

Larne Credit Union Limited



20th November 2008

Dear Member

The Annual General Meeting of Larne Credit Union Limited will take place at the Credit Union Office, 31 Circular Road, Larne on Wednesday 17th December 2008 at 8.00 pm. All members are encouraged to attend.

There will be three positions vacant on the Board of Directors and one position on the Supervisory Committee. Nominations for the office of Director or Supervisor shall be in writing, signed by a proposer and seconder who shall be members of the Credit Union and signed by the nominee to indicate consent, and should be with the Secretary seven days before the meeting.

There will be a motion proposing the payment of a 3.0% dividend and 15% rebate of interest on loans. Other proposals concerning Death Benefit Insurance, payment to the Third World Development Fund, and changes in the operating rules will also be put to the meeting. Further details of these are inside.

There will be a prize draw for those attending the meeting with valuable prizes. I look forward to welcoming you there.

Yours sincerely

James Long (Secretary)

PROPOSAL FORM 2008 -2009

Death Benefit Insurance by Dividend Deduction and Cash Payment

The Board of Directors recommend that the following Dividend be declared and sanctioned by the members at the Annual General Meeting.

3.0%(3.0%; 2007) on all shares and 15%(15%; 2007) rebate of interest on loans subject to the provisions of sub-paragraph (A), (A1), (A2) and (A3) below.

- Sufficient Funds -

(A) The Dividend shall be paid less a sum of £9.84 as an expense charged against the appropriation account in respect of each eligible insurable member in order to pay the annual premium to E.C.C.U. Assurance Company Limited on the Death Benefit Insurance in respect of each eligible member as decided and approved by members at the Annual General Meeting.

**Amount as agreed to be entered in AGM minutes.
Premium £9.84 – Cover £2,000**

Provided:-

- Insufficient funds for cover -

(A1) Where an eligible insurable member who has insufficient dividend desires cover, then a sum must be paid to cover the balance which will be taken from the member's shares. The Credit Union must be satisfied that the member has, or intends to satisfy, the objects of Credit Union Rule 4 (Part A), and that he/she has a minimum balance of £20 or such minimum as the Board of Directors may decide from time to time.

Opt in Cash Payment

(A2) If any eligible insurable member's allocation in the appropriation account is less than the sum agreed and there are insufficient shares in the member's account then such sum will not be deducted and that member shall not have the benefit of assurance cover. They can, however, make a cash payment to obtain cover provided the minimum share balance of £20 has been achieved.

- Opt Out Letter to Secretary -

(A3) If an eligible insurable member does not wish to avail of the insurance cover provided under the Death Benefit Insurance, his/her allocation will not be reduced by the sum agreed provided he/she has notified the Secretary of the Credit Union in writing by signed notice to this effect prior to the Annual General Meeting.

Proposed by:- S.D. Weatherhead

Seconded by:- W. Breen

Date:- 13.11.2008

Proposal for Third World Fund

It is proposed that £1.00 be taken from each member's shares to go to the Third World Fund operated by the Irish League of Credit Unions for co-operative developments in the Developing World.

Proposed by: W. Breen

Seconded by: J. Long

Date:- 13.11.2008



Proposed Rule Amendments.

Proposed by: W. Breen

Seconded by: J. Long

Date:- 13.11.2008



Members should note that your credit union now offers an “Easi-save” account which will allow members to operate an account solely for saving. The savings will earn dividend and will be covered by insurance at no extra cost to the member but will not be counted as part of the security for a loan as these savings can be withdrawn when needed. Ask at the office for details.



A Message from the President.

Fellow Members

Amid all the mayhem that has occurred in the financial world isn't it good to know that there exists an oasis of calm in Larne that is Larne Credit Union? Don't you find it reassuring to know that you are a member, and therefore an owner, of an organisation that exists not to make a profit from people but to offer them a service?

Indeed the motto of our organisation is: "Not for profit, not for charity but for service". In recognition of this ideal the Board of Directors of your credit union along with the other committees and members of staff continually strive to ensure that the service members receive is as good as it can be. We welcome the comments we receive from members on the service they have received and we would encourage you to use the opportunity offered by the Annual General Meeting to make suggestions on how the service could be improved or new services put in place.

