
**FOR THE YEAR ENDED 31 DECEMBER 2011**

**3 INCOME**

Income represents the invoiced value of subscriptions receivable from the company's contributing members excluding value added tax

Income

	31 12 2011	31 12 2010
	€	€
Annual subscriptions - ICA	1,735,832	1,415,722
- Industrial company members	447,368	637,640
REACH Consortium contribution to costs	200,000	340,000
	<u>2,383,200</u>	<u>2,393,362</u>

**4 OPERATING SURPLUS**

	31 12 2011	31 12 2010
	€	€
The operating surplus is stated after charging		
Auditors' remuneration	6,750	6,750
Depreciation - owned assets	7,287	11,334
Pension contributions	121,741	108,890

**5 2010 SURPLUS**

	31 12 2011	31 12 2010
	€	€
Retained surplus as at		
31 December 2010	197,773	253,558
Less Required for future depreciation	<u>(15,909)</u>	<u>(16,642)</u>
	<u>181,864</u>	<u>236,916</u>

The equivalent computation for 2011 results in a net surplus of €126,889 as follows

Retained surplus at 31 December, 2011	138,455
Less Required for future depreciation	<u>(11,556)</u>
	<u>126,889</u>

This represents the net current assets shown by the company's balance sheet at 31 December 2011

**6 TAX ON INVESTING ACTIVITIES**

	31 12 2011	31 12 2010
	€	€
Overseas taxation incurred	-	-
UK taxation	<u>250</u>	<u>193</u>
	<u>250</u>	<u>193</u>

**EUROPEAN COPPER INSTITUTE (REGISTERED NUMBER: 03150870)**

**NOTES TO THE ACCOUNTS (continued)  
FOR THE YEAR ENDED 31 DECEMBER 2011**

**7 TANGIBLE FIXED ASSETS**

<b>COST</b>	<b>Total</b>	<b>Leasehold Improvements</b>	<b>Office Equipment &amp; Furniture</b>
At 1 January 2011	121,995	17,432	104,563
Additions	2,933	-	2,933
Disposals	(6,229)	-	(6,229)
At 31 December 2011	<u>118,699</u>	<u>17,432</u>	<u>101,267</u>
<b>DEPRECIATION</b>			
At 1 January 2011	106,086	17,432	88,654
Charge for period	7,287	-	7,287
Eliminated on disposal	(6,230)	-	(6,230)
At 31 December 2011	<u>107,143</u>	<u>17,432</u>	<u>89,711</u>
<b>NET BOOK VALUE</b>			
At 31 December 2010	<u>€15,909</u>	<u>-</u>	<u>€15,909</u>
At 31 December 2011	<u>€11,556</u>	<u>-</u>	<u>€11,556</u>

**8 FIXED ASSET INVESTMENTS**

	<b>Unlisted Investments €</b>
<b>COST</b>	
At 1 January 2011	30,207
Additions	-
At 31 December 2011	<u>30,207</u>
<b>PROVISIONS</b>	
At 1 January 2011	30,207
Provision for year	-
At 31 December 2011	<u>30,207</u>
<b>NET BOOK VALUE</b>	
At 31 December 2011	<u>-</u>
At 31 December 2010	<u>-</u>

**EUROPEAN COPPER INSTITUTE (REGISTERED NUMBER. 03150870)**

**NOTES TO THE ACCOUNTS (continued)**  
**FOR THE YEAR ENDED 31 DECEMBER 2011**

**8 FIXED ASSET INVESTMENTS - continued**

The company's investment at the balance sheet date in the share capital of companies include the following

**Polskie Centrum Promocji Miedzi**

Country of incorporation Poland

Nature of Business Copper promotion

Class of Shares	% Holding	31 12 2011	31 12 2010
Ordinary shares	82.90	€	€
Aggregate capital and reserves		139,507	147,082
Profit/(Loss) for the year		<u>7,920</u>	<u>(13,670)</u>

**9 DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31 12 2011	31 12 2010
	€	€
Other debtors	283,684	58,658
Prepayments	<u>139,174</u>	<u>114,604</u>
	<u>422,858</u>	<u>173,262</u>

**10 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	31 12 2011	31 12 2010
	€	€
Working Capital loan – I C A (£14,000)	16,345	16,345
I C A	1,055,993	897,050
Other creditors and accruals	<u>2,245,588</u>	<u>2,807,961</u>
	<u>3,317,926</u>	<u>3,721,356</u>

During the year, fees payable under clause 3.1 of the REACH Copper Consortium Agreement amounted to €11,600 (2010: €145,786). The resultant credits of €8,700 (2010: €109,340) has been allocated to ICA and €2,900 (2010: €36,446) to the E Class Members. These amounts are included within the "ICA" and "Other creditors and accruals" headings respectively.

During the year, fees payable in respect of Letters of Access income amounted to €32,250 (2010: €495,039). The resultant credits of €24,063 (2010: €371,280) has been allocated to ICA and €8,187 (2010: €123,759) to the E Class Members. These amounts are included within "ICA" and "Other creditors and accruals" headings respectively.

The working capital loan is interest free and repayable on demand except in the event of a winding up.

