

Registered company number 01445196 England and Wales
Registered charity number 509420

BRITISH MOTORCYCLE CHARITABLE TRUST

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2012

Williams, Anderson & Dudley

Registered Auditors

359 YARDLEY ROAD
YARDLEY
BIRMINGHAM B25 8NB

WEDNESDAY



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BRITISH MOTORCYCLE CHARITABLE TRUST

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BRITISH MOTORCYCLE CHARITABLE TRUST

LEGAL AND ADMINISTRATIVE INFORMATION

| | |
|---------------------------|---|
| Registered company number | 01445196 (England & Wales) |
| Registered charity number | 509420 |
| Registered office | Holly Cottage Main Street Bishampton Persnore Worcestershire United Kingdom WR10 2NH |
| Trustees | I N Walden OBE (Chairman) S Bagley T P V Barnes J F R Handley M Jackson J N Jeffery J E Kidson P J Wellings |
| Company secretary | A Bufton |
| Auditors | Williams, Anderson & Dudley Registered Auditors 359 Yardley Road Yardley Birmingham B25 8NB |
| Bankers | HSBC Bank Plc 22-24 Colmore Row Birmingham West Midlands B3 2QD |
| Investment managers | St James's Place Wealth Management 1 Tetbury Road Cirencester Gloucestershire GL7 1FP Smith & Williamson Investment Management 3 rd Floor 9 Colmore Row Birmingham B3 2BJ |

BRITISH MOTORCYCLE CHARITABLE TRUST

REPORT OF THE TRUSTEES

FOR THE YEAR ENDED 31 DECEMBER 2012

The trustees, who are also directors of the charity for the purposes of the Companies Act, submit their annual report and the audited financial statements for the year ended 31 December 2012. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" issued in 2005 in preparing the annual report and financial statements of the charity.

The reference and administrative details of the charity, its trustees and advisers are set out on page 1 of these financial statements.

STRUCTURE, GOVERNANCE AND MANAGEMENT

The British Motorcycle Charitable Trust is a company limited by guarantee covered by its Memorandum and Articles of Association dated 11 July 1979. It is registered as a charity (number 509420) with the Charity Commission. There are currently 20 corporate (voting) members each of who agree to contribute £1 in the event of the charity winding up. In addition, the charity had 784 associate (non-voting) members at the end of the year.

Statement of trustees' responsibilities

The trustees (who are also directors of the charity for the purposes of company law) are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for the year. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently,
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements,
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

BRITISH MOTORCYCLE CHARITABLE TRUST

REPORT OF THE TRUSTEES (CONTD)

FOR THE YEAR ENDED 31 DECEMBER 2012

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities

Appointment of new trustees

The directors of the charitable company (the charity) are its trustees for the purpose of charity law and throughout this report are collectively referred to as the trustees.

All corporate members are circulated with invitations to nominate trustees prior to the Annual General Meeting, advising them of the retiring trustees and requiring nominations for the AGM. When considering the nomination and election of the new trustees, the board has regard to the requirement of any specialist skill needed.

Trustee induction

New trustees are made fully aware of their legal obligations under charity law, the content of the Memorandum and Articles of Association, and the recent financial performance of the charity

Organisation

The board of trustees administers the charity. The board meets quarterly and there is a sub-committee covering investment policy. The day to day operations of the charity are managed by Andrew Bufton of Matchless Management Services

BRITISH MOTORCYCLE CHARITABLE TRUST

REPORT OF THE TRUSTEES (CONTD)

FOR THE YEAR ENDED 31 DECEMBER 2012

Related parties

The charity has a close working relationship with the Charity Commission which is available to provide advice and guidance to the trustees on a wide variety of matters. It also maintains close links with transport museums, particularly those within its affiliation scheme.

Risk management

The trustees have a risk management strategy which identifies the major risks to which the charity is exposed and the steps required to mitigate these risks which include insurance cover and legal and professional advice being taken where necessary to protect the assets of the charity.

Statement of disclosure of information to auditors

We, the trustees of the charity who held office at the date of approval of these financial statements, as set out above, each confirm so far as we are aware, that

- there is no relevant audit information of which the charity's auditors are unaware, and
- we have taken all the steps that we ought to have taken as trustees in order to make ourselves aware of any relevant audit information and to establish that the charity's auditors are aware of that information.

