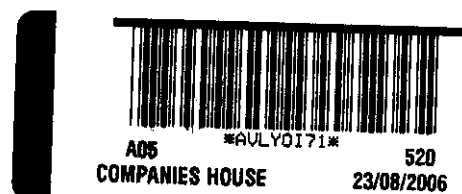


The Corporate Watch Co-operative Limited

Financial Statements

for the year ended 31 October 2005



The Corporate Watch Co-operative Limited

**Legal and administrative details
as at 31 October 2005**

Status

The company is limited by guarantee.

Directors

Kathryn Tulip
Lucy Michaels
Loukas Christodoulou
Claire Fauset
Chris Grimshaw

Secretary

Lucy Michaels (resigned 27 January 2006)
Loukas Christodoulou (appointed 27 January 2006)

Registered Office

16b Cherwell Street
Oxford
OX4 1BG

Bankers

The Co-operative Bank plc

The Corporate Watch Co-operative Limited

Report of the Directors for the year ended 31 October 2005

The directors present their report and the accounts for the year ended 31 October 2005.

Principal activities

The principal activity of the company is the researching and publishing of information on the activities of transnational corporations with the aim of educating the general public.

Results for the year

The results for the year are set out in detail on page 4.

Directors

The directors who held office during the year were as follows:

Chris Grimshaw
Lucy Michaels
Jonathan Atkinson (resigned 3 November 2004)
Kathryn Tulip
Frances Howe (appointed 4 April 2005, resigned October 2005)
Loukas Christodoulou (appointed 14 July 2005)
Claire Fauset (appointed 4 April 2005)

None of the directors had any interest in the share capital of the company.

Statement of director's 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 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 applicable to small companies.

By order of the board


.....
L Christodoulou

Secretary

22nd August 2006
.....
Date

The Corporate Watch Co-operative Limited

Profit and Loss Account for the year ended 31 October 2005

	Note	2005 £	2004 £
Turnover	1	82,275	76,830
Administrative expenses		(79,858)	(76,212)
		<hr/>	<hr/>
Profit on ordinary activities before taxation	2	2,417	618
Tax on profit on ordinary activities	3	-	-
		<hr/>	<hr/>
Retained profit for the year		<u>£ 2,417</u>	<u>£ 618</u>

All of the company's operations are classed as continuing.

The company had no recognised gains or losses other than the loss for the year.

The Corporate Watch Co-operative Limited

Balance Sheet as at 31 October 2005

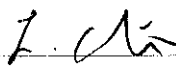
	Note	2005	2004
		£	£
Fixed assets			
Tangible assets	4	536	726
Current assets			
Debtors	5	244	333
Cash at bank and in hand		11,441	26,526
		<u>11,685</u>	<u>26,859</u>
Creditors: amounts falling due in less than one year	6	(4,508)	(22,289)
		<u></u>	<u></u>
Net current assets		7,177	4,570
		<u></u>	<u></u>
Total assets less current liabilities		<u>£ 7,713</u>	<u>£ 5,296</u>
		<u></u>	<u></u>
Capital and reserves			
Profit and loss account	7	7,713	5,296
		<u></u>	<u></u>
		<u>£ 7,713</u>	<u>£ 5,296</u>
		<u></u>	<u></u>

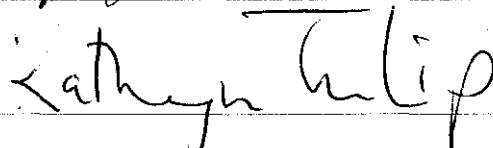
The financial statements were approved by the Directors on

For the year in question, the company was entitled to exemption from an audit under section 249A(1) of the Companies Act 1985. No notice has been deposited under section 249B(2) of the Act in relation to the accounts for the financial year. The directors acknowledge their responsibility for:

- ensuring that the company keeps accounting records which comply with section 221 of the Companies Act 1985; and
- preparing accounts which give a true and fair view of the state of affairs of the company, as at the end of the financial year, and of its surplus or deficit for the financial year in accordance with the requirements of section 226 of the Companies Act 1985, and which otherwise comply with the requirements of that Act relating to accounts, so far as applicable to the company.

The accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 applicable to small companies.

 director

 director

The Corporate Watch Co-operative Limited

Notes to the accounts for the year ended 31 October 2005

1 Accounting policies

a) Accounting convention

The financial statements have been prepared under the historic cost convention, the Companies Act 1985, and the Financial Reporting Standard for Smaller Entities (effective June 2002).

b) Tangible fixed assets

Fixed assets are stated at cost less accumulated depreciation. Depreciation has been provided so as to write off the cost of tangible fixed assets over their estimated useful lives, at the following rates:

Fixtures and equipment	25% pa on a straight line basis
------------------------	---------------------------------

Items costing less than £100 are not capitalised.

c) Turnover

Turnover represents funding and donations received, and sales of magazines and subscriptions.

d) Cash Flow Statement

The company has taken advantage of the exemption under Financial Reporting Standard 1 from preparing a Cash Flow Statement on the grounds that it is a small company.

2 Profit on ordinary activities before taxation

This is stated after charging the following:

	2005	2004
	£	£
Depreciation	318	289
Directors' remuneration	27,866	29,708
	<hr/>	<hr/>

3 Taxation

No charge to corporation tax arises as the organisation is non-profit-making.

The Corporate Watch Co-operative Limited
Notes to the accounts
for the year ended 31 October 2005 (continued)

4 Fixed Assets

	Fixtures & equipment £
Cost brought forward 1 November 2004	2,531
Additions	128
	<hr/>
Cost carried forward 31 October 2005	£ 2,659
	<hr/>
Depreciation brought forward 1 November 2004	1,805
Charge for the year	318
	<hr/>
Depreciation carried forward 31 October 2005	£ 2,123
	<hr/>
Net book value at 31 October 2005	£ 536
	<hr/>
Net book value at 31 October 2004	£ 726
	<hr/>

5 Debtors

	2005 £	2004 £
Staff loans	244	110
Prepayments	-	223
	<hr/>	<hr/>
	£ 244	£ 333
	<hr/>	<hr/>

6 Creditors

	2005 £	2004 £
Deferred income	-	15,000
Taxation and social security	1,346	2,225
Accruals	3,162	5,064
	<hr/>	<hr/>
- accountancy	£ 4,508	£ 22,289
	<hr/>	<hr/>

7 Profit and loss account

	2005 £	2004 £
Balance at 31 October 2004	5,296	4,678
Retained profit/(loss) for the year	2,417	618
	<hr/>	<hr/>
Balance at 31 October 2005	£ 7,713	£ 5,296
	<hr/>	<hr/>

The Corporate Watch Co-operative Limited

Detailed profit and loss account for the year ended 31 October 2005

	2005	2004
	£	£
Income		
Donations	7,626	4,686
Funding	53,499	64,032
Release of deferred income	15,000	6,000
Interest	138	83
Miscellaneous	4,008	453
Sales	1,326	1,085
Subscriptions	678	491
	<hr/>	<hr/>
	82,275	76,830
Administrative expenses		
Printing	4,357	3,877
Contract labour	633	2,763
Layout and design	390	488
Research costs	198	-
Wages	30,489	25,575
Directors' remuneration	27,866	29,708
Social security costs	2,558	2,499
Canteen and health and safety	1,095	1,133
European voluntary service	-	125
Insurance	328	288
Rent and service charges	4,942	3,609
Travel expenses	2,426	1,107
Professional fees	85	192
Events and workshops	459	317
Internet and computer costs	-	953
Office supplies	1,156	997
Postage and delivery	571	-
Telephone	759	910
Sundry expenses	727	165
Light and heat	-	665
Books and subscriptions	449	523
Bank charges and interest	52	29
Depreciation	318	289
	<hr/>	<hr/>
	(79,858)	(76,212)
Profit before tax	<hr/>	<hr/>
	£ 2,417	£ 618
	<hr/>	<hr/>