

Company Registration No. 1947623 (England and Wales)

**WORLD COAL ASSOCIATION  
COMPANY LIMITED BY GUARANTEE**

**Directors' report and audited financial statements**

**For the year ended 30 September 2014**

# WORLD COAL ASSOCIATION

## COMPANY INFORMATION

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|                          |   |
|--------------------------|---|
| <b>Directors</b>         | Mr R Axthelm<br>Mr K Ball<br>Mr J Beere<br>Mr J Bekkering<br>Mr N Bowen<br>Mr M Buffier<br>Mr K Crutchfield<br>Mr C Curfman<br>Dr G Dazhao<br>Mr T Doheny<br>Mr M Dreyer<br>Mr J Farrell<br>Mr P Flynn<br>Mr S French<br>Mr P Freyberg<br>Mr K Hoshino<br>Mr H Kenyon-Slaney (appointed as Chairman on 27 May 2014)<br>Mr G Krasnyankiy<br>Mr I Leonenko<br>Mr J Lowell<br>Mr E Masternak<br>Mr E Masscy<br>Mr J Morrish<br>Mr F Palmer<br>Mr H Qi<br>Mr A Sealey<br>Mr K Seri<br>Mr J Siegal<br>Mr J Skip Stephens Jr<br>Mr J Slater<br>Mr D Slone<br>Mr L Sumner<br>Mr E Thrasher<br>Mr A Wang<br>Mr R Wicks<br>Mr R Wilson<br>Mr Y Zhang<br>Mr A Zapantis<br>Ms V Zaydenvary |
| <b>Chief Executive</b>   | Mr M Catelin<br>Mr B Sporton (appointed as acting Chief Executive 19 November 2014)   |
| <b>Company number</b>    | 1947623   |
| <b>Registered office</b> | 5th Floor<br>Heddon House<br>149-151 Regent Street<br>London<br>W1B 4JD   |

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# WORLD COAL ASSOCIATION

## COMPANY INFORMATION

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**Auditors**                      Menzies LLP  
Lynton House  
7 - 12 Tavistock Square  
London  
WC1H 9LT

**Accountants**                      WSM Advisors Limited  
Pinnacle House  
17-25 Hartfield Road  
Wimbledon  
SW19 3SE

**Bankers**                              NatWest Bank plc  
250 Regent Street  
London  
W1B 3BN

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# WORLD COAL ASSOCIATION

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# **WORLD COAL ASSOCIATION**

## **DIRECTORS' REPORT**

**For the year ended 30 September 2014**

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The directors present their report and financial statements for the Association for the year ended 30 September 2014

### **Principal activities**

The Association is a non-governmental, non-profit making, worldwide industry association of coal enterprises. Its key objectives are to promote coal as a strategic resource, to promote the role of clean coal technologies in improving the environmental performance of coal, and to provide a forum for the exchange of information and discussion of issues affecting the global coal industry. Through contacts with official bodies, consumers and other interested parties, the Association aims to strengthen the understanding of coal's contribution to energy security, social and economic development, and to demonstrate its improving environmental performance.

### **Liability of members**

The World Coal Association is a company limited by guarantee. In the event the company is wound up as a result of insolvency, each member undertakes to contribute to the assets of the Association such amount as may be required, not exceeding £1.

### **Management of risk**

The directors manage the liquidity of the Association in order to meet its obligations as they become due. The Association's exposure to credit risk is to the extent of cash and receivables as reflected in the balance sheet. Management monitor the recoverability of debtors and cash balances are deposited only with financial institutions which the directors consider to be of suitable credit rating.

### **Review of activities and future developments**

A surplus of £1,407 after tax for the year ended 30 September 2014 added to the cumulative surplus brought forward of £112,485 results in a surplus of £113,892 at 30 September 2014.

In the 2014 calendar year the World Coal Association held two full meetings of members (in Dehli, India and Rome, Italy). Worldwide developments affecting the coal industry, and the general direction of the work of the Association, were discussed at these meetings.

The World Coal Association has Consultative Status Category II to the United Nations Economic and Social Council and Consultative Status to the UN Industrial Development Organisation. The Association is a registered observer organisation with the UN Framework Convention on Climate Change, and attended the relevant annual and intersessional meetings of the UN Framework Convention on Climate Change and the Kyoto Protocol on Climate Change.

