

DRAFT

THE COLOUR GROUP (GREAT BRITAIN)

**(A COMPANY LIMITED BY GUARANTEE
NOT HAVING SHARE CAPITAL)**

FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2007

**THE COLOUR GROUP (GREAT BRITAIN)
(A COMPANY LIMITED BY GUARANTEE)
YEAR ENDED 31 DECEMBER 2007
COMPANY NO. 707804
REPORT OF THE DIRECTORS**

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The Directors submit their annual report, together with the financial statements of the company for the year ended 31 December 2007. The preliminary notes below conform to the structure provided by the SORP (2005) guidelines.

OBJECTIVES AND ACTIVITIES

The Colour Group (Great Britain), founded in 1940, is an interdisciplinary society that draws together people interested in all aspects of colour – its perception, measurement, reproduction and artistic expression. Monthly meetings are held, mostly in London, from October to May and provide a unique forum for the exchange of information and contacts. The objectives of the Colour Group are to encourage the study of colour in all its aspects and to promote the education of the public in the field of colour.

GOVERNING DOCUMENTS

The Colour Group is incorporated as a Limited Company, governed by its Memorandum and Articles of Association. It is also a charity registered with the Charity Commissioners No. 1047548 and as such is a non-profit making organisation.

RECRUITMENT OF MANAGEMENT COMMITTEE

The management and control of the Colour Group is vested in the Committee, which is elected by the Members at the Annual General Meeting held in May, following the procedures laid down in the Articles of Association. The Committee normally comprises six office holders and six ordinary members. All service on the Committee is honorary and without remuneration. Any casual vacancy amongst the Ordinary Members of the Committee may be filled from amongst the Members.

The Committee has the power to co-opt any person to the Committee provided that there are not more than two such co-opted persons serving on the Committee at the same time. The normal term of office is two years for the Chairman and Ordinary members, and five years for the Secretary and Treasurer. The Chairman usually holds the office of Vice-Chairman in the year prior to and the year following his or her tenure as Chairman, thereby providing good continuity of management. The Committee normally meets five times per year.

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ORGANISATIONAL STRUCTURE

The members of the Committee, and hence Directors of the Company, during the year were:

	<u>Before 10th May 2007</u>	<u>After 10th May 2007</u>
Chairman:	Roy Osborne	Prof Lindsay MacDonald
Vice-Chairman	Prof Lindsay MacDonald	Roy Osborne
Treasurer	Prof Ralph Jacobson	Prof Ralph Jacobson
Secretary	Prof John Mellerio	Prof John Mellerio
Membership Secretary	Dr Alison Gilchrist	Dr Alison Gilchrist
Newsletter Editor	Mr Andrew Hanson	Mr Andrew Hanson
Ordinary members	Mr Roger Bourdon Mr Bernard Staig-Graham Dr Marisa Rodriguez-Carmona Prof Andrew Stockman Dr Sophie Wuerger Ms Angela Wright	Mr Neil Parkinson Dr Michael Pointer Prof Jack Moreland Prof Andrew Stockman Dr Sophie Wuerger Ms Angela Wright Dr Marisa Rodriguez-Carmona (co-opted)

Each candidate for membership must be nominated and seconded by existing members, and all proposals for new membership are considered by the Committee. Members are required to pay an annual subscription, currently £15. Life membership may be purchased for a one-off payment, currently £250. At the end of December 2007 there were 131 Ordinary Members, 34 Life Members, 15 Patron Members and 9 Honorary Members.

RELATED PARTIES

The Colour Group is a member of the International Colour Association (AIC), based in Geneva, a world-wide association of societies interested in the subject of colour. It is also affiliated to the UK division of the Commission Internationale de l'Éclairage (CIE), based in Vienna, the international body responsible for standardisation of illumination and colour. It collaborates with the Society of Dyers and Colourists, based in Bradford, in a range of activities.

ACHIEVEMENTS AND PERFORMANCE

The Colour Group publishes a monthly newsletter, circulated to members by post and email, to disseminate information on all aspects of colour to a potentially very wide audience. It also maintains an informative web site at <http://www.colour.org.uk/> Following an open application procedure and peer review, nine Palmer Awards totalling £4,284 were made by the Committee to post-graduate students engaged in colour research, to enable them to present papers at international conferences.

The following meetings were held in 2007. Colour Group meetings were attended, in aggregate, by 425 people, of whom 169 were members: average attendance was 53 people. In addition two joint meetings took place with other organizations but attendance records are not available. Three awards were made during the year to individuals in recognition of their lifetime achievement and contributions to the field of colour research.

