

Report of the Director and
Unaudited Financial Statements
for the Year Ended 31 January 2005
for
Nat. Community Wood Recycling Project

Ogilvie & Co
94 Highdown Road
Hove
East Sussex
BN3 6EA

Nat. Community Wood Recycling Project

Contents of the Financial Statements
for the Year Ended 31 January 2005

	Page
Company Information	1
Report of the Director	2
Profit and Loss Account	3
Balance Sheet	4
Notes to the Financial Statements	5
Report of the Accountants	7
Profit and Loss Account	8

Nat. Community Wood Recycling Project

Company Information
for the Year Ended 31 January 2005

DIRECTOR: R Mehmed

SECRETARY: Mrs B Mehmed

REGISTERED OFFICE: 94 Highdown Road
Hove
East Sussex
BN3 6EA

REGISTERED NUMBER: 04626984 (England and Wales)

ACCOUNTANTS: Ogilvie & Co
94 Highdown Road
Hove
East Sussex
BN3 6EA

BANKERS: National Westminster Bank plc
8-11 Pavilion Buildings
Castle Square
Brighton
East Sussex
BN1 1DP

Nat. Community Wood Recycling Project

Report of the Director
for the Year Ended 31 January 2005

The director presents his report with the financial statements of the company for the year ended 31 January 2005.

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of recycling consultant

REVIEW OF BUSINESS

The results for the year and financial position of the company are as shown in the annexed financial statements.

Achievements

The end of our second financial year has almost coincided with the transition from our original funders (the SEED Programme) to our current financial supporters the Esmee Fairbairn Foundation, who are funding 70% of our overheads until 2007.

It was our aim to see the number of affiliated wood recycling projects reach double figures at this point, but although we have only reached seven, interest in our business model is still steadily growing and we are working with around 20 organisations or individuals nationwide hoping to start wood recycling in their own towns and cities. Add to this the fairly rapid increase in media coverage that we are experiencing (with our inclusion in the country's "Hot 100 Recyclers") and we are confident that 2005 - 2006 will see the number of community wood recyclers potentially double.

The Future

The business plan for this coming financial year is to seek additional funding as a matter of urgency so we can recruit a full time marketing and communications manager to further promote the NCWRP and attract more potential social entrepreneurs; develop our construction industry sponsorship scheme that will get more builders recycling waste wood on their sites and generally provide a higher level of support to both emergent and existing groups.

The result of that will be thousands of tonnes of timber saved from landfill and hundreds of jobs and training opportunities created for marginalised members of the community

DIRECTOR

R Mehmed was the sole director during the year under review.

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

ON BEHALF OF THE BOARD:

.....
R Mehmed - Director

Date:

Nat. Community Wood Recycling Project

Profit and Loss Account
for the Year Ended 31 January 2005

		Year Ended 31.1.05	Period 2.1.03 to 31.1.04
	Notes	£	£
TURNOVER		51,651	33,437
Administrative expenses		(44,444)	(28,302)
OPERATING PROFIT	2	7,207	5,135
Interest receivable and similar income		90	8
		7,297	5,143
Interest payable and similar charges		-	(16)
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		7,297	5,127
Tax on profit on ordinary activities	3	-	-
PROFIT FOR THE FINANCIAL YEAR AFTER TAXATION		7,297	5,127
Retained profit brought forward		5,127	-
RETAINED PROFIT CARRIED FORWARD		£12,424	£5,127

The notes form part of these financial statements

Nat. Community Wood Recycling Project

Balance Sheet
31 January 2005

		31.1.05	31.1.04
	Notes	£	£
FIXED ASSETS:			
Tangible assets	4	1,969	2,316
CURRENT ASSETS:			
Debtors	5	535	1,208
Cash at bank		13,707	3,759
		14,242	4,967
CREDITORS: Amounts falling due within one year	6	(3,787)	(2,156)
NET CURRENT ASSETS:		10,455	2,811
TOTAL ASSETS LESS CURRENT LIABILITIES:		£12,424	£5,127
RESERVES:			
Profit and loss account		12,424	5,127
		£12,424	£5,127

The company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ended 31 January 2005.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 January 2005 in accordance with Section 249B(2) of the Companies Act 1985.