The Association participated in many other international energy-related meetings and conferences.

The World Coal Association (WCA) continued to update material on its website and on social media outlets on a regular basis and launched Extract, the new WCA blog. WCA drafted reports and new publications including a new membership pack, factsheets and case studies. In partnership with Shenhua Group, WCA launched a new quarterly magazine; Cornerstone. WCA continued to work with a PR agency to improve media engagements.

The Association participated in many other international energy-related meetings and conferences.

### **Going concern**

The Association continues to generate a surplus and effectively manage its liquidity requirements. Having considered its funding requirements for a period of at least 12 months following the signing of the balance sheet, the directors consider the Association to be a going concern.

# WORLD COAL ASSOCIATION

## DIRECTORS' REPORT (CONTINUED)

For the year ended 30 September 2014

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### Membership

Membership is open to all coal enterprises. At 30 September 2014 membership stood at 21 full corporate members, 19 associate members and 6 Honorary members:

#### Full Corporate Members:

PT Andaro Indonesia  
Alpha Natural Resources  
Anglo American  
Arch Coal  
BHP Billiton  
Bowie Resource Partners  
Caterpillar Global Mining  
China National Coal Group  
GE Mining  
Glencore  
Joy Global  
Karakan Invest  
Katowicki Holding Weglowy  
Mitsubishi Development  
Orica  
Peabody Energy  
Rio Tinto  
Shenhua Group  
LLC Vostsibugol  
Whitehaven Coal  
Xcoal Energy and Resources

#### Associate Members:

Asociacion Nacional De Empresarios De Colombia  
Assocarboni  
Associacao Brasileira do Carvao Mineralz  
Association of British Mining Equipment Companies  
China National Coal Association  
Coal Association of Canada  
Coal Association of New Zealand  
Coal Imp – Association of UK Coal Importers  
Fossil Fuel Association  
German Coal Association  
Indonesian Coal Mining Association  
Iranian Mines & Mining Industries Development & Renovation  
Organization  
Japan Coal Energy Centre  
Minerals Council of Australia  
Mongolian Coal Association  
National Mining Association  
Queensland Resources Council  
Shaanxi Coal Industry Bureau  
Svenska Kolinstitutet

# WORLD COAL ASSOCIATION

## DIRECTORS' REPORT (CONTINUED)

For the year ended 30 September 2014

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Honorary Members:

- Mr J C Farrell
- Mr E M Massey
- Mr J H Morrish
- Mr A A Scalcy
- Mr J M Slater
- Mr R Wicks

The following changes to Membership have occurred in the period from 1 October 2013 to the date of this Report.

(a) Additional

Full Corporate Members:

- Karakan Invest (20 March 2014)
- Whitehaven Coal (18 February 2014)
- Xcoal Energy & Resources (8 April 2014)
- Bowie Resource Partners (28 April 2014)
- Alpha Natural Resources (1 August 2014)

Associate Members:

- Queensland Resources Council (1 November 2013)
- Minerals Council of Australia (25 March 2014)

(b) Lapsed

Full Corporate Members:

- BHP Billiton Mitsubishi Alliance (1st October 2013)
- Solid Energy New Zealand (1st October 2013)
- Total SA (1st October 2013)
- Consol Energy (1st October 2013)
- GE Mining (1st October 2014)
- Katowicki Holding Weglowy (1st October 2014)
- PT Adaro Indonesia (1st October 2014)

Associate Members:

- Co2CRC (22 April 2014)

# WORLD COAL ASSOCIATION

## DIRECTORS' REPORT (CONTINUED)

For the year ended 30 September 2014

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### Directors

The Articles of Association provide for each member of the Association to appoint a director and alternate director if the member wishes to do so.