Wednesday, 10 January 2007 Annual Vision Meeting, Institute of Ophthalmology, London, and **Palmer Lecture** by Professor David Foster, Manchester University, and the 2007 **Cambridge Research Systems Sponsored Lecture** by Qasim Zaidi, SUNY College of Optometry, New York.

Wednesday, 7 February 2007 (evening meeting) **Turner Lecture** *The Only Thing Constant Is Change - A Life in Colour*, and presentation of Turner Medal to Ms Zandra Rhodes, Royal College of Art, Kensington Gore, London.

Wednesday, 4 April 2007 One-day **Colour Vision Meeting A Tribute to Professor Robert Alexander Weale** Gonville and Caius College, University of Cambridge

Wednesday, 16 May 2007 Annual General Meeting, City University, London. Followed by the **Retiring Chairman's Address**, *Fulvio Morato and Reformation Colour Symbolism*, by Mr Roy Osborne

Wednesday, 20 June 2007 Joint meeting with the Computer Art Society of the British Computer Society, **Colour in Computer Art**. The Davidson Building, Southampton Street, London

Thursday, 12 July 2007 One-day joint meeting with Institute of Physics (REMS) **The Eye and How We See Colour**. Institute of Physics, Portland Place, London

Saturday, 15 September 2007 One-day meeting jointly organized by the National Museum of the Media (Bradford), the Colour Group of the IoP and the Colour Group (GB) to coincide with the exhibition at the NMM celebrating the **Invention of the Autochrome Process for Colour Photography**. Bradford

Thursday, 20 September 2007 One-day meeting jointly with the Applied Vision Association. **Animal Vision** City University, London

Wednesday, 3 October 2007 Extra-Ordinary General Meeting for presentation of accounts followed by **Colour and Harmony in Psychology**, City University, London

Wednesday, 7 November 2007 Science Meeting: Palmer Awards, Holders of the Award for 2007 described their work for feedback from the Awards Panel. City University, London

Tuesday, 4 December 2007 Visit to Winsor and Newton Works at Wealdstone, North London: visit cancelled at a 24 hours notice because of illness of W & N guides

FUTURE PLANS

The society will be continuing with its policy and strategy in undertaking meetings in support of and in collaboration with other organisations in all aspects of colour. These are open to members and non-members of the Colour Group.

Initiatives planned for the next five years include:

- The Newton Medal will be awarded in 2008 to a distinguished researcher with a international reputation for innovation in colour science and technology.
- Continue on an annual basis to advertise and award travel grants to graduate research students to facilitate their attendance at international conferences.
- A Fellowship will be established in 2008 for a Colour Lecturer to give a series of lectures around the UK, mostly to schools and colleges, to promote interest in, and understanding of, the opportunities for colour in art and science.
- Closer ties will be established with the Colour Library at the Royal College of Art, with the aim of developing it into the national collection on all aspects of colour.
- A Working Group on 'Colour in the Workplace' will be established to examine the current ergonomic standards that affect human performance and attitude.
- Plans will be made to host the International Colour Association (AIC) Quadrennial Congress in 2013 in the UK.

All these plans and initiatives are in place to ensure that The Society is fulfilling its role as an educational charity as is the provision of grants.

FINANCIAL REVIEW

The state of the company's affairs is considered to be satisfactory. Total Income for the year ended 31 December 2007 from all sources amounted to £8,868 (2006 £9,137). Overall expenditure for 2007 amounted to £8,292 (2006 £7,371). The total funds had increased at the year end by £544 to a total of £158,916.

The main income for the group comes from membership subscriptions. The fee is set at a modest level to encourage membership. The Colour Group is also supported by a number of corporate patrons who pay substantially more for their membership in support of the aims of the group as an educational charity dedicated to encouraging the study of colour in all its aspects and to promoting education of the public in the field of colour.

The Colour Group's main expenditures in support of its charitable aims are in the running of educational meetings and in providing grants for those involved in colour research to attend meetings and disseminate their knowledge. The monthly group meetings are free and open to all, whilst more specialised meetings are usually run in collaboration with other learned organisations. Budgets for these latter meetings are planned to break even in order to make them more accessible to more people.

INVESTMENT POLICY

The Directors consider that the overall investment policy meets the objectives of the charity, balancing current income with future capital growth. The investment policy is to achieve a balanced return between income and capital growth from a low level of risk. At present our investments are shared between COIF Charity Funds and a relatively high yield deposit account. It is the intention of the Committee to review this situation and seek advice on how to achieve a more efficient way of investing to yield sufficient funds to finance our current educational programme and future initiatives.

