

North Ayrshire Municipal Bank Limited

SC 11421

Accounts for Year to 31st October, 2007

These Accounts are delivered under the Protection of Depositors Act, 1963

Revenue Account for Year Ended 31st October, 2007

	<u>2007</u> <u>£</u>	<u>2006</u> <u>£</u>
<u>Income</u>		
Interest Received and Accrued	199,022	158,888
	<u>199,022</u>	<u>158,888</u>
<u>Expenditure</u>		
Interest paid or payable		
On deposits with the Company	152,081	110,105
Bank Overdraft Interest		
	<u>152,081</u>	<u>110,105</u>
Income Tax	25,347	23,135
Remuneration of Secretary, Treasurer etc	2,950	2,770
Audit Fee	1,664	2,018
Stationery, Advertising & Other Expenses	2,214	2,691
Discount to North Ayrshire Council	14,766	18,169
	<u>199,022</u>	<u>158,888</u>
<u>Surplus</u>		
For year to 31st October		
Add Balance brought forward from previous year		
Balance Carried Forward		



North Ayrshire Municipal Bank Limited

Balance Sheet as at 31st October, 2007

	<u>2007</u> <u>£</u>	<u>2006</u> <u>£</u>
<u>Share Capital</u>		
Nominal Capital 100 Ordinary Shares of £1 each	<u>100</u>	<u>100</u>
Issued Capital 35 Ordinary Shares of £1 each 25p paid	9	10
<u>Total equity</u>	<u>9</u>	<u>10</u>
<u>Represented by</u>		
Amount on Temporary Loan to North Ayrshire Council (including accrued interest)	4,583,256	3,867,119
Debtors	5	
Cash in Hand and at Bank	51,076	214,604
	<u>4,634,337</u>	<u>4,081,723</u>
<u>Less</u>		
Amounts due on Deposit Receipts	5,250	5,107
Amounts due on Deposit Accounts	4,629,078	4,076,606
	<u>4,634,328</u>	<u>4,081,713</u>
Creditors		
	<u>4,634,328</u>	<u>4,081,713</u>
<u>Total Net Assets</u>	<u>9</u>	<u>10</u>

The Accounts are prepared in accordance with the special provisions of part VII of the Companies Act 1985 relating to small companies

(Signed) *James Beerr*

Chairman

(Signed) *R Kennison*

Director

(Signed) *R Oldham*

Director

(Signed) *G. T. M. J.*

Secretary

(Signed) *Robert*

Treasurer

North Ayrshire Municipal Bank Limited

Cash Flow Statement for Year ended 31st October, 2007

	<u>2007</u> <u>£</u>	<u>2006</u> <u>£</u>
<u>Source of Funds</u>		
Increase / (Decrease) in amount due to depositors	552,615	3,720,081
Change in Share Capital	(1)	
	<u>552,614</u>	<u>3,720,081</u>
<u>Movement in net liquid funds</u>		
Increase / (Decrease) in temporary loans	716,137	3,611,216
Increase / (Decrease) in Cash & Bank balances	(163,528)	108,875
(Increase) / Decrease in Creditors		
Increase / (Decrease) in Debtors	5	
	<u>552,614</u>	<u>3,720,091</u>

North Ayrshire Municipal Bank Limited

Notes to Accounts for Year ended 31st October, 2007

(1) The amount shown in the Balance Sheet as a Temporary Loan to North Ayrshire Council is a loan repayable on demand

(2) Money received on deposit receipt for an indeterminate period is treated as repayable on demand

(3) The following details are relevant to the foregoing accounts

	<u>2007</u>	<u>2006</u>
(a) Lodgements (excluding interest credited to depositors)	£ 5,278,469	£ 4,534,279
Withdrawals (excluding interest on Deposit Receipts uplifted)	4,877,935	4,282,752
	<u>400,534</u>	<u>251,527</u>

These figures cover Deposit Accounts and Deposit Receipts

(b) Deposit Accounts opened during period	<u>115</u>	<u>130</u>
(c) Deposit Accounts closed during period	<u>174</u>	<u>111</u>
(d) Number of Deposit Accounts at end of period	<u>2,512</u>	<u>2,571</u>
(e) (i) Gross sums due to Depositors at end of period (Balances on Deposit Accounts and amounts of Deposit Receipts including accrued interest)	£ 4,634,332	£ 4,081,713
(ii) Less sums due by Depositors at end of period	<u>£ 4,634,332</u>	<u>£ 4,081,713</u>

(4) Analysis of gross sums due to Depositors (note 3(e) above)

Repayable on Demand	£ 2,581,328	£ 2,609,393
Requiring 6 Months notice of withdrawal	232,792	208,144
Requiring 12 Months notice of withdrawal	1,820,212	1,264,176
	<u>£ 4,634,332</u>	<u>£ 4,081,713</u>
Less Due by depositors	<u>£ 4,634,332</u>	<u>£ 4,081,713</u>

Notes to accounts for Year ended 31st October, 2007 (continued)

(5) Analysis of number of Deposit Accounts (D/A) and Deposit Receipts (D/R)

- (i) Repayable on Demand
- (ii) Requiring 6 Months notice of Withdrawal
- (iii) Requiring 12 Months notice of Withdrawal
- (iv) Overdrawn accounts

at 31/10/07			at 31/10/06		
D/A	D/R	Total	D/A	D/R	Total
2,409	9	2,418	2,455	9	2,464
27	0	27	31	0	31
76	0	76	85	0	85
0	0	0	0	0	0
2,512	9	2,521	2,571	9	2,580

(6) Total amount of deposits in each of the specified classes made by persons, the deposits of each of whom exceed 5% of the total amount of deposits in that class and the number of such persons concerned in each class

Repayable

- (i) On demand
- (ii) In more than 6 Months
- (iii) In more than 12 Months

at 31/10/07		at 31/10/06	
Deposits over		Deposits over	
5%	No	5%	No
£		£	0
£ 152,786	8	£ 143,352	9
£ 863,987	2	£ 460,569	4

(7) In accordance with previous practice, no provision has been made in the Accounts for the Audit Fee, or other emoluments for the year ended 31st October, 2007

(8) No remuneration was paid to the Directors during the year under review

NORTH AYRSHIRE MUNICIPAL BANK LIMITED

AUDITORS' REPORT

We have audited the financial statements for the year to 31 October 2007, which have been prepared under the historical cost convention

Respective responsibilities of the directors and auditors

The company's directors are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

Basis of opinion

We conducted our audit in accordance with Auditing Standards 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 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 full financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of affairs of the company as at 31 October 2007 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



WYLIE & BISSET
Registered Auditors

**168 Bath Street
Glasgow G2 4TP**

Date : 28 December 2007