The following directors have held office since 1 October 2013:

|                       |                 |
|-----------------------|-----------------|
| Mr J Bekkering        | Mr A Wang       |
| Mr J Beere            | Mr R Wicks      |
| Mr M Buffier          | Mr R Wilson     |
| Mr C Curfman          | Mr A Zapantis   |
| Dr G Dazhao           | Ms V Zaydenvarg |
| Mr J Farrell          |                 |
| Mr P Freyberg         |                 |
| Mr K Hoshino          |                 |
| Mr H Kenyon-Slaney    |                 |
| Mr G Krasnyankiy      |                 |
| Mr I Leonenko         |                 |
| Mr E Massey           |                 |
| Mr E Masternak        |                 |
| Mr J Morrish          |                 |
| Mr F Palmer           |                 |
| Mr H Qi               |                 |
| Mr K Seri             |                 |
| Mr J Slater           |                 |
| Mr A Scaley           |                 |
| Mr J Skip Stephens Jr |                 |
| Mr D Slone            |                 |
| Mr L Sumner           |                 |

The following directors have been appointed since 1 October 2013

|                  |                              |
|------------------|------------------------------|
| Mr J Bekkering   | (appointed 1 October 2013)   |
| Mr N Bowen       | (appointed 3 January 2014)   |
| Mr T Doheny      | (appointed 2 January 2014)   |
| Mr K Ball        | (appointed 18 February 2014) |
| Mr P Flynn       | (appointed 18 February 2014) |
| Mr E Thrasher    | (appointed 11 April 2014)    |
| Mr S French      | (appointed 24 April 2014)    |
| Mr J Lowell      | (appointed 25 April 2014)    |
| Mr M Dreyer      | (appointed 1 May 2014)       |
| Mr J Siegel      | (appointed 1 May 2014)       |
| Mr Y Zhang       | (appointed 27 May 2014)      |
| Mr R Axthelm     | (appointed 1 October 2014)   |
| Mr K Crutchfield | (appointed 1 October 2014)   |



# WORLD COAL ASSOCIATION

## DIRECTORS' REPORT (CONTINUED)

For the year ended 30 September 2014

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The following directors have resigned since 1 October 2013:

|                     |                    |
|---------------------|--------------------|
| Mr G Bartkowiak     | (1 October 2013)   |
| Mr V Cosgrove       | (1 October 2013)   |
| Mr B Luff           | (1 October 2013)   |
| Mr S Dumble         | (1 October 2013)   |
| Mr J Junqua Salanne | (1 October 2013)   |
| Mr L Simonelli      | (1 October 2013)   |
| Mr C Elkington      | (28 November 2013) |
| Mr M Sutherland     | (2 January 2014)   |
| Mr C Hardoby        | (9 April 2014)     |
| Mr S Winberg        | (9 April 2014)     |
| Mr G Gomwe          | (24 April 2014)    |
| Mr T Altmeyer       | (25 April 2014)    |
| Mr X Zhang          | (27 May 2014)      |
| Mr A Grant          | (1 October 2014)   |
| Mr G Knox           | (1 October 2014)   |
| Dr L Kurczabinski   | (1 October 2014)   |
| Mr R Laskuda        | (1 October 2014)   |
| Mr G Thohir         | (1 October 2014)   |
| Mr M Catclin        | (15 January 2015)  |

### Auditors

Menzies LLP was appointed as auditor for these accounts by resolution at the Annual General Meeting on 21 May 2013. A resolution on the appointment of auditors for the financial year ended 30 September 2013 will be put to the members of the Annual General Meeting on 27 May 2014.

### 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.

### 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.

# **WORLD COAL ASSOCIATION**

## **DIRECTORS' REPORT (CONTINUED)**

**For the year ended 30 September 2014**

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### **Small companies regime**

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

By order of the board

**B Sporton, Acting Chief Executive**  
2 June 2015

# **WORLD COAL ASSOCIATION**

## **INDEPENDENT AUDITORS' REPORT**

### **TO THE MEMBERS OF WORLD COAL ASSOCIATION**

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We have audited the financial statements of World Coal Association for the year ended 30 September 2014 set out on pages 9 to 17. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's shareholders, 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 shareholders 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 shareholders 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 - 6, 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**

A description of the scope of an audit of financial statements is provided on the APB's website at [www.frc.org.uk/apb/scope/private.cfm](http://www.frc.org.uk/apb/scope/private.cfm).

