

NATIONAL UNION OF MINeworkERS LANCASHIRE AREA TRUST FUND

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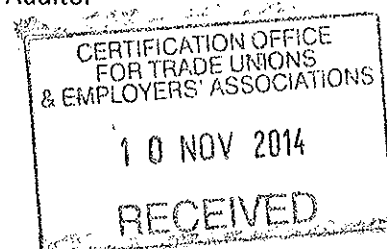
AUDITED FINANCIAL STATEMENTS

31 DECEMBER 2013

 **GibsonBooth** LTD

Chartered Accountants, Business Advisers & Statutory Auditor

12 Victoria Road
Barnsley
South Yorkshire
S70 2BB



National Union of Mineworkers Lancashire Area Trust Fund

Year ended 31 December 2013

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National Union of Mineworkers Lancashire Area Trust Fund

Year ended 31 December 2013

The trustees present their report and the financial statements for the year ended 31 December 2013.

Statement of Trustees' Responsibilities

The trustees are required to obtain audited financial statements for each year which show a true and fair view of the financial transactions of the Trust during the year and the disposition, at the end of the year, of the assets and liabilities. The trustees have prepared the financial statements for audit.

In preparing those financial statements, the trustees are required to:

- select suitable accounting policies and apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on a going concern basis.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Trust and to enable it to ensure that the financial statements comply with the Trade Union and Labour Relations (Consolidation) Act 1992 and are in accordance with United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The trustees have taken such steps as are reasonably open to them to safeguard the assets of the Trust and prevent any irregularities or error.

Trustees

The trustees during the year were as defined by schedule 3 of the rules of the National Union of Mineworkers

Auditors

The auditors, Gibson Booth Limited, Chartered Accountants, are proposed for re-appointment and have indicated their willingness to remain in office.

These financial statements were approved on 21 October 2014:



Mr P Hardman, Chairman

National Union of Mineworkers Lancashire Area Trust Fund

Year ended 31 December 2013

Independent auditors' report to the members of National Union of Mineworkers Lancashire Area Trust Fund

We have audited the financial statements of the National Union of Mineworkers Lancashire Area Trust Fund on pages 4 to 9 which have been prepared under the historical cost convention and the accounting policies set out on page 6.

This report is made solely to the members of the National Union of Mineworkers Lancashire Area Trust Fund. Our audit work has been undertaken so that we might state to the National Union of Mineworkers Lancashire Area Trust Fund members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the National Union of Mineworkers Lancashire Area Trust Fund and their members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of Trustees and auditors

The Trustees responsibilities for preparing the financial statements and for being satisfied that they give a true and fair view are set out in the Statement of Trustees' Responsibilities on page 1.

It is our responsibility to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland).

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 Trust's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the trustees; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Trustees report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion

In our opinion:

- the financial statements give a true and fair view of the state of the National Union of Mineworkers Lancashire Area Trust Fund's affairs at 31 December 2013 and of its deficit for the year then ended; and
- the financial statements have been prepared in accordance with the Trade Union and Labour Relations (Consolidation) Act 1992; and
- the financial statements have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities.

National Union of Mineworkers Lancashire Area Trust Fund

Year ended 31 December 2013

Independent auditors' report to the members of National Union of Mineworkers Lancashire Area Trust Fund cont'd.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Trade Union and Labour Relations (Consolidation) Act 1992 requires us to report to you if, in our opinion:

- the information given in the Trustees report is inconsistent in any material respect with the financial statements; or
- adequate accounting records have not been kept, or returns 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
- we have not received all the information and explanations we require for our audit; or
- the National Union of Mineworkers Lancashire Area Trust Fund was not entitled to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities.

Gibson Booth Limited

GIBSON BOOTH LIMITED
Chartered Accountants
Statutory Auditor
12 Victoria Road
Barnsley S70 2BB

29 October 2014

National Union of Mineworkers Lancashire Area Trust Fund

Income and expenditure account
for the year ended 31 December 2013

	Note	£	2013 £	£	2012 £
INCOME					
Interest receivable	2	15,634		18,565	
Sundry income		-		45	
Donation		17		1,482	
Gain on disposal of investments		-		1,332	
Office costs received from Area		1,257		1,298	
Foreign currency gain		<u>1,992</u>		-	
			18,900		22,722
EXPENDITURE					
Area expenditure	3	100,258		52,517	
Compensation costs		34,918		34,303	
Foreign currency loss		-		<u>2,490</u>	
			<u>135,176</u>		<u>89,310</u>
Deficit for the year before taxation			(116,276)		(66,588)
Taxation	4		-		-
Deficit for the year after taxation			<u>(116,276)</u>		<u>(66,588)</u>


National Union of Mineworkers Lancashire Area Trust Fund

Balance sheet
at 31 December 2013

	Note	2013		2012	
		£	£	£	£
INVESTMENTS	5		178,081		172,462
CURRENT ASSETS					
Debtors	6	9,165		8,947	
Cash at bank and in hand	7	<u>31,393</u>		<u>156,672</u>	
			40,558		165,619
CREDITORS: Amounts falling due within one year	8	<u>(3,300)</u>		<u>(6,466)</u>	
NET CURRENT ASSETS			<u>37,258</u>		<u>159,153</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>215,339</u>		<u>331,615</u>
ACCUMULATED FUND	9	-		-	
SPECIAL AREA FUND	10	<u>215,339</u>		<u>331,615</u>	
			<u>215,339</u>		<u>331,615</u>

Approved by the Trustees on 21 October 2014

Signed on its behalf by:



Mr P Hardman, Chairman

National Union of Mineworkers Lancashire Area Trust Fund

Notes

*(forming part of the financial statements)
for the year ended 31 December 2013*

1 (a) **Accounting policies**

The following accounting policies have been used consistently in dealing with the items which are considered material to the Trust's affairs.