OBJECTIVES AND ACTIVITIES

The Charity's objects are for the advancement of the education of the public to preserve and promote interest in the preservation of such road vehicles (in particular motorcycles and tandems) and their associated equipment and accessories as are of scientific or historical interest.

Fulfilment of the charity's objectives includes a scheme of affiliation with transport museums around the country, which associate members of the charity may visit freely and expand their knowledge of the engineering skills executed in over 100 years of the British motorcycle industry.

The trustees have paid due regard to Charity Commission guidance on public benefit in deciding which activities the charity should undertake.

BRITISH MOTORCYCLE CHARITABLE TRUST

REPORT OF THE TRUSTEES (CONTD)

FOR THE YEAR ENDED 31 DECEMBER 2012

ACHIEVEMENTS AND PERFORMANCE

At the beginning of the year the Trust considered a Strategic Review of its aims and activities as an educational charity and confirmed its key roles as

The acquisition of motorcycles for long term loan to museums.

Providing support by way of grant aid and advice to museums to ensure better, more informative displays

and

Operating a membership scheme to make such museums more accessible to the public

The Trust met on four occasions during the year, at member museums, enabling Trustees to see at first hand how their support was being used. In December 2012, Peter Wellings stood down as Chairman, after four years in post, and Ian Walden took on the role.

During the year no new motorcycles were acquired although unsuccessful bids were made for a Grindlay Peerless motorcycle previously on loan to Brooklands Museum. Potential acquisitions were however considered at most meetings but were either not felt worthy of support, or were too expensive

2012 saw the completion of the restoration of a 1930 BSA Sloper motorcycle and a 1964 BSA Sunbeam motor scooter at the National Motor Museum, Beaulieu, and their subsequent display in the public galleries.

The Trust's major success in the year was the staging of an exhibition of the Robin Spalding scooter collection by Coventry Transport Museum, which opened on 26 October 2012 and ran until March 2013. This unique collection of 42no. British made scooters had never before been brought together and the exhibition was felt to be successful putting on display an important but rarely seen facet of the British motorcycle industry

The Trust's recommendations for improved management systems at the London Motorcycle Museum have been implemented and continuing support offered regarding potential grant aid from the Heritage Lottery Fund. Trustees also recommended that the labelling of motorcycles at the Black Country Living Museum could be improved and agreed to research and draft suitable information. At the end of the year, this work was ongoing

BRITISH MOTORCYCLE CHARITABLE TRUST

REPORT OF THE TRUSTEES (CONTD)

FOR THE YEAR ENDED 31 DECEMBER 2012

ACHIEVEMENTS AND PERFORMANCE (Contd)

The Haynes International Motor Museum commenced a major refurbishment programme during the year and the opportunity for funding improved displays of motorcycles was proposed and will be followed up. The Trust also received a request from the Sammy Miller Museum for grant aid towards restoration of a motorcycle in his collection. This specific request was not approved but the potential for regular grant aid for those museums which display motorcycles owned by the Trust, is being reviewed

The total number of (non-voting) Associate Members enrolled in the Trust's membership scheme since its inception was 784 at the end of December 2012, up from 560 a year earlier, and there were 565 active members and 20 corporate members at the end of the year. The free entry allowed by supported museums is a major element in attracting new members and further initiatives will be implemented to increase the number of new members in 2013.

During the year the BMCT were represented at the most popular gatherings of veteran, vintage and classic motorcycles in the country, including the Stafford Classic Motorcycle Show, the Veteran Motor Cycle Club Banbury Run and the Festival of 1,000 Bikes at Mallory Park. The Trust was in attendance at the prestigious Salon Privé Concours d'Elegance event in London displaying the AJS S3 motorcycle and was represented in the Classic Zone at the Motorcycle Live exhibition at Birmingham's National Exhibition Centre

The Trust benefitted from two bequests from deceased motorcycle enthusiasts, one being a collection of coins and the other a quantity of instruction manuals mainly for Velocette motorcycles

BRITISH MOTORCYCLE CHARITABLE TRUST

REPORT OF THE TRUSTEES (CONTD)

FOR THE YEAR ENDED 31 DECEMBER 2012

PLANS FOR FUTURE PERIODS

At the beginning of 2013, Robin Spalding offered to sell his scooter collection to the Trust, which was successful in finding a long term home for it at the Haynes International Motor Museum. Trustee Michael Jackson carried out a comprehensive survey and valuation of the collection and a price was negotiated which saw the transfer of the collection to Haynes at Sparkford, near Yeovil after the closure of the exhibition in Coventry.