#### **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 30 September 2014 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.

## **WORLD COAL ASSOCIATION**

### **INDEPENDENT AUDITORS' REPORT (CONTINUED)**

#### **TO THE MEMBERS OF WORLD COAL ASSOCIATION**

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##### **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 and take advantage of the small companies exemptions from the requirement to prepare a strategic report.

**Richard Watson FCCA (Senior Statutory Auditor)**  
**for and on behalf of Menzies LLP**  
**Statutory Auditor and Chartered Accountant**

9 June 2015

Lynton House  
7 - 12 Tavistock Square  
London  
WC1H 9LT

# WORLD COAL ASSOCIATION

## INCOME AND EXPENDITURE ACCOUNT

For the year ended 30 September 2014

|   | Note | £       | 2014<br>£          | £       | 2013<br>£          |
|---|------|---------|--------------------|---------|--------------------|
| <b>INCOME</b>   |      |         |                    |         |                    |
| Subscription income                                   | 2    |         | 1,248,223          |         | 1,266,975          |
| Interest income                                       |      |         | 1,883              |         | 4,329              |
| Other income  |      |         | 750                |         | 821                |
|   |      |         | <u>1,250,856</u>   |         | <u>1,272,125</u>   |
| <b>EXPENDITURE</b>                                    |      |         |                    |         |                    |
| Accommodation   |      | 75,742  |                    | 78,875  |                    |
| Wages and salaries                                    | 4    | 802,210 |                    | 708,978 |                    |
| Other staff costs                                     |      | 12,833  |                    | 36,817  |                    |
| Rates   |      | 35,241  |                    | 40,962  |                    |
| Equipment leasing                                     |      | 5,290   |                    | 7,644   |                    |
| Office costs  |      | 46,855  |                    | 35,888  |                    |
| Publications and website                              |      | 107,855 |                    | 85,443  |                    |
| Travelling and subsistence                            |      | 77,250  |                    | 121,660 |                    |
| Entertaining  |      | 5,820   |                    | 5,872   |                    |
| Legal and professional fees                           |      | 25,868  |                    | 23,765  |                    |
| Accountancy and tax fees                              |      | 19,295  |                    | 24,670  |                    |
| Audit fees  |      | 9,400   |                    | 9,400   |                    |
| Other non-audit fees                                  |      | -       |                    | 550     |                    |
| Bad and doubtful debts                                |      | 816     |                    | 1,280   |                    |
| Cost of meetings                                      |      | 21,005  |                    | 25,755  |                    |
| Depreciation on office equipment                      |      | 2,641   |                    | 2,358   |                    |
| Depreciation on furniture                             |      | 830     |                    | 938     |                    |
|   |      |         | <u>(1,248,951)</u> |         | <u>(1,210,855)</u> |
| <b>Income from investments</b>                        |      |         |                    |         |                    |
| P/L on disposal of office equipment                   |      |         | (121)              |         | -                  |
|   |      |         | <u>1,784</u>       |         | <u>61,270</u>      |
| <b>Surplus on ordinary activities before taxation</b> | 3    |         |                    |         |                    |
| <b>Taxation</b>                                       | 6    |         | (377)              |         | (865)              |
| <b>Surplus for the year after taxation</b>            |      |         | <u>1,407</u>       |         | <u>60,405</u>      |

There are no recognised gains or losses in the current and previous year.

All the activities of the Association are classified as continuing.

The notes on page 11 to 16 form part of these financial statements.

