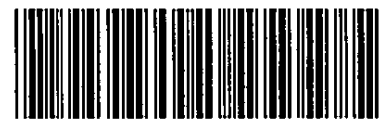


REGISTERED COMPANY NUMBER: 3752270 (England and Wales)
REGISTERED CHARITY NUMBER: 1084731

**Report of the Trustees and
Unaudited Financial Statements For The Year Ended
30th April 2010
for
CAMBRIAN RAILWAYS TRUST LIMITED**

Turner Peachey
Chartered Accountants
Salop House
Salop Road
Oswestry
Shropshire
SY11 2NR

TUESDAY



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23/11/2010

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COMPANIES HOUSE

Cambrian Railways Trust Limited

**Contents of the Financial Statements
for the Year Ended 30th April 2010**

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CAMBRIAN RAILWAYS TRUST LIMITED

Report of the Trustees for the Year Ended 30th April 2010

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 30th April 2010. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) 'Accounting and Reporting by Charities' issued in March 2005.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number
3752270 (England and Wales)

Registered Charity number
1084731

Registered office
Llynclys South Station
Llynclys
Oswestry
Shropshire
SY10 8BX

Trustees

Mr K Ryder	- resigned 12 7 09
Mr H Thomas	
Mr W Jones	
Mr R Mainwaring	
Mr J B Rowe	
Mr D Karran	
Mr R Date	
Mr A Tullo	- appointed 15 7 09
Mr D M Rowe	
Mr R M O Jones	
Mr R J Kirby	- appointed 8 1 10
Mr A Warren	- appointed 15 7 09
	- resigned 16 4 10

Company Secretary
Mr D Karran

Independent Examiner

Turner Peachey
Chartered Accountants
Salop House
Salop Road
Oswestry
Shropshire
SY11 2NR

Solicitors

Longueville Gittins
Church Street
Oswestry
Shropshire
SY11 2SZ

Bankers

HSBC Oswestry
The Cross
Oswestry
Shropshire
SY11 2SR

CAMBRIAN RAILWAYS TRUST LIMITED

Report of the Trustees for the Year Ended 30th April 2010

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, the Memorandum and Articles of Association incorporated 14 April 1999 as amended by special resolution dated 24 November 2000, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006

Recruitment and appointment of new trustees

Potential trustees are selected from the membership of the charity by the existing board of trustees and asked to stand as trustee

Risk management

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error

None of the trustees has any beneficial interest in the company All of the trustees are members of the company and guarantee to contribute £10 in the event of a winding up

Under the Memorandum and Articles of Association, the charity has the power to make any investment which trustees see fit

OBJECTIVES AND ACTIVITIES

Objectives and aims

- i) To acquire, restore and preserve for the benefit of the public whatever of the historical, architectural and constructional heritage that may remain of the former Greater Western Railways branch line between Gobowen Station, Shropshire and Oswestry Station, Shropshire, and the Cambrian Railways main line between Oswestry Station, Shropshire, and Llanymynech, Shropshire, and beyond together with its branch line from Llynclys Junction to Blodwell, together with associated rolling stock and equipment
- i) To advance public education and training in all matters relating to the aforesaid railways and associated transport

Main activities

In planning our activities for the year the trustees have kept in mind the Charity Commission's guidance on public benefit

We have undertaken a wide variety of special events aimed at making the railway more accessible to the general public More detail of this is contained in the 'Charitable Activities' section

Where possible fees charged to the public are kept to a minimum with discounted rates for children , and under fives travelling free The trustees feel that this allows all sections of the local community to benefit from the charity's activities

CAMBRIAN RAILWAYS TRUST LIMITED

Report of the Trustees for the Year Ended 30th April 2010

ACHIEVEMENT AND PERFORMANCE

Charitable activities

Following the resounding endorsement at the last AGM of the merger to form Cambrian Heritage Railways, the Trust's members have been working closely with members of the Cambrian Railways Society, and for practical purposes we are effectively one group of people running two separate railways at Llynclys and at Oswestry, with the aim of physically joining them as soon as we can! Some matters such as membership and insurance are now unified, but progress on the administrative and constitutional merger has been less encouraging - not through any lack of goodwill but because our limited time always seems to be used for something more urgent and more interesting!

The Trust has continued to operate class 101 diesel trains between Llynclys South and Penygarrag Lane, but unfortunately steam running has ceased for the time being following the sale of 0-6-0 ST "Isabel" by its owner. Events such as Santa Specials, Easter Bunnies, and Teddy Bears Picnic are proving particularly popular. A new siding has been laid on the carriage shed site at Llynclys South, and restoration of carriages and wagons continues. Further down the line, the platform at Penygarrag Halt and the path to the canal are under construction.