(b) **Basis of preparation**

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

The National Union of Mineworkers Lancashire Area Trust Fund is governed by a Trust Deed established on the transfer of engagements from the National Union of Mineworkers (Lancashire Area) on 10 August 1995.

The financial statements summarise the transactions and net assets of the Trust.

(c) **Investments**

Investments are shown in the accounts at cost. Income from investments is included in the Income and Expenditure Account in the year in which it is receivable.

(d) **Foreign Currencies**

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of the transaction. Exchange differences are taken into account in arriving at the surplus for the year.

National Union of Mineworkers Lancashire Area Trust Fund

Notes (continued)
 (forming part of the financial statements)
 for the year ended 31 December 2013

2	Interest receivable	2013	2012
		£	£
	Bank interest	92	67
	Bonds and loan stock	10,125	17,772
	Other interest	<u>5,417</u>	<u>726</u>
		<u>15,634</u>	<u>18,565</u>
3.	Area expenditure	2013	2012
		£	£
	Postage, telephone, printing and stationery	187	535
	Audit and taxation fees	3,300	3,900
	Legal and professional fees	(480)	15,160
	Sundries	1,541	1,123
	Retired miners' grants	4,000	4,000
	Deputations and meetings	8,919	6,015
	Donation to Northwest Miners Association	56,858	-
	Other grants and donations	17,530	18,882
	Repairs and maintenance	8,343	2,872
	Bank charges	<u>60</u>	<u>30</u>
		<u>100,258</u>	<u>52,517</u>
4	Taxation	2013	2012
		£	£
	Corporation tax based on the results for the year at 20% (2012 20%)	<u>-</u>	<u>-</u>

The Trust is able to set off provident benefit and certain provident benefit administration costs against its income chargeable to corporation tax.

National Union of Mineworkers Lancashire Area Trust Fund

Notes (continued)
(forming part of the financial statements)
for the year ended 31 December 2013

5	Unlisted Investments	2013	2012
		£	£
	Stockholdings:-		
	Newcastle 11¼% Stock 2017	57,959	57,959
	Merton 11¼% Stock 2017	<u>29,598</u>	<u>29,598</u>
		87,557	87,557
	Others:-		
	EBS Sure Cert & Investment Accounts	<u>90,524</u>	<u>84,905</u>
		<u>178,081</u>	<u>172,462</u>

The market value of the stockholding investments at 31 December 2013 is considered to be in excess of acquisition value.

6	Debtors: Amounts falling due within one year	2013	2012
		£	£
	Accrued interest	2,391	2,391
	Other Debtors	<u>6,774</u>	<u>6,556</u>
		<u>9,165</u>	<u>8,947</u>

7	Cash at bank and in hand	2013	2012
		£	£
	Bank current accounts	12,956	89,353
	Santander business reserve accounts	18,408	67,160
	Cash in hand	<u>29</u>	<u>159</u>
		<u>31,393</u>	<u>156,672</u>

8	Creditors: amounts falling due within one year	2013	2012
		£	£
	Accruals	<u>3,300</u>	<u>6,466</u>

National Union of Mineworkers Lancashire Area Trust Fund

Notes (continued)
(forming part of the financial statements)
for the year ended 31 December 2013

9	Accumulated fund	2013 £	2012 £
	Balance at 1 January 2013 & 31 December 2013	<u>-</u>	<u>-</u>
10	Special Area Fund	2013 £	2012 £
	Balance at 1 January 2013	331,615	398,203
	Deficit for the year	<u>(116,276)</u>	<u>(66,588)</u>
	Balance at 31 December 2013	<u>215,339</u>	<u>331,615</u>

The Special Reserve Fund is the accumulation of contribution income collected by NUM Lancashire Area in accordance with Rule 6.L.

11 Related Party Transactions

During the year fees of £34,918 (2012 – £34,303) were paid to Trade Union Consultancy for consultancy work regarding compensation claims and general office repairs provided by Mr W Kelly, a Trustee of National Union of Mineworkers Lancashire Area Trust Fund.

The National Union of Mineworkers Lancashire Area Trust Fund operates from premises owned by the Steve Sullivan Memorial Trust, whose Trustees are also Trustees of National Union of Mineworkers Lancashire Area Trust Fund. National Union of Mineworkers Lancashire Area Trust Fund have not been charged any rent for occupying the premises during the year (2012 – Nil).

During the year the National Union of Mineworkers Lancashire Area Trust Fund paid for property repairs of £8,343 to the property owned by the Steve Sullivan Memorial Trust (2012 - £2,872).

During the year a grant of £1,500 was paid to I Johnson, Trustee of National Union of Mineworkers Lancashire Area Trust Fund in recognition of his assistance provided to miners (2012 - £1,500).