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RESERVES POLICY

The policy agreed by the Trustees for the expendable capital fund at its inception allocated the bulk of the capital to retention for such purposes as:

- Provision of income for continuing charitable operation and any associated administrative costs;
- Provision for unseen contingency costs;
- Compliance with UK charity and accounting law.

The Reserves Policy will be reviewed annually in conjunction with other policies. The Colour Group now has more funds than ever before due to legacies. The trustees' policy is to build the level of free reserves to ensure continued financial stability, allowing The Colour Group to meet its aims and objectives as they evolve in the future.

RISK MANAGEMENT

Each year a risk assessment is undertaken by the Committee in order to identify the major risks to which the Colour Group is exposed under the headings: Governance and Management, Financial, Compliance, Operational, Environment and External Factors. The risks register currently lists a total of 20 potential risks which have been assessed as to their likelihood and potential impact. Existing and new control systems have been identified to limit each of these risks. The majority of individual risks are reviewed annually.

ACCOUNTS

This report has been prepared in accordance with the provision of Part VII of the Companies Act 1985, relating to small companies.

By Order of the Committee

Professor John Mellerio, Secretary

**ACCOUNTANTS' REPORT TO THE DIRECTORS ON THE
UNAUDITED FINANCIAL STATEMENTS OF THE COLOUR GROUP (GREAT
BRITAIN)**

In accordance with the engagement letter dated 10th March 1998, and in order to assist you to fulfil your duties under the Companies Act 1985, we have compiled the financial statements of the company which comprise the Profit and Loss account, the Balance Sheet and the related notes from the accounting records and information and explanations you have given to us.

This report is made to the directors, as a body, in accordance with the terms of our engagement. Our work has been undertaken so that we might compile the financial statements that we have been engaged to compile, report to the directors that we have done so, and state those matters that we have agreed to state to them in this 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 directors, as a body, for our work or for this report.

We have carried out this engagement in accordance with technical guidance issued by the Institute of Chartered Accountants in England and Wales and have complied with the ethical guidance laid down by the Institute relating to members undertaking the compilation of the financial statements.

You have acknowledged on the balance sheet for the year ended 31 December 2007 your duty to ensure that the company has kept proper accounting records and to prepare the financial statements that give a true and fair view under the Companies Act 1985. You consider that the company is exempt from the statutory requirement for an audit for the year.

We have not been instructed to carry out an audit of the financial statements. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the financial statements.

**Bartrum Lerner
Accountants
39A Welbeck Street
London
W1G 8DH**

THE COLOUR GROUP (GREAT BRITAIN)
(A COMPANY LIMITED BY GUARANTEE)
YEAR ENDED 31 DECEMBER 2007
COMPANY NO. 707804

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STATEMENT OF FINANCIAL ACTIVITIES (INCLUDING INCOME & EXPENDITURE ACCOUNT)

	Notes	Unrestricted Funds 2007 £	Total Funds 2006 £
Incoming resources			
Incoming resources from generating funds:			
<i>Voluntary income:</i>			
Donations and grants	2	3,716	4,738
<i>Activities for generating funds:</i>			
Investment income		5,152	4,399
Total incoming resources		<u>8,868</u>	<u>9,137</u>
Resources expended			
Donations and grants made	3	4,284	2,000
Charitable activities	4	2,921	4,492
Governance costs	4	1,087	879
Total resources expended		<u>8,292</u>	<u>7,371</u>
Net surplus before other recognised gains		576	1,766
Other recognised gains			
(Loss)/gain on revaluation of investment assets	5	(32)	(340)
Net movement in funds - net income for the year		<u>544</u>	<u>1,426</u>
Reconciliation of funds			
Total funds brought forward		158,372	156,946
Total funds carried forward		<u><u>158,916</u></u>	<u><u>158,372</u></u>
STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES			
Net surplus before other recognised gains		576	1,766
(Loss)/gain on revaluation of investment assets	5	(32)	(340)
Total recognised gains and losses relating to the year		<u><u>544</u></u>	<u><u>1,426</u></u>

The notes on pages 9 to 11 form an integral part of these financial statements

1. **ACCOUNTING POLICIES**

a) **Basis of accounting**

The financial statements have been prepared in accordance with the Companies Act 1985 except as noted below in regard to investments and follow the recommendations in Accounting and Reporting by Charities: Statement of Recommended Practice revised in 2005. The results of the company's operations are described in the Directors Report.

b) **Income**

Income includes subscriptions and donations received by the company being a charity together with other miscellaneous income.

With regard to life subscriptions, the amount taken to the income and expenditure account is the annual amortisation charged evenly over 12 years.

c) **Depreciation**

Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following basis:

Office equipment - 20% on cost

d) **Investments**

Asset

Investments are disclosed at their market value at the year end with the surplus or deficits on revaluation shown separately in the Income and Expenditure account.

