

# **EURIM**

(A company limited by guarantee)

**Directors' report and financial statements**

**Registered number 2816980**

**31 December 2007**

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## Directors' report

The directors present their annual report and the audited financial statements for the year ended 31 December 2007.

### Principal activities

EURIM is a UK-based not-for-profit group concerned with the politics of the "Information Society" in a UK and European context. It brings together politicians (MPs, MEPs and Peers), advisors (including officials as observers) and Industry (corporations, trade associations, professional bodies, not-for-profits etc.) to review issues and identify where work is needed (whether to set the agenda for debate, or to better scrutinise proposals already under way). Where there is consensus, EURIM works to secure timely and effective action at whatever level necessary.

### Business review

During the course of the year, activities were focussed on the following themes: Knowledge Economy (the actions necessary for the UK to be globally competitive); the use of ICT to help deliver socially inclusive public services when, where and how most needed; Confidence in the Internet as a safe place to learn, work and play; Secure Personal Identity and Data Sharing; and Communications regulation (including Internet Governance).

Over 40 meetings were organised in the course of the year on identity management, the transformation of public service delivery, on-line child protection, Internet Governance, e-Crime prevention and Communications Regulation: increasingly in co-operation with partners like PITCOM, the All Party Communications and Fraud Prevention Groups, ISPA, ITSPA, Intellect, Nominet, SOCITM, the Westminster Media Forum, the E-Business Regulatory Alliance and the US Internet Caucus and the Parliamentary Office of Science and Technology and with officials and policy advisors with BERR, Cabinet Office, DWP, Home Office, MoJ and Treasury on Personal Identity, Data Sharing and Shared Service Delivery. With the help of PITCOM and of Nominet we organised Parliamentary visits to Washington (to coincide with the annual conference of the Internet Caucus) and to Rio de Janeiro (for the Internet Governance Forum). Meeting summaries were sent to members and placed on [www.eurim.org.uk](http://www.eurim.org.uk). Details of consultations were circulated to those who had registered interest on the topics concerned and workshops organised with those running the consultations where there was sufficient concern.

### Directors

The Directors during the course of the year were:

Earl of Erroll  
Malcolm Harbour MEP  
Lord McNally  
Rt Hon Alun Michael MP  
Margaret Moran MP  
Lord Randall of St Budeaux  
Lord Renwick  
Ian Taylor MBE MP

### Disclosure of information to auditors

The directors who held office at the date of approval of this directors' report confirm that, so far as they are each aware, there is no relevant audit information of which the Company's auditors are unaware; and each director has taken all the steps that he/she ought to have taken as a director to make himself/herself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

### Auditors

A resolution for the re-appointment of KPMG LLP as auditors of the company is to be proposed at the forthcoming Annual General Meeting.

### Political and Charitable Donations

The Company made no political or charitable donations during the year.

By order of the board

Margaret Moran MP

29<sup>th</sup> January 2008  
165 Queen Victoria Street  
London  
EC4V 4DD

## **Statement of directors' responsibilities in respect of the Directors' Report and the Financial Statements**

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 UK Accounting Standards.

The financial statements are required by law to 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 judgments 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; and
- 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 proper accounting records that disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that its financial statements comply with the Companies Act 1985. They have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the company and to prevent and detect fraud and other irregularities.

Under applicable law the directors are also responsible for preparing a Directors' Report that complies with that law.



## **Independent auditors' report to the Members of EURIM**

We have audited the financial statements of EURIM for the year ended 31 December 2007 which comprise the income and expenditure account and the balance sheet and the related notes. These financial statements have been prepared under the accounting policies set out therein.

This report is made solely to the company's members, as a body, in accordance with section 235 of the Companies Act 1985. 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 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 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 described in the Statement of Directors' Responsibilities on page 2 the company's directors are responsible for the preparation of the financial statements in accordance with applicable law and UK Accounting Standards (UK Generally Accepted Accounting Practice).

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 and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the Directors' Report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and other transactions is not disclosed.

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

### **Basis of audit opinion**

We conducted our audit in accordance with International Standards on Auditing (UK 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 company's circumstances, consistently applied and adequately disclosed.

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

### **Opinion**

In our opinion:

- the financial statements give a true and fair view, in accordance with UK Generally Accepted Accounting Practice, of the state of the company's affairs as at 31 December 2007 and of its deficit for the year then ended;
- and have been properly prepared in accordance with the Companies Act 1985; and
- The information given in the Directors' Report is consistent with the financial statements.