I would use this opportunity to ask you to volunteer yourself for some of the committees that help run this organisation. The success of any credit union depends very much on the voluntary work done by its members. Even if you have no specific training in any given area you can learn while serving on one of the various committees such as the Credit Committee, the Credit Control Committee, the Supervisory Committee or the Board of Directors. I would encourage in particular, our younger members to look at the possibilities and think of the benefits that voluntary work would bring in terms of personal satisfaction, personal development and skills to offer a potential employer.

I would like to take this opportunity to thank on your behalf, all those who have worked for your credit union in the past year on the various committees and on the Board of Directors. My thanks also to Arlene and the staff who give the lead in ensuring that the members receive the high standard of service they have come to expect from Larne Credit Union Limited.

The Board of Directors is pleased to recommend a dividend of 3.0% and an interest rebate of 15%.

I send you all best wishes for a happy and peaceful Christmas.

Kieran O'Donnell.

President Larne Credit Union Limited

Larne Credit Union Limited

Directors' report for the year ended 30th September 2008

The board of directors presents its report and the audited financial statements for the year ended 30th September 2008.

Review of business and future developments

Both the level of business and the year-end financial position remain satisfactory and the present level of business will be sustained for the foreseeable future.

Results

The income and expenditure account for the year is set out on page 11.

Dividends and transfers to reserves

The Board of Directors now recommends a payment of a dividend of 3.0% (2007: 3.0%) for the year ended 30th September 2008. An interest rebate of 15% (2007: 15%) has been proposed, and £40,000 (2007: £60,000) of the surplus for the financial year to be transferred to reserves.

Directors

The directors of the credit union at 30th September 2008 are:

Margaret Mc Williams
Alex Mc Michael
Kieran O'Donnell
Jim Long
Philip Duggan
Patrick Vinters
Patrick McFaul
Seamus Weatherhead
William Breen



Auditors

A resolution to appoint R.P. Nichol & Associates as auditors to the company will be proposed at the Annual General Meeting.

By order of the Board

J Long

Secretary November 2008.

Supervisors' Report

During the year the Supervisors carried out regular reviews related to various aspects of Larne Credit Union's operations, including accounting records, spot checks and systems of internal control.

The Supervisory Committee would like to thank Arlene and her staff for their patience and total cooperation during the year. Their help made our task easier.

Supervisory Committee

P. O'Brien (Mrs.), D. McAree (Chairman), C. McAuley.

Attendances Board of Directors

	Actual	Possible
S. Weatherhead	12	12
W. Breen	11	12
M. Mc Williams	12	12
A. Mc Michael	10	12
K. O'Donnell	9	12
J. Long	12	12
P. Duggan	5	12
P. Vinters	9	12
P. McFaul	11	12