During 2012 discussions started about the Trust providing major support for the new motorcycle displays at the National Motor Museum which could be of mutual benefit.

FINANCIAL REVIEW

Reserves Policy

Our reserves policy is to hold funds, as investments, sufficient to provide income therefrom which is safe and secure and commensurate with risk management policy.

The level of income generated by the "Administration Fund" (with a balance of £500,000 at the start and end of the year) is approximately 2%, representing an income of £ 10,000.

Our current allocation of reserves from the "Exhibit Fund" (£346,618 at the start of the year) is available for the purposes of acquiring historic British vehicles (in particular motorcycles) and to make grants to others for the restoration and exhibition of same. The value of the fund at the end of the year was £348,478 as two exhibits were sold at a small gain on their original cost.

The "Free Reserves" of the charity at the end of the year total £145,031.

Grant Making Policy

The charity makes grants to further and fulfil its objectives as set out in its Memorandum and Articles of Association and has an approved grant making policy in operation.

BRITISH MOTORCYCLE CHARITABLE TRUST

REPORT OF THE TRUSTEES (CONTD)

FOR THE YEAR ENDED 31 DECEMBER 2012

FINANCIAL REVIEW (Contd.)

Investment Powers and Policy

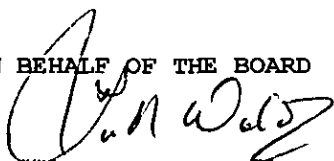
Under the Memorandum and Articles of Association, the charity has the power to invest in any way the trustees wish. The investment objectives are:

- (a) to generate income and capital growth so that the charity can meet future as well as current needs without interruption
- (b) to reduce risk by investing in an appropriate mix of assets
- (c) to maximise income on short term cash surpluses at negligible risk

AUDITORS

A resolution to re-appoint Williams, Anderson & Dudley as auditors for the ensuing year will be proposed at the Annual General Meeting.

ON BEHALF OF THE BOARD



I N. Walden OBE - Chairman

21 August 2013

BRITISH MOTORCYCLE CHARITABLE TRUST

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF BRITISH MOTORCYCLE CHARITABLE TRUST

We have audited the financial statements of The British Motorcycle Charitable Trust for the year ended 31 December 2012 which comprise the Statement of Financial Activities, the balance sheet and the related notes. These financial statements have been prepared under the accounting policies set out therein and the Financial Reporting Standard for Smaller Entities (effective April 2008).

This report is made solely to the charitable company's members, as a body, in accordance with sections 495 and 496 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company'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 charitable company and its 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 (who are also the directors of British Motorcycle Charitable Trust for the purposes of company law) responsibilities for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and for being satisfied that the financial statements give a true and fair view are set out in the Statement of Trustees' Responsibilities.

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

We report to you our opinion as to whether the financial statements give a true and fair view, have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice and have been prepared in accordance with the Companies Act 2006. We also report to you whether in our opinion, the information given in the Report of the Trustees is consistent with the financial statements.

In addition, we report to you if, in our opinion, the charity has not kept adequate accounting records, if the financial statements are not in agreement with the accounting records and returns, if we have not received all the information and explanations we require for our audit, or if certain disclosure of trustee's remuneration specified by law are not made.

We read the Report of the Trustees and consider the implications for our report if we become aware of any apparent misstatements within it.

BRITISH MOTORCYCLE CHARITABLE TRUST

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF BRITISH MOTORCYCLE CHARITABLE TRUST (CONTD)

Basis of audit opinion

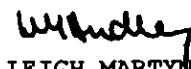
We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the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

We planned and performed our audit so as to obtain all 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.