**KPMG LLP**  
*Chartered Accountants*  
*Registered Auditor*

8 Salisbury Square  
London, EC4Y 8BB

## Income and Expenditure account

for the year ended 31 December 2007

|   | Note | 2007                  | 2006                  |
|---|------|-----------------------|-----------------------|
|   |      | £                     | £                     |
| <b>Turnover</b>                                       | 2    |                       |                       |
| <b>Subscriptions:</b>                                 |      |                       |                       |
| Corporate members                                     |      | 107,825               | 99,485                |
| Associate members                                     |      | 31,546                | 35,125                |
| Other   |      | 18,791                | 1,968                 |
|   |      | <hr/>                 | <hr/>                 |
|   |      | 158,162               | 136,578               |
| <b>Administrative expenses:</b>                       |      |                       |                       |
| Governance  |      | (20,322)              | (20,922)              |
| Management  |      | (2,484)               | (4,050)               |
| Membership Services                                   |      | (27,481)              | (29,777)              |
| Recruitment   |      | (4,759)               | (6,308)               |
| Dissemination and publication                         |      | (3,914)               | (4,949)               |
| Research  |      | (114,382)             | (87,760)              |
|   |      | <hr/>                 | <hr/>                 |
|   |      | (173,342)             | (153,766)             |
| <b>Operating deficit</b>                              |      | <hr/> <b>(15,180)</b> | <hr/> <b>(17,188)</b> |
| Interest on deposit accounts                          |      | 7,773                 | 6,094                 |
|   |      | <hr/>                 | <hr/>                 |
| <b>Deficit on ordinary activities before taxation</b> |      | <b>(7,407)</b>        | <b>(11,094)</b>       |
|   |      | <hr/>                 | <hr/>                 |
| <b>Taxation</b>                                       |      | <b>(1,531)</b>        |                       |
| <b>Deficit on ordinary activities after taxation</b>  |      | <b><u>(8,938)</u></b> |                       |

There were no other surpluses or deficits apart from those reported in the income and expenditure account.

## Balance sheet

at 31 December 2007

|  | <i>Note</i> | £              | 2007<br>£                   | £       | 2006<br>£           |
|--|-------------|----------------|-----------------------------|---------|---------------------|
| <b>Current assets</b>                                  |             |                |                             |         |                     |
| Cash at bank and in hand                               |             | <b>201,389</b> |                             | 178,734 |                     |
|  |             | <hr/>          |                             | <hr/>   |                     |
| <b>Creditors - amounts falling due within one year</b> | 5           |                | <b>201,389<br/>(86,796)</b> |         | 178,734<br>(55,203) |
|  |             |                | <hr/>                       |         | <hr/>               |
| <b>Net assets</b>                                      |             |                | <b>114,593</b>              |         | 123,531             |
|  |             |                | <hr/> <hr/>                 |         | <hr/> <hr/>         |
| <b>Reserves</b>  |             |                |                             |         |                     |
| Revenue reserve  |             |                | <b>114,593</b>              |         | 123,531             |
|  |             |                | <hr/> <hr/>                 |         | <hr/> <hr/>         |

These financial statements were approved by the board of directors on 29<sup>th</sup> January 2008 and were signed on its behalf by:

**Margaret Moran MP**  
*Director*

## Notes

*(forming part of the financial statements)*

### 1 Accounting policies

The financial statements have been prepared under the historical cost accounting rules and in accordance with applicable accounting standards.

Under Financial Reporting Standard 1 (Revised 1996) the company is exempt from the requirement to prepare a cash flow statement in view of its size.

### 2 Turnover

Turnover represents subscriptions received from members exclusive of VAT.

### 3 Deficit on ordinary activities is stated after charging:

|                         | 2007         | 2006         |
|-------------------------|--------------|--------------|
|                         | £            | £            |
| Auditor's remuneration: |              |              |
| Audit                   | 2,200        | 2,200        |
| Other Services          | 200          | 200          |
|                         | <hr/>        | <hr/>        |
|                         | <b>2,400</b> | <b>2,400</b> |
|                         | <hr/> <hr/>  | <hr/> <hr/>  |

### 4 Taxation

EURIM is a company limited by guarantee providing and does not trade but is liable to Corporation Tax on the interest on bank accounts.

### 5 Creditors

Amounts falling due within one year

|   | 2007          | 2006          |
|---|---------------|---------------|
|   | £             | £             |
| Advance membership subscriptions and sponsorship receipts | 68,771        | 50,342        |
| Sundry creditors  | 18,025        | 4,861         |
|   | <hr/>         | <hr/>         |
|   | <b>86,796</b> | <b>55,203</b> |
|   | <hr/> <hr/>   | <hr/> <hr/>   |

### 6 Members' liability

The company is limited by guarantee and has no share capital. On a winding up each member and each person who ceased to be a member within one year prior to the date of winding up is liable to contribute a sum not exceeding £1 to the assets of the company for payments of the debts and liabilities of the company contracted before he ceased to be a member of the company, and of the costs, charges and expenses of the winding up of the company.

### 7 Directors Emoluments

The Directors of EURIM received no emoluments during the financial year ended 31 December 2007 (2006 £nil).

### 8 Staff Numbers and Costs

EURIM did not have any employees during the year ended 31 December 2007 (2006 nil).

### 9 Revenue reserve

|                                  | 2007           | 2006        |
|----------------------------------|----------------|-------------|
|                                  | £              | £           |
| Deficit for the year             | <b>(8,938)</b> | (11,094)    |
| Retained surplus brought forward | <b>123,531</b> | 134,625     |
|                                  | <hr/>          | <hr/>       |
|                                  | <b>114,593</b> | 123,531     |
|                                  | <hr/> <hr/>    | <hr/> <hr/> |