The director acknowledges his responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Section 221 of the Companies Act 1985 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 Section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as applicable to the company.

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective June 2002).

ON BEHALF OF THE BOARD:

.....
R Mehmed - Director

Approved by the Board on

The notes form part of these financial statements

Nat. Community Wood Recycling Project

Notes to the Financial Statements
for the Year Ended 31 January 2005

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 June 2002).

Turnover

Turnover represents net invoiced sales of services, excluding value added tax.

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 cost

2. **OPERATING PROFIT**

The operating profit is stated after charging:

	Year Ended 31.1.05 £	Period 2.1.03 to 31.1.04 £
Depreciation - owned assets	347	447
Loss on disposal of fixed assets	400	-
	<u> </u>	<u> </u>
Director's emoluments and other benefits etc	14,800	18,133
	<u> </u>	<u> </u>

3. **TAXATION**

Analysis of the tax charge

No liability to UK corporation tax arose on ordinary activities for the year ended 31 January 2005 nor for the period ended 31 January 2004.

Nat. Community Wood Recycling Project

Notes to the Financial Statements
for the Year Ended 31 January 2005

4. **TANGIBLE FIXED ASSETS**

	Plant and machinery etc
	£
COST:	
At 1 February 2004	2,763
Additions	400
Disposals	(400)
	2,763
At 31 January 2005	2,763
DEPRECIATION:	
At 1 February 2004	447
Charge for year	347
	794
At 31 January 2005	794
NET BOOK VALUE:	
At 31 January 2005	1,969
At 31 January 2004	2,316

5. **DEBTORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	31.1.05	31.1.04
	£	£
HM Customs and excise	-	934
Prepayments	535	274
	535	1,208
	535	1,208

6. **CREDITORS: AMOUNTS FALLING
DUE WITHIN ONE YEAR**

	31.1.05	31.1.04
	£	£
Directors current accounts	446	139
Sundry creditors and accruals	729	450
HM Customs and excise	1,721	-
PAYE and NIC	891	1,567
	3,787	2,156
	3,787	2,156

7. **SHARE CAPITAL**

The company is limited by guarantee and therefore has no share capital. Each member's guarantee liability is limited to £1.

Nat. Community Wood Recycling Project

Report of the Accountants to the Director of
Nat. Community Wood Recycling Project

As described on the balance sheet you are responsible for the preparation of the financial statements for the year ended 31 January 2005 set out on pages three to six and you consider that the company is exempt from an audit.

In accordance with your instructions, we have compiled these unaudited financial statements in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.

Ogilvie & Co
94 Highdown Road
Hove
East Sussex
BN3 6EA

Date:

Nat. Community Wood Recycling Project

Profit and Loss Account
for the Year Ended 31 January 2005

	<u>Year Ended</u> <u>31.1.05</u>		<u>Period</u> <u>2.1.03 to 31.1.04</u>	
	£	£	£	£
Income:				
Grants	33,520		31,175	
Fees receivable	<u>18,131</u>		<u>2,262</u>	
		51,651		33,437
Other income:				
Deposit account interest		90		8
		<u>51,741</u>		<u>33,445</u>
Expenditure:				
Directors' remuneration	14,800		18,133	
Social security	1,188		1,645	
Wages and national insurance	11,692		680	
Telephone	1,276		1,362	
Postage and stationery	999		481	
Motor and Travel	5,208		2,331	
Fees and subscriptions	4,382		1,159	
Accommodation and subsistence	739		-	
Sundry expenses	481		557	
Accountancy fees	835		575	
Bad debts	24		-	
Rent	1,379		495	
Insurance	274		263	
Light and heat	104		101	
Repairs and renewals	<u>190</u>		<u>-</u>	
		43,571		27,782
		8,170		5,663
Finance costs:				
Interest on tax paid late	-		16	
Bank charges and interest	<u>126</u>		<u>73</u>	
		126		89
		8,044		5,574
Depreciation:				
Fixtures and fittings		347		447
		<u>7,697</u>		<u>5,127</u>
Loss on disposal of fixed assets:				
Fixtures and fittings		400		-
NET PROFIT		<u>£7,297</u>		<u>£5,127</u>

This page does not form part of the statutory financial statements