

INCORPORATED BREWERS' BENEVOLENT SOCIETY

ANNUAL REPORT AND ACCOUNTS

FOR THE YEAR ENDED 31ST DECEMBER 2011

Incorporated Brewers' Benevolent Society
LEGAL AND ADMINISTRATIVE INFORMATION

The Society was incorporated under the Friendly Societies Acts and is governed under the Friendly Society Act 1974. It is an exempt charity under Schedule 2 of the Charities Act 1993.

The Objects

"The Objects of the Society shall be to provide by voluntary contributions for the relief or maintenance of any persons in the United Kingdom or Eire employed or formerly employed in the brewing profession and the dependants of such persons provided that in each case the Committee of the Society shall be satisfied that financial hardship exists.

A Member shall be any person employed or formerly employed in the brewing profession in the United Kingdom or Eire or was or had been a Member of the International Brewers' Guild prior to the winding up of that organisation.

Donations to the Fund may be received from persons employed or formerly employed in the Brewing profession or owners, managers or directors of breweries and any such person or firms so subscribing shall be an Honorary Member of the Society."

Statement of the Management Committee's Responsibilities

The committee of management are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice.

Legislation requires the committee of management to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the society and of the excess of expenditure over income of the society for that period. In preparing those financial statements, the committee is required to:

- (a) select suitable accounting policies and then apply them consistently;
- (b) make judgements and estimates that are reasonable and prudent;
- (c) prepare the financial statements on the going concern basis, unless it is inappropriate to presume that the Society will continue in existence.

The committee is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the society and to enable it to ensure that the financial statements comply with the Friendly Societies Act 1974. They are also responsible for safeguarding the assets of the society and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Trustees and Advisers

TRUSTEES:	C G Dennis	J K Don	P Ward
COMMITTEE OF MANAGEMENT:	R Duszanskyj	M J Dutoy	N S Fitch
	C J Hellin (resigned March 2011)	R D Knox	
	C O'Brien (resigned March 2011)	R K Rolph	
	H Smith	D Steen (resigned March 2011)	
	D A Twomey		
SECRETARY:	Miss J A Barker		
TREASURER:	I M Swanson		
AUDITORS:	Jacob Cavenagh & Skeet		
BANKERS:	Barclays Bank Plc		

Incorporated Brewers' Benevolent Society
ACCOUNTING POLICIES

BASIS OF ACCOUNTS

The financial statements are prepared under the historical cost convention, modified by the revaluation of investments, and in accordance with applicable accounting standards.

INCOME RECOGNITION

Income from Members is taken into accounts on the basis of cash receipts, no account being taken of future covenanted contributions. Bequests and donations are also taken into account on the basis of cash receipts.

REVENUE ACCOUNT

The Revenue Account shows the surplus for the year and the surplus is transferred to General Funds. The inclusion in the Revenue Accounts of surpluses and deficits on sales in the course of asset management would distort the revenue balance and might mislead. Such surpluses are taken direct to the General Fund.

INVESTMENTS

Investments are shown in the balance sheet at market value at the year-end. Unrealised gains and losses are recognised through the revaluation reserve, with realised gains and losses being taken to the profit and loss account in the year of sale.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF THE INCORPORATED BREWERS' BENEVOLENT SOCIETY

We have audited the financial statements consisting of the Revenue Account, Statement of Total Recognised Gains and Losses, Balance Sheet, and associated notes, which have been prepared under the historical cost convention (as modified for revaluation of fixed asset investments) and the accounting policies set out therein.

This report is made solely to the society's members, as a body, in accordance with section 38 of the Friendly Societies Act 1974. Our audit work has been undertaken so that we might state to the society's members those matters we are required to state to them in an auditor's 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 society and the society's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of the management committee and auditors

As described in the Statement of Management Committee's Responsibilities, the management committee are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

We have been appointed as auditors under section 38 of the Friendly Societies Act 1974 and report in accordance with section 38 of that Act. Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK & Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Friendly Societies Act 1974. We also report to you if the Society has not kept proper accounting records, if a satisfactory system of internal control has not been established or maintained, or if we have not received all the information and explanations we require for our audit.

We read other information contained in the Report of the Management Committee and consider the implications for our report if we become aware of any apparent misstatements within it.

Basis of audit opinion

We conducted our audit in accordance with International Standards on Auditing (UK & Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements by the committee in the preparation of the financial statements, and of whether the accounting policies are appropriate to the Society's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary, in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud, or other irregularity or error. In forming our opinion, we also evaluated the overall adequacy of the presentation of information in the financial statements.

We have undertaken the audit in accordance with the requirements of APB Ethical Standards including APB Ethical Standard – Provisions Available for Small Entities, in the circumstances set out in note 5 to the financial statements.