Income

Dividend income and interest receivable is accounted for on the receipts basis.

e) **Stock**

Stock is valued at the lower of cost and net realisable value.

THE COLOUR GROUP (GREAT BRITAIN)
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE ACCOUNTS (CONTINUED)
YEAR ENDED 31 DECEMBER 2007

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	<u>2007</u>	<u>2006</u>
	£	£
2. INCOME		
Members' subscriptions and donations	2,673	3,564
Other income	<u>1,043</u>	<u>1,174</u>
	<u>3,716</u>	<u>4,738</u>
	=====	=====

	<u>2007</u>	<u>2006</u>
	£	£
3. DONATIONS AND GRANTS MADE		
Wen Luo		500
C Ripamanti		500
K Deshpande		500
Min H Kim		500
Cheng Li	500	
E Fontenau	500	
L Garcia-Suarez	500	
M Hedrich	500	
P C Engelbrecht	385	
S Semple	399	
V Cheung	500	
Y J Kim	500	
E Tantcheva	500	
	<u>4,284</u>	<u>2,000</u>
	=====	=====

	<u>2007</u>	<u>2006</u>
	£	£
4. CHARITABLE ACTIVITIES		
Meetings costs	1,710	3,194
Newsletters	524	561
Insurance	220	192
Subscriptions	349	470
Sundries	<u>118</u>	<u>75</u>
	<u>2,921</u>	<u>4,492</u>
	=====	=====

GOVERNANCE COSTS

Professional fees	880	846
Sundry expenses	159	23
Bank charges	<u>48</u>	<u>10</u>
	<u>1,087</u>	<u>879</u>
	=====	=====

THE COLOUR GROUP (GREAT BRITAIN)
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NOTES TO THE ACCOUNTS (CONTINUED)
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	<u>2007</u> £	<u>2006</u> £
5. INVESTMENTS		
MARKET VALUE		
As at 1 January 2007	42,330	42,670
Loss on revaluation	<u>(32)</u>	<u>(340)</u>
As at 31 December 2007	42,298 =====	42,330 =====
COIF Charities Fixed Interest Fund	29,757	30,045
COIF Charities Investment Fund	<u>12,541</u>	<u>12,285</u>
	42,298 =====	42,330 =====
6. DEBTORS	<u>2007</u> £	<u>2006</u> £
Due within one year:		
- Amount owed by BMVA (meetings)	- =====	459 =====
7. MOVEMENTS IN FUNDS	<u>2007</u> £	<u>2006</u> £
Unrestricted funds		
Balance as at 1st January	150,372	148,946
Surplus for the year	<u>544</u>	<u>1,426</u>
	150,916	150,372
W C Granville Fund	<u>8,000</u>	<u>8,000</u>
Total unrestricted funds	£158,916 =====	£158,372 =====

**THE COLOUR GROUP (GREAT BRITAIN)
(A COMPANY LIMITED BY GUARANTEE)
INCOME AND EXPENDITURE ACCOUNT
YEAR ENDED 31 DECEMBER 2007**

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	<u>2007</u>	<u>2006</u>
	£	£
<u>INCOME</u>		
Subscriptions: Patron members	717	737
Ordinary members	1,694	2,054
Life members	<u>262</u>	<u>250</u>
	2,673	3,041
Income from meetings	688	459
Donations	-	523
Sundry sales	<u>355</u>	<u>715</u>
	3,716	4,738
<u>INVESTMENT INCOME</u>		
Bank interest	3,073	2,338
Other interest	-	-
COIF Fixed Interest Fund	<u>2,079</u>	<u>2,061</u>
	5,152	4,399
	8,868	9,137
<u>Cost of sales</u>		
Opening stock	30	30
Purchases	-	-
Closing stock	<u>30</u>	<u>30</u>
	-	-
<u>Donations paid by charitable company</u>	<u>4,284</u>	<u>2,000</u>
	4,584	7,137
<u>Less: Expenses</u>		
Meeting costs	1,329	3,080
Medals	118	75
Newsletters	524	561
Insurance	220	192
Subscriptions	349	470
Accountancy fees	880	846
Travel	381	114
Sundry expenses	109	23
Bank charges	48	10
Internet	<u>50</u>	-
	4,008	5,371
SURPLUS FOR THE YEAR	576	1,766
Deficit on revaluation of Investments	<u>(32)</u>	<u>(340)</u>
NET SURPLUS FOR THE YEAR	<u>£544</u>	<u>£1,426</u>
	=====	=====