Draft Financial Statements at 03 SEPTEMBER 2013 at 13:15:27

Company Registration No. 1117804 (England and Wales)

COCOA RESEARCH ASSOCIATION LTD

DIRECTORS' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2012

COCOA RESEARCH ASSOCIATION LTD

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COCOA RESEARCH ASSOCIATION LTD

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2012

The directors present their report and financial statements for the year ended 31 December 2012.

Principal activities

The principal activity of the company has continued to be that of scientific research on cocoa. The company has received contributions towards this research programme from chocolate manufacturers and the UK cocoa trade. The company is administering a number of projects co-funded by the Dutch Buffer Stock Fund of the Dutch Ministry of Agriculture, Nature and Food Quality (LNV). This involves the financial and technical management of these projects and has received and disbursed project funds from the LNV and the other contributions towards cocoa research accordingly.

Directors

The following directors have held office since 1 January 2012:

R A Lass
Dr M Gilmour
D.W Preece

Auditors

Chartwells were appointed auditors to the company and in accordance with section 385 of the Companies Act 1985, a resolution proposing that they be re-appointed will be put to the Annual General Meeting.

Statement of directors' responsibilities

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

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

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the 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 company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

FINAL

COCOA RESEARCH ASSOCIATION LTD

DIRECTORS' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2012

Statement of disclosure to auditors

So far as the directors are aware, there is no relevant audit information of which the company's auditors are unaware. Additionally, the directors have taken all the necessary steps that they ought to have taken as directors in order to make themselves aware of all relevant audit information and to establish that the company's auditors are aware of that information.

This report has been prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006.

On behalf of the board

....

R A Lass

Director

....

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF COCOA RESEARCH ASSOCIATION LTD

We have audited the financial statements of Cocoa Research Association Ltd for the year ended 31 December 2012 set out on pages 5 to 9. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (effective April 2008) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's 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 company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors
As explained more fully in the Directors' Responsibilities Statement set out on pages 1 - 2, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

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 company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Directors' Report to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements
In our opinion the financial statements:
- give a true and fair view of the state of the company's affairs as at 31 December 2012 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006
In our opinion the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

COCOA RESEARCH ASSOCIATION LTD

INDEPENDENT AUDITORS' REPORT (CONTINUED)

TO THE MEMBERS OF COCOA RESEARCH ASSOCIATION LTD

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- 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
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption in preparing the directors' report.

Nicolena Lyon (Senior Statutory Auditor)
for and on behalf of Chartwells

....

Chartered Accountants
Statutory Auditor

Wickford
Essex
SS12 9JR

FINAL

~~Draft~~ Financial Statements at 03 SEPTEMBER 2013 at 13:15:31

COCOA RESEARCH ASSOCIATION LTD

BALANCE SHEET

AS AT 31 DECEMBER 2012

	Notes	2012 £	2012 £	2011 £	2011 £
Fixed assets					
Investments	5		783,249		781,883
Current assets					
Debtors	6	367,554		216,791	
Cash at bank and in hand		50,710		3,103	
		418,264		219,894	
Creditors: amounts falling due within one year	7	(236,160)		(70,438)	
Net current assets			182,104		149,456
Total assets less current liabilities			965,353		931,339
Capital and reserves					
Called up share capital	8		24		24
Profit and loss account	9		965,329		931,315
Shareholders' funds			965,353		931,339

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime within Part 15 of the Companies Act 2006 and with the Financial Reporting Standard for Smaller Entities (effective April 2008).

Approved by the Board for issue on ....

....

R A Lass

Director

Company Registration No. 1117804

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COCOA RESEARCH ASSOCIATION LTD

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2012

	Notes	2012 £	2011 £
Turnover		559,723	340,747
Research expenditure		(497,570)	(306,066)
Administrative expenses		(54,657)	(58,011)
Operating profit/(loss)	2	7,496	(23,330)
Investment income	3	-	139,475
Other interest receivable and similar income	3	26,519	17,143
Profit on ordinary activities before taxation		34,015	133,288
Tax on profit on ordinary activities	4	-	-
Profit for the year	9	34,015	133,288

COCOA RESEARCH ASSOCIATION LTD

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2012

1 Accounting policies

1.1 Accounting convention

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

1.2 Compliance with accounting standards

The financial statements are prepared in accordance with applicable United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), which have been applied consistently (except as otherwise stated).