# WORLD COAL ASSOCIATION

## BALANCE SHEET

As at 30 September 2014

|   |       | 2014             |                | 2013             |                |
|---|-------|------------------|----------------|------------------|----------------|
|   | Notes | £                | £              | £                | £              |
| <b>Fixed assets</b>                                   |       |                  |                |                  |                |
| Tangible assets                                       | 7     |                  | 7,879          |                  | 9,120          |
| <b>Current assets</b>                                 |       |                  |                |                  |                |
| Debtors   | 8     | 749,829          |                | 124,734          |                |
| Cash at bank and in hand                              |       | 332,651          |                | 600,625          |                |
|   |       | <u>1,082,480</u> |                | <u>725,359</u>   |                |
| <b>Creditors: amounts falling due within one year</b> | 9     | <u>(973,599)</u> |                | <u>(619,126)</u> |                |
| <b>Net current assets</b>                             |       |                  | 108,881        |                  | 106,233        |
| <b>Total assets less current liabilities</b>          |       |                  | <u>116,760</u> |                  | <u>115,353</u> |
| <b>Provisions for liabilities</b>                     | 10    |                  | <u>(2,868)</u> |                  | <u>(2,868)</u> |
| <b>Net assets</b>                                     |       |                  | <u>113,892</u> |                  | <u>112,485</u> |
| <b>Capital and reserves</b>                           |       |                  |                |                  |                |
| Income and expenditure account                        | 13    |                  | <u>113,892</u> |                  | <u>112,485</u> |
| <b>Members' funds</b>                                 | 15    |                  | <u>113,892</u> |                  | <u>112,485</u> |

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.

Approved by the Board and authorised for issue on 2 June 2015

M Buffier  
Chairman  
Company Registration No. 1947623

The notes on page 11 to 16 form part of these financial statements.

# WORLD COAL ASSOCIATION

## NOTES TO THE FINANCIAL STATEMENTS

For the year ended 30 September 2014

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### **1 Accounting policies**

#### **1.1 Basis of accounting**

The financial statements are prepared under the historical cost convention and 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).

The company has taken advantage of the exemption, conferred by Financial Reporting Standard 1, from presenting a cashflow statement as it qualifies as a small company.

#### **1.2 Subscriptions and other income**

Subscription income is represented by membership fees to the Association for the year commencing October to September the following year and is stated net of value added tax.

Subscription income is recognised in the period to which it relates. Income is invoiced in advance prior to October and expected to be settled by the members by 1 October.

Subscriptions outstanding are recognised as subscriptions receivable in debtors.

Subscriptions invoiced in advance are recognised as deferred income.

Other income is represented by bank interest received and is recognised in the period to which it relates.

#### **1.3 Tangible fixed assets and depreciation**

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

|                       |                                      |
|-----------------------|--------------------------------------|
| Office equipment      | 33% per annum reducing balance basis |
| Fixtures and fittings | over the period of the lease         |
| Furniture             | 25% per annum reducing balance basis |

#### **1.4 Leasing**

Costs in respect of operating leases are charged upon a straight line basis over the lease term.

#### **1.5 Pensions**

The company operates a defined contribution scheme. The amount charged to the income and expenditure account in respect of pension costs and other post-retirement benefits is the contribution payable in the year. Differences between contributions payable in the year and contributions actually paid are shown as either accruals or prepayments in the balance sheet.

#### **1.6 Foreign currency translation**

Foreign currency transactions are initially recorded in sterling by applying the exchange rates on the date of transaction. Monetary assets and liabilities denominated in foreign currencies are re-translated at the exchange rate ruling at the balance sheet date. Exchange differences are taken to profit and loss account.

#### **1.7 Interest income**

Interest income is recognised as it accrues.

# WORLD COAL ASSOCIATION

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the year ended 30 September 2014

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**1 Accounting policies** **(Continued)**

**1.8 Provisions for liabilities**

A provision is recognised when the company has a legal or constructive obligation as a result of a past event and it is probable that an outflow of economic benefits will be required to settle the obligation. If the effect of the time value of money is material provisions are determined by discounting future cash flows. Where the past event gives rise to future economic benefits, an equivalent asset is capitalised and depreciated over the period over which the benefits arise.

**1.9 Taxation**

The Association is subject to tax on interest received only.