Credit Committee

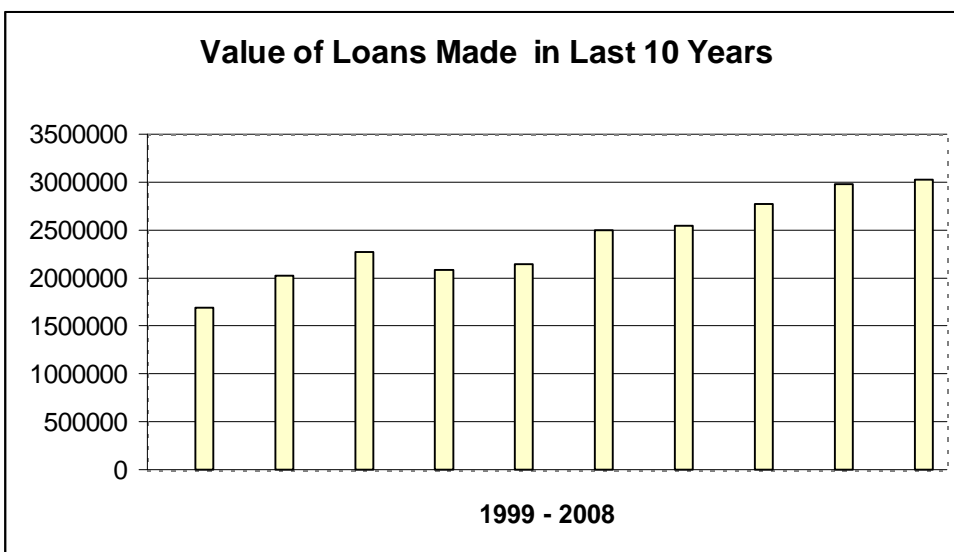
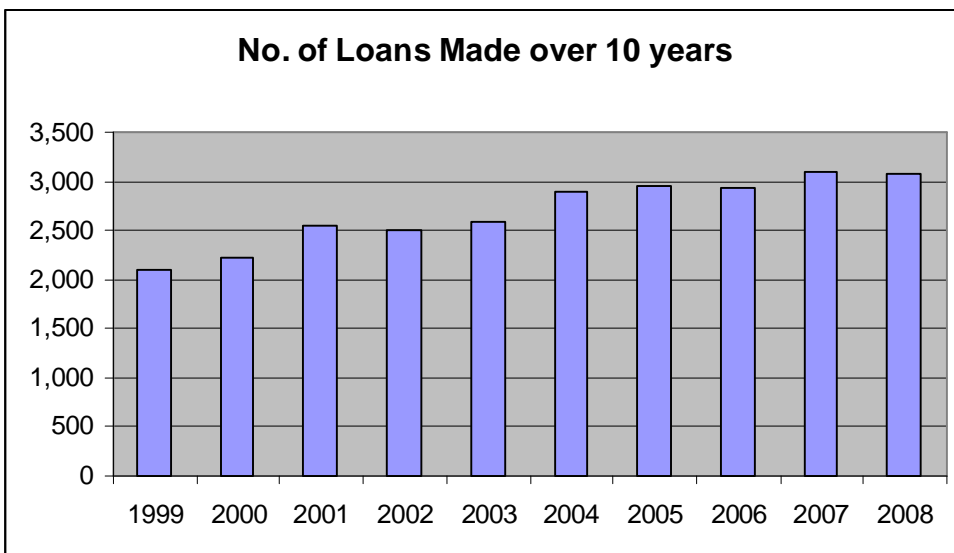
	Actual	Possible		Actual	Possible
P. McFaul	39	52	Michelle Craig	16	16
H. McGoldrick	45	52	Arlene Clements	21	21
M. Mc Williams	46	52			
S. Weatherhead	49	52			

Credit Committee Report

The Credit Committee has the delegated responsibility from the Board of Directors to consider loan applications from the members. The Credit Committee is assisted in its function by designated Loan Officers, who are able to grant loans within shares, up to an agreed limit.

As the issuing of loans is an integral part of the Credit Union, the Committee and Loan Officers are very aware of the need to balance the individual requirements of members with the guidelines of the loan policy laid down by the Board. The history of making regular repayments and adding to your shares plays an important part when consideration is being given to loan applications.

During the year from October 2007 to September 2008 the loan officers and credit committee have granted a total of 3006 loans, amounting to **£3,026,949**. This compares to 2,976 loans totalling 2,976,294 in the previous year.



Credit Control Committee

The Credit Control Committee meets regularly, normally on a monthly basis, but more often if necessary. This dedicated team is made up of credit union staff and voluntary officers. The main aim of the Committee is to constantly review the regularity of loan repayments by members, ensuring that agreements are adhered to, with the ultimate aim of avoiding accounts falling into arrears. Often there can be a genuine reason for members not meeting their agreed repayments, which is why we encourage anyone in this situation to maintain contact with office personnel and keep a channel of communication open.

In some situations, when the Committee has exhausted all resources i.e., letters, phone calls, visits etc. without success, the only avenue open is using a member's shares against their outstanding loan and interest arrears and pursuing the remainder through the courts. We have had continued success in securing monies through Small Claims Court, Enforcement of Judgements Office, Attachment of Earnings (where the Court takes payment direct from wages and forwards to us), a Charge on Land or Property, and the High Court. These procedures are costly to both the member (in fees) and the Credit Union (in personnel costs), however we must use every option open to ensure recovery of debt for the benefit of our members. The recovery of debt in the past year has realised **£31,387**.

Remember, your Credit Union is here to provide a service to you. Whilst we require security for loans, we are less formal than other credit /lending companies and are always available to provide advice and guidance. You only need ask our friendly staff.