Opinion

In our opinion, the financial statements give a true and fair view of the state of the society's affairs at 31st December 2011 and of its surplus for the year then ended, and have been properly prepared in accordance with the Friendly Societies Act 1974.

The information given in the Report of the Management Committee is consistent with the financial statements.

Jacob Cavenagh & Skeet

Chartered Accountants and Statutory Auditors
5 Robin Hood Lane
Sutton, Surrey SM1 2SW

April 2012

Incorporated Brewers' Benevolent Society
REVENUE ACCOUNT FOR THE YEAR ENDED 31st DECEMBER 2011

	2011		2010	
	£	£	£	£
Income				
Donations	4,622		5,261	
Bequests & legacies	-		10,000	
Investments before Tax recoverable	42,993		41,370	
Tax recoverable on Gift Aid	5,139		3,644	
Deposit interest	<u>2</u>		<u>3</u>	
		52,756		60,278
Expenditure				
Direct Aid				
Grants	14,356		16,786	
Walter Finch Bequests	<u>1,600</u>		<u>1,200</u>	
		15,956		17,986
Counselling and Administration				
Administration	18,647		18,344	
Investment Advice	<u>11,389</u>		<u>9,663</u>	
		30,036		28,007
		<u>45,992</u>		<u>45,993</u>
Surplus for the financial year		6,764		14,285
Realised (deficit)/surplus on sale of investments during the year		<u>(26,470)</u>		<u>11,149</u>
Net (expenditure)/income for the financial year		<u>(19,706)</u>		<u>25,434</u>

The income is wholly derived from continuing activities.

STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES

	2011	2010
	£	£
Net (expenditure)/income for the financial year	(19,706)	25,434
Unrealised (deficit)/surplus on revaluation of investments	(79,898)	169,642
	<u>(99,604)</u>	<u>195,076</u>

Incorporated Brewers' Benevolent Society
BALANCE SHEET AT 31st DECEMBER 2011

	2011		2010	
	£	£	£	£
Capital Funds				
Memorial Fund and Bequests		16,000		16,000
General Fund (note 1)		1,640,417		1,740,021
		<u>1,656,417</u>		<u>1,756,021</u>
Represented by:				
Investments (Note 2)		<u>1,536,103</u>		<u>1,725,732</u>
Current assets				
Debtors (note 3)	2,359		3,948	
Cash at bank	126,606		32,958	
		<u>128,965</u>		<u>36,906</u>
Less current liabilities				
Creditors and accruals		(8,651)		(6,617)
Net current assets		<u>120,314</u>		<u>30,289</u>
Net assets		<u>1,656,417</u>		<u>1,756,021</u>

Signed on behalf of the Committee of Management:

Miss J A Barker (Secretary)
N S Fitch (Chairman)
I M Swanson (Treasurer)

4th April 2012

Incorporated Brewers' Benevolent Society
NOTES TO THE FINANCIAL STATEMENTS

1 GENERAL FUND

	Realised surplus £	Revaluation reserve £	Total surplus £
Balance at 1st January 2011	1,502,654	-	1,502,654
Valuation of Investments Surplus at 1st January 2011	-	237,367	237,367
	<u>1,502,654</u>	<u>237,367</u>	<u>1,740,021</u>
Proportion of surplus/(deficit) on Sale of Investments Current year	62,513	(88,983)	(26,470)
Valuation of Investments: Movement in value for the year to 31st December 2011	-	(79,898)	(79,898)
Revenue account surplus for the year to 31st December 2011	6,764	-	6,764
	<u>1,571,931</u>	<u>68,486</u>	<u>1,640,417</u>

2 LISTED INVESTMENTS

	Fixed interest £	Equities £	Total £
Market value as at 1 January 2011	266,332	1,459,400	1,725,732
Purchases during the year	69,095	421,604	490,699
Disposals during the year	(125,660)	(474,770)	(600,430)
Change in market value during the year	330	(80,228)	(79,898)
Market value at 31 December 2011	<u>210,097</u>	<u>1,326,006</u>	<u>1,536,103</u>
Historical cost at 31 December 2011	<u>210,721</u>	<u>1,248,178</u>	<u>1,458,899</u>

3 DEBTORS

	2011 £	2010 £
Tax recoverable	<u>2,359</u>	<u>3,948</u>

4 AUDITOR'S REMUNERATION

Included in administration expenses is £1,452 (2010: £1,422) charged in respect of auditors' remuneration.

5 OTHER PROFESSIONAL SERVICES PROVIDED BY THE AUDITOR

In common with many other entities similar of our size and nature we use the auditors to assist with the preparation of our financial statements.