Our lease agreement on the Gobowen to Llynclys railway has still not reached completion, apparently due to delays with the Land Registry verifying title to a few small areas. However agreement has been reached with Shropshire Council to add further land at Oswestry station to the lease, and to lease us land at Gobowen coal yard when the purchase from BRB (Residuary) has been completed. Preparatory work is continuing on the Transport & Works Act Order and related issues, and Listed Building Consent has been obtained for reconstructing the up platform at Oswestry.

Volunteers have done a huge amount of work on staged clearance of vegetation from the line, to start tackling thirty years maintenance backlog. Surveys of the flora and fauna have been carried out, and management plans prepared with the assistance of the Shropshire Wildlife Trust, in accordance with our policy of maximising the ecological potential of the green corridor which we now control.

Unfortunately no grant assistance was obtained during this financial year. The Trust's activities and growth has depended almost entirely on income from visitors and members, including many generous donations and proceeds from our monthly lottery.

Additional notes for the period from May to September 2010.

A major project for 2010 has been the building of a halt at Penygarrag Lane together with the construction of a pathway to the canal. Much work has also been undertaken to make the area safe for public use. The Halt will give our passengers access to some excellent walks in the area and nearby attractions. It also makes us a 'somewhere to somewhere' railway. Shropshire Council's Llanymynech & St Oswald's Local Joint Committee awarded a grant of £1,000 towards the total cost of some £10,000. The work is progressing well and will be ready for use in the spring.

Also the Oswestry LJC has awarded a grant towards the costs of the up platform at Oswestry. At the time of writing it is starting to look like a station again, the platform wall has been rebuilt (courtesy of bricklayers from J. R. Pickstock Ltd), the nosing slabs (donated from the site of Denbigh Station by Cathco Property Group) are being relaid, decayed sleepers and crossing timbers are being renewed, and soon passenger trains will be running on it again. This progress has only been possible thanks to labour from the Future Jobs Fund (via Cross-Border Tourism) and assistance from a number of local businesses and individuals.

FINANCIAL REVIEW

Reserves policy

It is the trustees' policy to secure funds prior to making any financial commitments. Funds are in the main obtained by way of grants from local councils and other funding bodies. Reserves are, therefore, by necessity kept to a minimum in order to further the objectives of the charity.

ON BEHALF OF THE BOARD



Mr H Thomas - Trustee

Date 1/11/10

**Independent Examiner's Report to the Trustees of
Cambrian Railways Trust Limited**

I report on the accounts for the year ended 30th April 2010 set out on pages five to twelve

Respective responsibilities of trustees and examiner

The charity's trustees (who are also the directors 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 43(2) of the Charities Act 1993 (the 1993 Act)) and that an independent examination is required.

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 43 of the 1993 Act
- to follow the procedures laid down in the General Directions given by the Charity Commission (under Section 43(7)(b) of the 1993 Act), and
- to state whether particular matters have come to my attention

Basis of the 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 seeking 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 statements below.

Independent examiner's statement

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

(1) which gives me reasonable cause to believe that, in any material respect, the requirements

- to keep accounting records in accordance with Section 386 and 387 of the Companies Act 2006, and
- to prepare accounts which accord with the accounting records, comply with the accounting requirements of Sections 394 and 395 of the Companies Act 2006 and with the methods and principles of the Statement of Recommended Practice Accounting and Reporting by Charities

have not been met, or

(2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached

Mr J M Ollier
Turner Peachey
Chartered Accountants
Salop House
Salop Road
Oswestry
Shropshire
SY11 2NR

Date 2nd November 2010

CAMBRIAN RAILWAYS TRUST LIMITED

Statement of Financial Activities for the Year Ended 30th April 2010

	Notes	Unrestricted funds £	Restricted funds £	30 4 10 Total funds £	30 4 09 Total funds £
INCOMING RESOURCES					
Incoming resources from generated funds					
Voluntary income		25,545	18,040	43,585	34,693
Activities for generating funds	2	17,212	-	17,212	23,099
Investment income	3	844	-	844	403
Total incoming resources		43,601	18,040	61,641	58,195
RESOURCES EXPENDED					
Costs of generating funds					
Fundraising trading cost of goods sold and other costs		5,862	-	5,862	6,201
Charitable activities					
Restoration of Cambrian Railways Line		9,589	31,598	41,187	35,748
Governance costs		2,040	1,438	3,478	1,894
Other resources expended		8,475	-	8,475	8,123
Total resources expended		25,966	33,036	59,002	51,966
NET INCOMING/(OUTGOING) RESOURCES before transfers					
		17,635	(14,996)	2,639	6,229
Gross transfers between funds	9	10,002	(10,002)	-	-
Net incoming/(outgoing) resources		27,637	(24,998)	2,639	6,229
RECONCILIATION OF FUNDS					
Total funds brought forward		30,347	259,358	289,705	283,476
TOTAL FUNDS CARRIED FORWARD		57,984	234,360	292,344	289,705