**EUROPEAN COPPER INSTITUTE (REGISTERED NUMBER: 03150870)**

**NOTES TO THE ACCOUNTS (continued)**  
**FOR THE YEAR ENDED 31 DECEMBER 2011**

**11 OPERATING LEASE COMMITMENTS**

The company has the following commitments for the next financial year in respect of operating leases which expire

	Land and buildings	Other
	€	€
Within one year	-	6,089
Within two to five years	101,328	82,754
	<u>€ 101,328</u>	<u>€ 88,843</u>

**12 RESERVES**

	Accumulated Reserves €
At 1st January 2011	197,773
Retained deficit for the year	(59,318)
At 31st December 2011	<u>138,455</u>

**13 RELATED PARTY DISCLOSURES**

During the year, European Copper Institute performed services as secretariat to the REACH Copper Consortium for which it received a secretariat fee of €200,000 (2010 €340,000). The ECI Board contains Directors from these companies who are also members of the REACH Copper Consortium

Aurubis (S Boel)  
BHP Billiton (A Di Bucci)  
Codelco (J Leibbrandt)  
Freeport McMoRan Copper & Gold (J Targhetta)  
Halcor SA (E Moustakas)  
KGHM (J Romanowski)  
KME Germany AG (D Cova & I A Romano)  
Luvata (W Bartel)  
Wieland-Werke AG (W Traa)  
Corporacion Metallurgica Catalina SL (O Guixa)  
Xstrata Copper Chile (M B Lockwood)

**14 APB ETHICAL STANDARD – PROVISIONS AVAILABLE FOR SMALL ENTITIES**

In common with many other businesses of our size and nature we use our auditors to prepare and submit returns to the tax authorities and assist with the preparation of the financial statements

**EUROPEAN COPPER INSTITUTE (REGISTERED NUMBER: 03150870)****INCOME & EXPENDITURE ACCOUNT**  
**FOR THE YEAR ENDED 31 DECEMBER 2011**

	31 12 2011		31 12 2010	
	€	€	€	€
<b>INCOME</b>				
E Class Member subscriptions		1,878,409		1,928,441
E Class Member contribution from reserves		351,594		-
Less Allocation to European projects and CDA network support *		(1,732,635)		(1,205,801)
		<u>497,368</u>		<u>722,640</u>
D Class Members subscriptions (ICA)		<u>1,885,832</u>		<u>1,670,722</u>
Total subscription income		2,383,200		2,393,362
Income from REACH Consortium		200,000		340,000
Less Amounts credited to E Class members	(50,000)		(85,000)	
Less Amounts credited to D Class member	<u>(150,000)</u>		<u>(255,000)</u>	
		<u>(200,000)</u>		<u>(340,000)</u>
		2,383,200		2,393,362
Interest received		<u>4,759</u>		<u>3,222</u>
		<u>2,387,959</u>		<u>2,396,584</u>
<b>EXPENDITURE</b>				
Staff and interim management costs	1,625,186		1,550,965	
Rent, rates and service charge	147,770		144,718	
Heat, light & water	2,816		3,146	
Motor expenses	95,058		83,340	
Travelling and subsistence	202,271		193,425	
Meeting costs/Annual report	56,020		37,084	
Printing, photocopying, postage and stationery	16,995		20,788	
Equipment maintenance and computer support	43,874		35,945	
Telephone, fax and e-mail	23,703		20,425	
Subscriptions	958		2,161	
Insurance	17,455		18,070	
Audit and accountancy	16,444		27,604	
Bank charges	1,816		3,422	
Consultancy Services	5,379		31,231	
Staff welfare and sundry expenses	7,779		24,875	
Depreciation	7,287		11,334	
Loss/(Profit) on exchange	(5,648)		(23,480)	
Unrealised loss on investment	<u>-</u>		<u>30,207</u>	
		<u>2,265,163</u>		<u>2,215,260</u>
Surplus of income over expenditure c/fwd		122,796		181,324

\* Use of expenditures outside of the ECI audit scope (covered mainly by local CDA audits)

**EUROPEAN COPPER INSTITUTE (REGISTERED NUMBER: 03150870)**

**INCOME & EXPENDITURE ACCOUNT**  
**FOR THE YEAR ENDED 31 DECEMBER 2011**

	31 12 2011		31 12 2010	
	€	€	€	€
Surplus of income over expenditure b/fwd before rebate – b/fwd		122,796		181,324
2010 Surplus (see note 5)		(181,864)		(236,916)
Deficit before taxation		<u>(59,068)</u>		<u>(55,592)</u>
Tax on investing activities		<u>(250)</u>		<u>(193)</u>
Retained (deficit)/surplus for the financial year		(59,318)		(55,785)
Retained surplus brought forward		<u>197,773</u>		<u>253,558</u>
Retained surplus carried forward		<u>138,455</u>		<u>197,773</u>

**Memorandum – 2011 subscription rebate calculation**

Retained surplus as at 31 December 2011	138,455
Less Required for future depreciation	<u>(11,556)</u>
<u>To be credited against next financial year subscriptions</u>	<u>126,899</u>