Opinion

In our opinion

- the financial statements give a true and fair view of the state of the charitable company's affairs as at 31 December 2012 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- the financial statements have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities;
- the financial statements have been prepared in accordance with the Companies Act 2006, and
- the information given in the Report of the Trustees is consistent with the financial statements


LEIGH MARTYN DUDLEY F.C C A
SENIOR STATUTORY AUDITOR
For and on behalf of
WILLIAMS, ANDERSON & DUDLEY
STATUTORY AUDITORS

359 Yardley Road
Yardley
Birmingham
B25 8NB

21 August 2013

BRITISH MOTORCYCLE CHARITABLE TRUST

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 31 DECEMBER 2012

| | Notes | 2012 Unrestricted funds £ | 2011 Total funds £ |
|--|-------|------------------------------------|-----------------------------|
| INCOMING RESOURCES | | | |
| Incoming resources from generated funds | | | |
| Voluntary income | 2 | 9,852 | 7,097 |
| Investment income | 3 | 17,921 | 16,163 |
| | | <hr/> | <hr/> |
| Total incoming resources | | 27,773 | 23,260 |
| | | <hr/> | <hr/> |
| RESOURCES EXPENDED | | | |
| Costs of generating funds | | | |
| Costs of generating voluntary income | 4 | - | - |
| | | | |
| Charitable activities | 5 | | |
| Preservation and sponsorship grants | | (1,024) | 6,468 |
| | | | |
| Governance costs | 7 | 44,835 | 41,834 |
| | | <hr/> | <hr/> |
| Total resources expended | | 43,811 | 48,302 |
| | | <hr/> | <hr/> |
| NET (OUTGOING) RESOURCES | | (16,038) | (25,042) |
| Other recognised gains/(losses) | | | |
| Gain on tangible fixed asset disposal | | 1,860 | - |
| Gains/(losses) on investment assets | | 77,969 | (81,984) |
| | | <hr/> | <hr/> |
| Net movement in funds | | 63,791 | (107,026) |
| RECONCILIATION OF FUNDS | | | |
| Total funds brought forward | | 929,718 | 1,036,744 |
| | | <hr/> | <hr/> |
| TOTAL FUNDS CARRIED FORWARD | | 993,509 | 929,718 |
| | | <hr/> | <hr/> |

The notes form part of these financial statements

BRITISH MOTORCYCLE CHARITABLE TRUST

BALANCE SHEET

AT 31 DECEMBER 2012

| | Notes | 2012 Unrestricted funds £ | 2011 Total funds £ |
|--|-------|------------------------------------|-----------------------------|
| FIXED ASSETS | | | |
| Tangible assets | 10 | 260,356 | 270,456 |
| Investments | 11 | 725,242 | 669,214 |
| | | <hr/> | <hr/> |
| | | 985,598 | 939,670 |
| CURRENT ASSETS | | | |
| Debtors | 12 | 494 | 629 |
| Cash at bank | | 10,537 | 3,007 |
| | | <hr/> | <hr/> |
| | | 11,031 | 3,636 |
| CREDITORS | | | |
| Amounts falling due within one year | 13 | (3,120) | (13,588) |
| | | <hr/> | <hr/> |
| NET CURRENT ASSETS/ (LIABILITIES) | | 7,911 | (9,952) |
| | | <hr/> | <hr/> |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | 993,509 | 929,718 |
| | | <hr/> | <hr/> |
| NET ASSETS | | 993,509 | 929,718 |
| | | <hr/> | <hr/> |
| FUNDS | | | |
| Unrestricted funds | 14 | 993,509 | 929,718 |
| | | <hr/> | <hr/> |
| TOTAL FUNDS | | 993,509 | 929,718 |
| | | <hr/> | <hr/> |

The notes form part of these financial statements

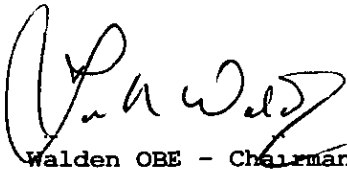
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BRITISH MOTORCYCLE CHARITABLE TRUST

BALANCE SHEET (CONTINUED)

AT 31 DECEMBER 2012

The financial statements were approved by the Board of Trustees on
and were signed on its behalf by:

A handwritten signature in black ink, appearing to read 'I.N. Walden', is written over the printed name.