Insurance Report -1st October 2007 to 30th September 2008

As you know members' shares and loans are covered by insurance as part of the service offered by your credit union. During the year there were 20 of our members who died and we would like to express our sympathy to their families. The ages of these members ranged from 37 to 84 years. Share insurance and loan protection claims on their behalf amounted to £23,362. As well as Loan Protection and Share Insurance members also benefit from Death Benefit Insurance. DBI claims this year amounted to £40,000 which meant the total claimed for the year was £63,362.

Information on insurance is available in the *Welcome to Credit Union* booklet on pages 18-20 or you can ask at the office.

Membership Committee Report

During the past year 339 new members joined the credit union bringing the total membership to 3925. One hundred of our members also operate a sub-account. This account can be used to save in the usual way but can be withdrawn immediately even if you have a loan greater than your shares in your main account. It is a useful way to save for bills such as oil, gas, or TV licence. It is a much better way than buying stamps to save towards such items as your savings earn dividend and are covered by insurance just like the shares in your main account.

Education Committee Report

The Education Committee has continued to look for opportunities to promote the Credit Union and in the past year it has promoted the I.L.C.U. Art Competition, as well as the Schools Quiz. We have also sponsored local teams as well as the schools where we collect from our minor members.



The winning entry in the 14- 17 years category in the Credit Union Art Competition which also won at the Chapter 2 level, the work of Stephen Witherspoon

Development Committee Report

The direct debit operation which enables funds to be transferred electronically from members' bank accounts to their credit union accounts is now operational after some teething problems. Members who use this facility should check with their banks when they originally set up the direct debit to make sure that their instruction has been received by their branch.

Very shortly we will be offering members a "PayPoint" facility which will enable members to pay for various bills such as gas and electricity or get "top-ups" for their

mobile phones while in the credit union. It is hoped that this will be another financial service of use to the member.

We are looking at introducing a credit union debit card in 2009. Members will pre-load the card and will then be able to use it for on-line shopping or telephone shopping as well as withdrawing cash from ATMs. It will also be accepted in any shop which uses Visa. We believe this will be another useful service to those members who would wish to have such a facility. More details will be given at the AGM.



Staff in the Carnlough Office



Larne Office Staff



Larne Credit Union Limited,
31 Circular Road,
LARNE,
Co. Antrim,
BT40 1HR.

FINANCIAL STATEMENTS 2008

C O N T E N T S

STATEMENT OF DIRECTORS' RESPONSIBILITIES	9
INDEPENDENT AUDITOR'S REPORT	10 - 11
REVENUE ACCOUNT	12
SURPLUS AND DEFICIT APPROPRIATION ACCOUNT	13
BALANCE SHEET	14
NOTES TO THE FINANCIAL STATEMENTS	15 - 19

STATEMENT OF DIRECTORS' RESPONSIBILITIES

Credit Unions (Northern Ireland) Order 1985, and any amendments thereto require directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Credit Union and of the income and expenditure of the Credit Union for that period. In preparing those financial statements, the directors are required to:-

- i. select suitable accounting policies and then apply them consistently;
- ii. make judgements and estimates that are reasonable and prudent;
- iii. prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Credit Union will continue in business.

The Directors are responsible for keeping proper accounting records which disclose with reasonable accuracy the financial position of the Credit Union and which enables them to ensure that the financial statements comply with the Credit Unions (Northern Ireland) Order 1985 and any amendments thereto. They are also responsible for safeguarding the assets of the Credit Union and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Signed: Jim Long _____ DIRECTOR

Signed: Kieran O'Donnell _____ DIRECTOR

Signed: Wm. Breen _____ DIRECTOR



Independent Auditor's Report to the Members of

Larne Credit Union Limited

I have audited the financial statements of Larne Credit Union Limited for the year ended 30th September 2008, which comprise Revenue Account, Surplus and Deficit Appropriation Account, Balance Sheet and related notes. These financial statements have been prepared under the accounting polices set out therein.

This report is made solely to the Credit Union's members, as a body, in accordance with Article 47 of the Credit Unions (Northern Ireland) Order 1985. My audit work has been undertaken so that I might state to the Credit Union's members those matters I am required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the Credit Union and the Credit Union's members as a body, for my audit work, for this report, or for the opinions I have formed.