The notes form part of these financial statements

CAMBRIAN RAILWAYS TRUST LIMITED

**Balance Sheet
At 30th April 2010**

	Notes	Unrestricted funds £	Restricted funds £	30 4 10 Total funds £	30 4 09 Total funds £
FIXED ASSETS					
Tangible assets	6	10,838	269,068	279,906	288,296
CURRENT ASSETS					
Stocks		1,200	-	1,200	1,200
Debtors	7	4,275	-	4,275	5,827
Cash at bank and in hand		47,490	(34,708)	12,782	5,409
		<u>52,965</u>	<u>(34,708)</u>	<u>18,257</u>	<u>12,436</u>
CREDITORS					
Amounts falling due within one year	8	(5,819)	-	(5,819)	(11,027)
NET CURRENT ASSETS/(LIABILITIES)		<u>47,146</u>	<u>(34,708)</u>	<u>12,438</u>	<u>1,409</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>57,984</u>	<u>234,360</u>	<u>292,344</u>	<u>289,705</u>
NET ASSETS		<u><u>57,984</u></u>	<u><u>234,360</u></u>	<u><u>292,344</u></u>	<u><u>289,705</u></u>
FUNDS	9				
Unrestricted funds				57,984	30,347
Restricted funds				234,360	259,358
TOTAL FUNDS				<u><u>292,344</u></u>	<u><u>289,705</u></u>

The notes form part of these financial statements

CAMBRIAN RAILWAYS TRUST LIMITED

**Balance Sheet - continued
At 30th April 2010**

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30th April 2010

The members have not required the charitable company to obtain an audit of its financial statements for the year ended 30th April 2010 in accordance with Section 476 of the Companies Act 2006

The trustees acknowledge their responsibilities for

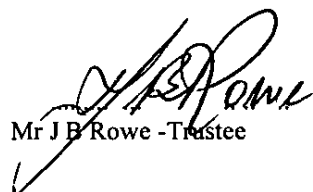
- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit 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 charitable company

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small charitable companies and with the Financial Reporting Standard for Smaller Entities (effective April 2008)

The financial statements were approved by the Board of Trustees on ~~2ND~~ NOVEMBER 2010 and were signed on its behalf by



Mr H Thomas -Trustee



Mr J B Rowe -Trustee

The notes form part of these financial statements

CAMBRIAN RAILWAYS TRUST LIMITED

Notes to the Financial Statements for the Year Ended 30th April 2010

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), the Companies Act 2006 and the requirements of the Statement of Recommended Practice, Accounting and Reporting by Charities

Incoming resources

All incoming resources are included on the Statement of Financial Activities when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy

Gifts in kind donated for distribution are included at valuation and recognised as income when they are distributed to the projects. Gifts donated for resale are included as income when they are sold. Donated facilities are included at the value to the charity where this can be quantified and a third party is bearing the cost.

Volunteers' labour has been estimated by the trust to amount to £140,000 for the year and has not been recognised in the accounts.

Resources expended

Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Fundraising costs are those incurred in seeking voluntary contributions and do not include the costs of disseminating information in support of the charitable activities. Support costs are those incurred directly in support of the expenditure on the objects of the charity and include project managements carried out at headquarters.

Trading costs are those incurred directly from the sales of refreshments and souvenirs.

Tangible fixed assets

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

Plant and machinery etc	- 15% on reducing balance
-------------------------	---------------------------

Heritage assets are rolling stock and are included at the cost to the charity and depreciated at 4% per year. Track is also depreciated at 4% per year.

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Taxation

The charity is exempt from corporation tax on its charitable activities.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the statement of financial activities on a straight line basis over the period of the lease.