1.3 Turnover

The turnover consists of contributions from the chocolate companies and the cocoa trade and grants from the Dutch Buffer Stock Fund for jointly funded projects.

1.4 Investments

Fixed asset investments are stated at cost less provision for diminution in value.

1.5 Foreign currency translation

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. All differences are taken to profit and loss account.

1.6 Research Grant

The company has continued to manage and receive further co-funding contributions from the Dutch Buffer Stock Fund of the Dutch Ministry of Agriculture, Nature and Food Quality (LNV) for its jointly funded projects.The project to improve the security of the material in the International Cocoa Genebank,Trinidad has been completed.The concluding payment from LNV will be received once the final report has been approved.

2 Operating profit/(loss)

	2012	2011
	£	£
Operating profit/(loss) is stated after charging:		
Auditors' remuneration	3,000	3,000

3 Investment income

	2012	2011
	£	£
Income from fixed asset investments	-	139,475
Bank interest	26,519	17,143
	26,519	156,618

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2012

4 Taxation

The company has received approval as a scientific research association for the periods to 31 December 2009, under section 508 of the Income and Corporation Taxes Act 1988. At the date of approval of these accounts the directors are hopeful that approval will be granted for Scientific Research Association Status. They therefore consider that no provision for taxation is required.

5 Fixed asset investments

	Listed investments £
Cost	
At 1 January 2012	781,883
Additions	1,366
At 31 December 2012	783,249
Net book value	
At 31 December 2012	783,249
At 31 December 2011	781,883

	Market value £
At 31 December 2012	801,986
At 31 December 2011	739,682

6 Debtors

	2012 £	2011 £
Trade debtors	347,155	188,081
Other debtors	20,399	28,710
	367,554	216,791

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2012

7 Creditors: amounts falling due within one year

	2012	2011
	£	£
Bank loans and overdrafts	-	15,540
Trade creditors	6,146	10,273
Taxation and social security	62,655	30,356
Other creditors	167,359	14,269
	236,160	70,438

8 Share capital

	2012	2011
	£	£
Allotted, called up and fully paid		
24 Ordinary shares of £1 each	24	24

9 Statement of movements on profit and loss account

	Profit and loss account
	£
Balance at 1 January 2012	931,314
Profit for the year	34,015
Balance at 31 December 2012	965,329

COCOA RESEARCH ASSOCIATION LTD

DETAILED TRADING AND PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2012

		2012		2011
	£	£	£	£
Turnover				
Other income		343,522		340,747
LNV Safeguarding ICGT		63,722		-
Bioversity CacoNet		17,932		-
Ingenic		3,112		-
MMSP Project		131,435		-
		559,723		340,747
Distribution costs	497,570		306,066	
Administrative expenses	54,657		58,011	
		(552,227)		(364,077)
Operating profit/(loss)		7,496		(23,330)
Other interest receivable and similar income				
Bank interest received		26,519		17,143
Income from investments				
P/L on disposal of listed investments		-		139,475
Profit before taxation	6.08%	34,015	39.12%	133,288

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COCOA RESEARCH ASSOCIATION LTD

SCHEDULE OF DISTRIBUTION COSTS AND ADMINISTRATIVE EXPENSES

FOR THE YEAR ENDED 31 DECEMBER 2012

	2012	2011
	£	£
Distribution costs		
Reading Quarantine	87,336	132,388
ICGD	64,276	22,040
Trinidad Plant Breading	129,757	133,329
LNV Safeguarding ICGT	63,722	18,309
Bioversity CacaoNet	17,932	-
Ingenic	3,112	-
MMSP Project	131,435	-
	497,570	306,066
Administrative expenses		
Wages and salaries	38,816	38,823
Rent re licences and other	2,800	3,578
Insurance	767	767
Printing, postage and stationery	331	752
Telephone	670	671
Travelling & meeting expenses	6,328	4,116
Accountancy	1,041	430
Audit fees	3,000	3,000
Bank charges	76	(105)
Investment managers fee	759	5,468
Sundry expenses - allowable	69	511
	54,657	58,011