Respective responsibilities of Directors and Auditors

The Credit Union's directors' responsibilities for preparing the financial statements in accordance with applicable law and Accounting Standards issued by the Accounting Standards Board are set out in the Statement of Directors' Responsibilities.

My responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

I report to you my opinion as to whether the financial statements give a true and fair view, in accordance with Generally Accepted Accounting Practice, and are properly prepared in accordance with the Credit Unions (Northern Ireland) Order 1985. I also report to you, if, in my opinion, proper books of account have not been kept by the Credit Union or if the information given in the Directors' Report is not consistent with the financial statements. In addition, I state if I have not obtained all the information and explanations necessary for the purposes of my audit or if the Credit Union's Balance Sheet and Revenue Account are not in agreement with the books of account.

I read the other information contained in the Annual Report and consider whether it is consistent with the audited financial statements. This other information comprises only the Chairman's Statement. I consider the implications for my report if I become aware of any apparent misstatements or material inconsistencies with the financial statements. My responsibilities do not extend to any other information.

Cont'd...

Larne Credit Union Limited

Independent Auditor's Report to the Members of

Larne Credit Union Limited Cont'd.

Basis of Opinion

I conducted my audit in accordance with International Standards on Auditing (UK and 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 judgments made by the directors in the preparation of the financial statements and of whether the accounting policies are appropriate to the Credit Union's circumstances, consistently applied and adequately disclosed.

I planned and performed my audit so as to obtain all the information and explanations which I considered necessary in order to provide me 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 my opinion I also evaluated the overall adequacy of the presentation of information in the financial statements.

I 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 10 to the financial statements.

Opinion

In my opinion the financial statements give a true and fair view of the state of the Credit Union's affairs as at 30th September 2008 and of its income and expenditure for the year then ended and have been properly prepared in accordance with the Credit Unions (Northern Ireland) Order 1985.

R.P. Nichol & Associates
11 Railway Street
ANTRIM

Signed: _____
Chartered Certified Accountant

25th November 2008

Registered Auditor

Larne Credit Union LimitedRevenue Account for the Year Ended 30th September 2008

<u>INCOME</u>	<u>2008</u>	<u>2007</u>
Interest from Loans to Members	470,874	430,434
Bank Deposit Interest	59,473	84,335
Sale of Rule Books and Sundry Income	4,292	4,905
Entrance Fees	339	376
Bad Debts Recovered	31,387	23,606
Foreign Exchange	3,187	1,147
Rent Received	5,200	1,200
	-----	-----
	574,752	546,003
<u>LESS MANAGEMENT EXPENSES</u>		
Treasurer's Honorarium Note 7	-	-
Ordinary Wages	100,554	86,540
Staff Uniforms	1,073	417
Rates and Ground Rent	5,293	5,914
Heat, Light & Cleaning	4,583	4,343
Repairs and Renewals – Premises	322	-
Repairs and Renewals – Equipment	8,273	9,040
Repairs and Renewals – Fixtures and Fittings	26	811
Postage & Telephone	7,267	6,167
Printing, Stationery & Advertising	7,978	5,758
Travelling Expenses	1,397	1,559
Convention Expenses	1,128	214
Chapter Expenses	100	100
Loan and Share Insurance	21,819	22,923
General Insurance	5,595	4,130
Bank Charges	317	375
Audit Fee	5,687	4,982
Accountancy Fee	752	705
Promotion and Training Expenses	6,626	4,013
General Expenses	2,116	1,428
Affiliation Fees	6,082	5,648
Legal Fees	2,075	5,138
	-----	-----
Total Management Expenses	189,063	170,205
<u>NON MANAGEMENT EXPENSES</u>		
Depreciation: Fixtures and Equipment	17,936	17,711
Leaseholds	9,569	9,768
Amortisation of Grant	(1,200)	(1,200)
Bad Debts Written Off	73,679	60,995
Provision for Bad Debt	-	-
Bank Interest Payable	118	93
Provision for Taxation	11,608	18,832
Cash Short (Over)	832	(86)
Share & Loan Differences written off	(14)	-
	-----	-----
Total Non Management Expenses	112,528	106,113
	-----	-----
Surplus for the year	273,161	269,685
	=====	=====

All recognised gains and losses are included in the Revenue Account.