**2 Subscriptions income**

Income from members' subscriptions and special contributions for the year (excluding value added tax) was as follows:

|                     | <b>2014</b>                 | <b>2013</b>                 |
|---------------------|-----------------------------|-----------------------------|
|                     | £                           | £                           |
| Subscription income | 1,248,223                   | 1,266,975                   |
|                     | <u>                    </u> | <u>                    </u> |

In the year to 30 September 2014, 99.8% (2013: 98.7%) of the company's income was from markets outside the United Kingdom.

| <b>3 Surplus on ordinary activities before taxation</b>            | <b>2014</b>                 | <b>2013</b>                 |
|--|-----------------------------|-----------------------------|
|  | £                           | £                           |
| Operating surplus on ordinary activities is stated after charging: |                             |                             |
| Depreciation of tangible assets                                    | 3,471                       | 3,296                       |
| Operating lease rentals  | 81,032                      | 86,519                      |
| Auditors' remuneration - audit fee                                 | 9,400                       | 9,400                       |
| Auditors' remuneration - other non audit services                  | -                           | 550                         |
|  | <u>                    </u> | <u>                    </u> |



# WORLD COAL ASSOCIATION

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the year ended 30 September 2014

### 4 Employees

#### Number of employees

The average monthly number of staff during the year was:

| 2014<br>Number | 2013<br>Number |
|----------------|----------------|
| 6              | 5              |

#### Employment costs

|                       | 2014<br>£      | 2013<br>£      |
|-----------------------|----------------|----------------|
| Wages and salaries    | 674,718        | 591,255        |
| Social security costs | 83,592         | 74,236         |
| Other pension costs   | 43,900         | 43,487         |
|                       | <u>802,210</u> | <u>708,978</u> |

### 5 Directors' remuneration

|                           | 2014<br>£      | 2013<br>£      |
|---------------------------|----------------|----------------|
| The highest paid director | <u>415,199</u> | <u>408,536</u> |

The number of directors for whom retirement benefits are accruing under defined contribution schemes amounted to 1 (2013: 1).

The director accruing retirement benefits was Chief Executive, M Catelin.

With the exception of the emoluments of the Chief Executive who, in accordance with the Articles of Association, is Ex Officio a Director, none of the Board of Directors received any remuneration for their services to the company (2013: nil). No expenses were incurred by the Chairman, X Zhang, on World Coal Association activities (2013: £nil).

## WORLD COAL ASSOCIATION

### NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the year ended 30 September 2014

| 6 | Taxation  | 2014         | 2013            |
|---|---|--------------|-----------------|
|   |   | £            | £               |
|   | <b>Domestic current year tax</b>  |              |                 |
|   | U.K. corporation tax  | 377          | 865             |
|   | <b>Total current tax</b>  | <u>377</u>   | <u>865</u>      |
|   | <b>Factors affecting the tax charge for the year</b>  |              |                 |
|   | Surplus on ordinary activities before taxation  | <u>1,784</u> | <u>61,270</u>   |
|   | Surplus on ordinary activities before taxation multiplied by standard rate of UK corporation tax of 20% (2013: 20%) | <u>357</u>   | <u>12,254</u>   |
|   | Effects of:   |              |                 |
|   | Income not subject to tax   | <u>20</u>    | <u>(11,389)</u> |
|   |   | <u>20</u>    | <u>(11,389)</u> |
|   | <b>Current tax charge for the year</b>  | <u>377</u>   | <u>865</u>      |

There are no factors affecting the future tax charge of the company

# WORLD COAL ASSOCIATION

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the year ended 30 September 2014

### 7 Tangible fixed assets

|                       | Office<br>equipment<br>£ | Fixtures and<br>fittings<br>£ | Furniture<br>£ | Total<br>£ |
|-----------------------|--------------------------|-------------------------------|----------------|------------|
| <b>Cost</b>           |                          |                               |                |            |
| At 1 October 2013     | 15,972                   | 28,366                        | 21,869         | 66,207     |
| Additions             | 2,351                    | -                             | -              | 2,351      |
| Disposals             | (696)                    | -                             | -              | (696)      |
| At 30 September 2014  | 17,627                   | 28,366                        | 21,869         | 67,862     |
| <b>Depreciation</b>   |                          |                               |                |            |
| At 1 October 2013     | 9,524                    | 28,366                        | 19,197         | 57,087     |
| On disposals          | (575)                    | -                             | -              | (575)      |
| Charge for the year   | 2,641                    | -                             | 830            | 3,471      |
| At 30 September 2014  | 11,590                   | 28,366                        | 20,027         | 59,983     |
| <b>Net book value</b> |                          |                               |                |            |
| At 30 September 2014  | 6,037                    | -                             | 1,842          | 7,879      |
| At 30 September 2013  | 6,448                    | -                             | 2,672          | 9,120      |