CAMBRIAN RAILWAYS TRUST LIMITED

Notes to the Financial Statements - continued for the Year Ended 30th April 2010

2. ACTIVITIES FOR GENERATING FUNDS

	30 4 10	30 4 09
	£	£
Fundraising events	11,890	13,520
Shop income	1,608	1,663
Subscriptions	3,470	2,935
Scrap metal sales	244	4,981
	<u>17,212</u>	<u>23,099</u>

3. INVESTMENT INCOME

	30 4 10	30 4 09
	£	£
Rents received	800	400
Deposit account interest	44	3
	<u>844</u>	<u>403</u>

4. NET INCOMING/(OUTGOING) RESOURCES

Net resources are stated after charging/(crediting)

	30 4 10	30 4 09
	£	£
Depreciation - owned assets	10,156	10,308
Other operating leases	1,000	1,000
Deficit on disposal of fixed asset	1,182	-
	<u>11,338</u>	<u>11,308</u>

5. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 30th April 2010 nor for the year ended 30th April 2009

Trustees' Expenses

There were no trustees' expenses paid for the year ended 30th April 2010 nor for the year ended 30th April 2009

CAMBRIAN RAILWAYS TRUST LIMITED

**Notes to the Financial Statements - continued
for the Year Ended 30th April 2010**

6. TANGIBLE FIXED ASSETS

	Land and buildings £	Plant and machinery etc £	Totals £
COST			
At 1st May 2009	122,331	236,627	358,958
Additions	-	3,372	3,372
Disposals	-	(1,910)	(1,910)
	<u>122,331</u>	<u>238,089</u>	<u>360,420</u>
At 30th April 2010			
DEPRECIATION			
At 1st May 2009	-	70,662	70,662
Charge for year	-	10,156	10,156
Eliminated on disposal	-	(304)	(304)
	<u>-</u>	<u>80,514</u>	<u>80,514</u>
At 30th April 2010			
NET BOOK VALUE			
At 30th April 2010	<u>122,331</u>	<u>157,575</u>	<u>279,906</u>
At 30th April 2009	<u>122,331</u>	<u>165,965</u>	<u>288,296</u>

7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	30 4 10 £	30 4 09 £
Trade debtors	2,682	4,569
Other debtors	1,593	1,258
	<u>4,275</u>	<u>5,827</u>

8 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	30 4 10 £	30 4 09 £
Trade creditors	3,319	2,684
Other creditors	2,500	8,343
	<u>5,819</u>	<u>11,027</u>

CAMBRIAN RAILWAYS TRUST LIMITED

Notes to the Financial Statements - continued for the Year Ended 30th April 2010

9. MOVEMENT IN FUNDS

	At 1 5 09 £	Net movement in funds £	Transfers between funds £	At 30 4 10 £
Unrestricted funds				
General fund	30,347	17,635	10,002	57,984
Restricted funds				
Building/Property and Track fund	223,950	(7,013)	(10,002)	206,935
Rolling stock/Buffer car restoration	35,408	(12,841)	-	22,567
Environmental fund	-	3,012	-	3,012
Steam working group	-	1,846	-	1,846
	<u>259,358</u>	<u>(14,996)</u>	<u>(10,002)</u>	<u>234,360</u>
TOTAL FUNDS	<u>289,705</u>	<u>2,639</u>	<u>-</u>	<u>292,344</u>

Net movement in funds, included in the above are as follows

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	43,601	(25,966)	17,635
Restricted funds			
Building/Property and Track fund	690	(7,703)	(7,013)
Rolling stock/Buffer car restoration	504	(13,345)	(12,841)
Environmental fund	15,000	(11,988)	3,012
Steam working group	1,846	-	1,846
	<u>18,040</u>	<u>(33,036)</u>	<u>(14,996)</u>
TOTAL FUNDS	<u>61,641</u>	<u>(59,002)</u>	<u>2,639</u>

Building/Property and Track fund

Various funds have been set up from previous grants and donations that have been made and will be used to purchase track and property and to fund associated construction projects

Rolling stock/Buffer car restoration fund

Funding is through grants received, donations made by members, donations made by the public and refunds of VAT on purchases made for the fund

The objectives of this fund are to help finance the restoration of the Buffer car and other Rolling Stock. The fund balances represent the purchase and restoration of assets in prior years

Steam working group fund

Funded by donations of £30 per month from members and sundry donations. This fund was set up to finance the cost of running 0-6-0 ST "Isabel" for steam operation for the year ended 30th April 2010

CAMBRIAN RAILWAYS TRUST LIMITED

**Notes to the Financial Statements - continued
for the Year Ended 30th April 2010**

9. MOVEMENT IN FUNDS - continued

Transfers between funds

The transfer from restricted to unrestricted funds represents a surplus of funds on termination of a restricted project. Individual donors have been contacted and funds have been transferred in line with their wishes.

10. ULTIMATE CONTROLLING PARTY

The company is controlled by its directors.