The notes on pages 15 – 19 form part of these Financial Statements.

Surplus and Deficit Appropriation Account
for the Year Ended 30th September 2008

	<u>2008</u>	<u>2007</u>
Retained Surplus as at 1st October 2007	220,911	184,006
<u>Add</u> Surplus for the Year	273,161	269,685
	-----	-----
	494,072	453,691
<u>Less</u> Dividend paid in year Note 4	149,825	116,052
Interest Rebate paid in year Note 4	62,284	56,728
Transfer to General Reserve Note 6	40,000	60,000
	-----	-----
	252,109	232,780
Retained Surplus at 30th September 2008	241,963	220,911
	=====	=====

The notes on pages 15 – 19 form part of these Financial Statements.

Larne Credit Union Limited

Balance Sheet as at 30th September 2008

	<u>2008</u>	<u>2007</u>
<u>TANGIBLE FIXED ASSETS</u>		
Fixed Assets Note 2	463,196	490,730
<u>MEMBERS LOANS</u>		
Members Loans	4,212,798	3,770,416
Less Provision For Bad Debt	190,000	190,000
	-----	-----
Members Loans Note 3	4,022,798	3,580,416
<u>CURRENT ASSETS</u>		
Cash and Bank Balances	1,622,737	1,729,343
Sundry Debtors	582,252	391,042
Prepayments	5,454	2,066
	-----	-----
	2,210,443	2,122,451
	-----	-----
Total Assets	6,696,437	6,193,597
<u>CURRENT LIABILITIES</u>		
Sundry Creditors Note 9	22,649	20,289
Sundry Accruals	6,472	7,510
Corporation Tax Provision	13,258	37,843
	-----	-----
	42,379	65,642
	-----	-----
	6,654,058	6,127,955
	=====	=====
<u>REPRESENTED BY:-</u>		
Members Share Capital Note 5	5,718,906	5,253,855
General Reserve Note 6	693,189	653,189
Retained Surplus	241,963	220,911
	-----	-----
	6,654,058	6,127,955
	=====	=====
Signed: James Long _____	SECRETARY	
Signed: Kieran O'Donnell _____	DIRECTOR	
Signed: Wm. Breen _____	DIRECTOR	

The notes on pages 15 – 19 form part of these Financial Statements.

NOTES TO THE FINANCIAL STATEMENTS

Note 1 ACCOUNTING POLICIES

Applicable accounting standards have been followed in the preparation of these financial statements. The significant accounting policies adopted by the Credit Union are as follows:-

- (a) Historical Cost Convention
These financial statements have been prepared under the historical cost convention.
- (b) Interest from Loans to Members
Interest received from loans to members is accounted for as money is received and not as interest is earned.
- (c) Interest from Bank Deposits
Interest earned on Bank Deposits, whether received or not during the year, is included in the Revenue Accounts.
- (d) Bad and Doubtful Debts
Specific provision is made for all loans which are considered doubtful. Where a loan is considered irrecoverable, it is charged against income for the year and where a specific provision has already been made in respect of the loan, that provision is then released.
- (e) Taxation
The Credit Union is liable to Corporation Tax on its Deposit Interest and provision has been made for this liability at Current Taxation Rates.
- (f) Fixed Assets
Fixed Assets are stated at cost less depreciation. Depreciation is provided at straight line rates which are calculated to write off the value of assets over their estimated useful life, except in the case of Fixtures and Fittings where the reducing balance method is considered more appropriate.

Rates currently in use:

Premises	20% Straight Line
Computer	20% Straight Line
Fixtures & Fittings	15% Reducing Balance

NOTES TO THE FINANCIAL STATEMENTS Cont'd.