I.N. Walden OBE - Chairman

21 August 2013

The notes form part of these financial statements

BRITISH MOTORCYCLE CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2012

1 ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value, as modified by the revaluation of certain assets and in accordance with the Financial Reporting Standards for Smaller Entities (effective April 2008), the Companies Act 2006 and the requirements of the Statement of Recommended Practice, Accounting and Reporting by Charities

Incoming resources

All incoming resources are included on the Statement of Financial Activities when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy

Resources expended

Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings, they have been allocated to activities on a basis consistent with the use of resources. Grants payable are recognised as expenditure when the commitment is entered into

Tangible fixed assets

The charity's collection of motorcycle exhibits is stated at cost. All exhibits are maintained in good condition and are held for the foreseeable future. The Trustees consider that the residual value of the collection is at least equal to its cost and no depreciation is charged.

Any new motorcycle costing over £500 is capitalised along with any subsequent expenditure on that motorcycle.

Taxation

The charity is exempt from corporation tax on its charitable activities.

Fund accounting

Unrestricted funds are available for any suitable charitable purpose.

Designated funds are unrestricted funds which have been set aside at the discretion of the Trustees for a specific (but not legally binding) purpose.

BRITISH MOTORCYCLE CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2012

1. ACCOUNTING POLICIES (CONTD.)

Investments

Investments held at fixed price assets are revalued at mid market value at the balance sheet date and the gain or loss taken to the Statement of Financial Activities. For investments where a mid market value is not available at the balance sheet date, the Trustees' best estimate of market value is used

2. VOLUNTARY INCOME

| | 2012 | 2011 |
|---------------|--------------|--------------|
| | £ | £ |
| Donations | 172 | 60 |
| Subscriptions | 9,680 | 7,037 |
| | <u>9,852</u> | <u>7,097</u> |

3. INVESTMENT INCOME

| | 2012 | 2011 |
|--------------------------|---------------|---------------|
| | £ | £ |
| Dividends received | 17,920 | 16,100 |
| Deposit account interest | 1 | 63 |
| | <u>17,921</u> | <u>16,163</u> |

4. COSTS OF GENERATING VOLUNTARY INCOME

| | 2012 | 2011 |
|-----------|----------|----------|
| | £ | £ |
| Publicity | - | - |
| | <u>-</u> | <u>-</u> |

5. CHARITABLE ACTIVITIES' COSTS

| | Grant funding of activities (see note 6) | | TOTALS | |
|--|--|--------------|----------------|--------------|
| | 2012 | 2011 | 2012 | 2011 |
| | £ | £ | £ | £ |
| Preservation and Sponsorship grants | (1,024) | 6,468 | (1,024) | 6,468 |
| | <u>(1,024)</u> | <u>6,468</u> | <u>(1,024)</u> | <u>6,468</u> |

BRITISH MOTORCYCLE CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTD)

FOR THE YEAR ENDED 31 DECEMBER 2012

6 **GRANTS PAYABLE**

The above grants have all been proposed in order for the charity to further its objectives of promoting and supporting the preservation and restoration of British motorcycle heritage.

There are no support costs associated with these grant making activities

7. **GOVERNANCE COSTS**

| | 2012 | 2011 |
|-------------------------------|---------------|---------------|
| | £ | £ |
| Management and administration | 44,835 | 41,834 |
| Legal fees | - | - |
| | <u>44,835</u> | <u>41,834</u> |

8 **TRUSTEES' REMUNERATION AND BENEFITS**

There were no trustees' remuneration or other benefits for the year ended 31 December 2012 nor for the year ended 31 December 2011

Trustees' Expenses

During the period, 6 trustees received £1,914 for reimbursed expenses (2011: 7 trustees received £2,153).

Indemnity insurance of officers amounted to £629 (2011. £629)

9. **EXPENDITURE**

The following are included in expenditure

| | 2012 | 2011 |
|--|--------------|--------------|
| | £ | £ |
| Auditors remuneration for audit services | 3,120 | 3,185 |
| | <u>3,120</u> | <u>3,185</u> |

BRITISH MOTORCYCLE CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTD)