### 8 Debtors

|                          | 2014<br>£ | 2013<br>£ |
|--------------------------|-----------|-----------|
| Subscriptions receivable | 670,017   | -         |
| Other debtors            | 44,008    | 53,124    |
| Prepayments              | 35,804    | 71,610    |
|                          | 749,829   | 124,734   |

Amounts falling due after more than one year and included in the debtors above are:

|              | 2014<br>£ | 2013<br>£ |
|--------------|-----------|-----------|
| Rent deposit | 25,150    | -         |

# WORLD COAL ASSOCIATION

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the year ended 30 September 2014

| <b>9 Creditors: amounts falling due within one year</b> | <b>2014</b>    | <b>2013</b>    |
|---|----------------|----------------|
|   | <b>£</b>       | <b>£</b>       |
| Sundry creditors and accruals                           | 57,302         | 75,699         |
| Taxation and social security                            | 21,887         | 20,362         |
| Subscriptions paid in advance                           | -              | 523,065        |
| Deferred Income   | 894,410        | -              |
|   | <u>973,599</u> | <u>619,126</u> |

  

| <b>10 Provisions for liabilities</b>               | <b>Other</b> |
|--|--------------|
|  | <b>£</b>     |
| Balance at 1 October 2013 and at 30 September 2014 | <u>2,868</u> |

A provision has been made for costs that are expected to be incurred at the end of the lease agreement for the company's office to rectify alterations made. These costs are expected to be incurred in 2015.

### 11 Financial commitments

At 30 September 2014 the company was committed to making the following annual payments under non-cancellable operating leases in the year to 30 September 2015:

|                                | <b>Land and buildings</b> |               | <b>Other</b> |               |
|--------------------------------|---------------------------|---------------|--------------|---------------|
|                                | <b>2014</b>               | <b>2013</b>   | <b>2014</b>  | <b>2013</b>   |
|                                | <b>£</b>                  | <b>£</b>      | <b>£</b>     | <b>£</b>      |
| Operating leases which expire: |                           |               |              |               |
| Within one year                | -                         | 45,000        | 580          | -             |
| Between two and five years     | 77,500                    | -             | 4,420        | 13,867        |
|                                | <u>77,500</u>             | <u>45,000</u> | <u>5,000</u> | <u>13,867</u> |

### 12 Liability of members

The Association is a company limited by guarantee. In the event that the company is wound up as a result of insolvency, each member undertakes to contribute to the assets of the Association such amount as may be required, not exceeding £1.

# WORLD COAL ASSOCIATION

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

For the year ended 30 September 2014

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| <b>13 Statement of movements on reserves</b> | <b>Income and expenditure<br/>account</b> |
|--|---|
|  | <b>£</b>                                  |
| Balance at 1 October 2013                    | 112,485                                   |
| Surplus for the year                         | 1,407                                     |
|  | <hr/>                                     |
| Balance at 30 September 2014                 | 113,892                                   |
|  | <hr/> <hr/>                               |

| <b>14 Retirement Benefits</b>                     | <b>2014</b> | <b>2013</b> |
|---|-------------|-------------|
|   | <b>£</b>    | <b>£</b>    |
| Contributions payable by the company for the year | 43,900      | 43,487      |
|   | <hr/>       | <hr/>       |

| <b>15 Reconciliation of movements in members' funds</b> | <b>2014</b> | <b>2013</b> |
|---|-------------|-------------|
|   | <b>£</b>    | <b>£</b>    |
| Surplus for the financial year                          | 1,407       | 60,405      |
| Opening members' funds                                  | 112,485     | 52,080      |
|   | <hr/>       | <hr/>       |
| Closing members' funds                                  | 113,892     | 112,485     |
|   | <hr/> <hr/> | <hr/> <hr/> |

### **16 Related Parties**

Due to the nature of the Association, all income is derived from its members.

The company was under the control of the members throughout the current and previous years.

This document was delivered using electronic communications and authenticated in accordance with the registrar's rules relating to electronic form, authentication and manner of delivery under section 1072 of the Companies Act 2006.