Note 2 FIXED ASSETS

	<u>Freehold Premises</u>	<u>Fixtures & Fittings</u>	<u>Computer</u>	<u>Total</u>	<u>2007</u>
Cost as at					
01.10.07	488,413	74,917	60,840	624,170	452,389
VAT reclaim	(9,967)	-	-	(9,967)	-
Additions	-	7,853	2,085	9,938	171,781

30.09.08	478,446	82,770	62,925	624,141	624,170

Depreciation					
as at 01.10.07	63,099	30,968	39,373	133,440	105,961
on Disposals	-	-	-	-	-
for the year	9,569	7,771	10,16	27,505	27,479

as at 30.09.08	72,668	38,739	49,538	160,945	133,440

NBV as at					
30.09.08	405,778	44,031	13,387	463,196	490,730
=====					

Percentage Rate of Annual Depreciation	2%	15%	20%
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Note 3 MEMBERS' LOANS

	<u>2008</u>	<u>2007</u>
Book Value of Members' Loans	4,212,798	3,770,416
<u>Less</u> Provision for Bad and Doubtful Debts:		
Balance as at 01.10.07	190,000	190,000
Increase during Year	-	-

Balance as at 30.09.08	190,000	190,000

	4,022,798	3,580,416
	=====	=====

NOTES TO THE FINANCIAL STATEMENTS Cont'd.

Note 4 SURPLUS DISTRIBUTION

In order to comply with FRS21 “Events after the balance sheet date” dividends will be recognised when a liability to pay the dividend has been created. Dividends payable by the Credit Union only become a liability when approved by the members in general meeting and thus at the financial year end no liability exists.

Directors will propose the following distribution of surplus at the Annual General Meeting.

	<u>2008</u>	<u>2007</u>
Retained surplus @ 30.09.07	220,911	184,008
Interest Rebate and Dividend paid in year	212,109	172,780
	-----	-----
Undistributed Surplus	8,802	11,228
Retained surplus (see Page 5)	273,161	269,683
Less Transfer to General Reserve (See Page 5)	40,000	60,000
	-----	-----
Available for distribution	241,963	220,911
<u>Less</u> Dividends to be proposed		
3.00% (2007 3.00%)	162,292	147,229
Interest rebate to be proposed		
15.00% (2007 15.00%)	70,621	64,565
	-----	-----
Surplus remaining	9,050	9,117
	=====	=====

Note 5 MEMBERS SHARE CAPITAL

In addition to members share capital, deposits are held on behalf of “Minors”. Minors Revenue Account and Balance Sheet are as follows:

Minors’ Revenue Account for the year ended 30th September 2008

Surplus Brought Forward	8,679	-
Surplus Distributed	(4,810)	-
	-----	-----
Undistributed Surplus	3,869	-
Bank Interest received	10,826	7,917
<u>Less</u> Cash Shortage (Over)	Nil	112
Administration Fee	3,500	(874)
Bank Fees & Interest	22	-
Difference in deposits written off	454	-
	-----	-----
	3,976	(762)
	-----	-----
Surplus available for distribution	10,719	8,679
	=====	=====

Minors’ Balance Sheet as at 30th September 2008

Cash at Bank Current/Deposit Account	224,712	191,621
Sundry Debtors	6,494	4,983
Sundry Creditors	(3,947)	-
	-----	-----
	227,259	196,604
	=====	=====
Minors Deposits in Credit Union	216,540	187,925
Surplus for the year	10,719	8,679
	-----	-----
	227,259	196,604
	=====	=====

NOTES TO THE FINANCIAL STATEMENTS Cont'd.

Note 6 GENERAL RESERVE

Reserve as at 01.10.07	653,189	593,189
<u>Add</u>		
Transfer from Surplus for the Year	40,000	60,000
	-----	-----
Balance as at 30th September 2008	693,189	653,189
	=====	=====

Note 7 TREASURER'S HONORARIUM

	<u>2007</u>	<u>2008</u>
Treasurer's Honorarium for the Year	-	-
	=====	=====

Note 8 TAXATION

Due within one year	13,258	37,843
Due greater than one year	-	-
	-----	-----
	13,258	37,843
	=====	=====

Note 9 SUNDRY CREDITORS

Taxation and Social Security	4,498	4,373
Sundry Creditors	18,151	15,916
	-----	-----
	22,649	20,289
	=====	=====

Note 10 OTHER SERVICES PROVIDED BY OUR AUDITORS

In common with many other businesses of our size and nature we use our auditors to prepare and submit returns to the tax authorities and assist with the preparation of the financial statements.

Note 11 APPROVAL OF THE FINANCIAL STATEMENTS

The financial statements were approved at a meeting of the Board of Directors on 25th November 2008.