FOR THE YEAR ENDED 31 DECEMBER 2012

| | | |
|----|----------------------------------|----------------------------|
| 10 | TANGIBLE FIXED ASSETS | Motorcycle exhibits |
| | COST | £ |
| | At 1 January 2012 | 270,456 |
| | Disposals | (10,100) |
| | | <hr/> |
| | At 31 December 2012 | 260,356 |
| | NET BOOK VALUE | <hr/> |
| | At 31 December 2012 | 260,356 |
| | | <hr/> |
| | At 31 December 2011 | 270,456 |
| | | <hr/> |
| 11 | FIXED ASSET INVESTMENTS | Listed investments |
| | | 2012 |
| | | £ |
| | Market value at 1 January 2012 | 669,214 |
| | Additions | 68,972 |
| | Disposals | (92,868) |
| | Revaluation adjustments | 79,924 |
| | | <hr/> |
| | Market value at 31 December 2012 | 725,242 |
| | | <hr/> |

There were no investment assets outside the UK.

BRITISH MOTORCYCLE CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTD)

FOR THE YEAR ENDED 31 DECEMBER 2012

11. FIXED ASSET INVESTMENTS (CONTD)

The charitable company's investments at the balance sheet date in the share capital of companies include the following:

BMCT Services Ltd.

Nature of business: Dormant

| | |
|----------------|----------------|
| Class of share | % |
| Ordinary | Holding 100 |

Its shares are held by Trustees as nominees for the Charity, and have no value in these accounts.

12. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | 2012 | 2011 |
|---------------|------|------|
| | £ | £ |
| Other debtors | 494 | 629 |

13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | 2012 | 2011 |
|-----------------|-------|--------|
| | £ | £ |
| Other creditors | 3,120 | 13,588 |

14. MOVEMENT IN FUNDS

| | At 01 01 12 £ | Net movement in funds £ | Transfers between funds £ | At 31 12.12 £ |
|---------------------------|---------------------|----------------------------------|------------------------------------|---------------------|
| Unrestricted funds | | | | |
| General fund | 83,100 | 61,931 | - | 145,031 |
| Exhibit fund | 346,618 | 1,860 | - | 348,478 |
| Administration fund | 500,000 | - | - | 500,000 |
| | 929,718 | 63,791 | - | 993,509 |
| TOTAL FUNDS | 929,718 | 63,791 | - | 993,509 |

BRITISH MOTORCYCLE CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTD)

FOR THE YEAR ENDED 31 DECEMBER 2012

14. MOVEMENT IN FUNDS (CONTD.)

Net movement in funds, included in the above are as follows

| | Incoming resources £ | Resources expended £ | Gains & losses £ | Movement in funds £ |
|---------------------------|----------------------------|----------------------------|------------------------|---------------------------|
| Unrestricted funds | | | | |
| General fund | 27,773 | (43,811) | 79,829 | 63,791 |
| | <u> </u> | <u> </u> | <u> </u> | <u> </u> |
| TOTAL FUNDS | <u>27,773</u> | <u>(43,811)</u> | <u>79,829</u> | <u>63,791</u> |

The administration fund is a designated fund, which is unrestricted and set aside to cover all management expenses

The exhibit fund is a designated fund, which is unrestricted, set aside for the purpose of acquiring historical British vehicles and also to make grants to others in the restoration and exhibition of motorcycles. The fund is available for investments in exhibits

ANALYSIS OF NET ASSETS BETWEEN FUNDS

| | General funds £ | Designated funds £ | Total funds £ |
|----------------------------------|-----------------------|--------------------------|---------------------|
| Fixed assets | - | 985,598 | 985,598 |
| Net current assets/(liabilities) | 145,031 | (137,120) | 7,911 |
| | <u> </u> | <u> </u> | <u> </u> |
| Total net assets | <u>145,031</u> | <u>848,478</u> | <u>993,509</u> |

15. APB ETHICAL STANDARD - PROVISIONS AVAILABLE FOR SMALL ENTITIES

In common with many other entities 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.

BRITISH MOTORCYCLE CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTD.)

FOR THE YEAR ENDED 31 DECEMBER 2012

16. ULTIMATE CONTROLLING PARTY

There is no controlling party with the ability to direct the financial and operating policies of the Charity with a view to gaining economic benefits from its activities.

17. TRANSACTIONS WITH RELATED PARTIES

During a previous year, a grant for £135,000 was awarded to The Black Country Museum. One of the Trustees of The British Motorcycle Charitable Trust was an employee of The Black Country Museum Trust Ltd until 31 July 2009. The grant was paid in full during the previous financial year.