



CTC – THE UK'S NATIONAL CYCLISTS' ORGANISATION

Annual Report

YEAR ENDING 30TH SEPTEMBER 2006



We are CTC – this is what we do

We bring together the largest, most dynamic, most diverse, most passionate group of cyclists in the country as an independent organisation working for and representing cycling and cyclists.

OUR VISION

A future in which CTC is an innovative, thriving organisation of cyclists and supporters working to promote cycling for all people; cycling that is accessible and safe; cycling that is enjoyable and functional; cycling that enriches lives and communities.

CTC improves lives by promoting cycling for fair, inclusive and sustainable access to health, mobility, leisure and transport.

OUR PEOPLE

Roy Spilsbury: CTC National Volunteer of the Year



Roy Spilsbury has for many years worked to promote CTC and cycling in North Wales. He is a founder member Vice Chair and a previous Secretary of CTC Cymru. In 2005 he has been particularly active devoting much time to fighting local opposition to the proposed Glan Conwy cycle route. Roy campaigned actively for the route, working closely with both Sustrans

and Conwy Council and he gave evidence at the resulting Public Enquiry. Not just a campaigner he also founded the CTC Colwyn Bay Mid-Week Section, which he particularly targeted at those returning to cycling, particularly on retirement. The result has been a thriving mid-week section where, even in winter, 20 riders meet to cycle along the North Wales coastal route. He also co-edits a much visited North Wales Cycling website.

Roy would be a worthy winner of a CTC award on any occasion, but the beginning of 2006 saw this award take on special significance. With the tragic death of four Rhyl Cycling Club members near Abergele in January 2006, Roy became the 'voice of CTC' both on the TV and radio, and also in the local newspapers, being contacted immediately after the tragedy by the media not only because he was so well known, but as someone who has been close to the Rhyl cyclists as a personal friend.

Ripon CTC: Voluntary Group of the Year



Ripon CTC was formed in 2000 and now ranks as one of the strongest and most active sections within CTC, increasing its membership to over 150. Each week the group puts on five separate types of ride including a blind member whose tandem is steered by a rota of other members. Work in relation to Safe Routes to Schools means that the local primary school now

has a significant increase in the number of children cycling.

Annual Report of CTC Council for the year ending 30th September 2006

INTRODUCTION

'CTC' and 'the UK's national cyclists' organisation' are the trading brand and identity used by Cyclists' Touring Club, the country's oldest and largest cycling membership organisation.

Council is pleased to report an exceptionally successful year for CTC and its charitable arm, CTC Charitable Trust. The formal opening of new offices for CTC Charitable Trust in October capped a year when we increased membership, had record support for our campaigns, delivered more cycling and raised more money for our work than in any previous year. Details of activities carried out by the charity are shown in the report on page 4 onwards.

BACKGROUND

CTC Council concluded in 2003 that the creation of a charity to work alongside the core membership organisation, delivering many of its public benefit goals, would be the most effective way forward for CTC. The organisations would share: mission and aims; governance; premises; staff; and administration, but would split into two clear areas of work. As a result, Council launched CTC Charitable Trust at the AGM on April 23rd 2005. The new charity took over CTC's work on campaigning, cycle training, volunteering and accessible cycling. CTC's National Office is now based in Guildford within the premises owned by CTC Charitable Trust. CTC Charitable Trust is a company limited by guarantee with CTC as the sole member.

As CTC Charitable Trust now carries out activities that were formerly carried out by CTC and are still partly funded by CTC members, extracts from report of the Trustees are included as part of this Annual Report. The Trust's accounts are summarised here, and are available in full on the CTC website.

CYCLING ACTIVITIES

CTC member groups continue to provide the largest programme of cycling activities of any organisation in the UK and Ireland. These activities are the social core of our organisation, providing healthy and enjoyable recreation for people from all different backgrounds. This could not go ahead without the tireless work of volunteers who continue to form the backbone of CTC's local activities. The thanks of Council go to the organisations that ran and supported national events. These include CTC Cymru, CTC Scotland and the York Cycle Show Committee.

CTC Scotland promoted our national summer touring event 'The Birthday Rides', over a week in Dumfries. As well as recognising local blacksmith Kirkpatrick Macmillan's invention of a first pedal powered bicycle, one of the unique features was the opening of the first CTC dedicated cycle touring route in the country, signed and promoted by Dumfries & Galloway Council in honour of CTC's contribution to cycling.

Council commissioned a survey of member groups

followed by a strategy consultation during the year. Its aim is to support existing groups and to seek ways to bring the enjoyment of group cycling to more people. These proposals were broadly accepted and full implementation will commence in 2007.

MEMBERSHIP

MEMBERSHIP BENEFITS

This was a year of both consolidation and development for CTC member services. Cycle, our bi-monthly magazine, continued to receive compliments following its re-launch. Developments included a regular regional focus, with local CTC groups submitting news and recommended routes.

In its third year Newsnet, our weekly e-mail newsletter, firmly established itself as a favourite for cycling news, both the weird and the wonderful, with over 15,000 subscribers as far afield as America and Asia.

The website, www.ctc.org.uk, has for the second year doubled its visitors and is now the 'one stop shop for cycling' for over 1.5 million visitors per year. New additions included the popular small ads service. Looking forward, developments will include an online mapping project enabling members to swap routes, a new look members forum, and a pothole and obstruction reporting tool, which will give us unique tools to campaign for all cyclists.

CTC's list of member discounts grew to include substantial discounts off walking, camping and leisure products. CTC's own mail order shop at www.ctcshop.com expanded its range to cater for every type of cyclist and offered special member discounts on many of the 13,000 products.

CTC's insurances continued to protect, with price freezes on cycle insurance and cycle rescue for the 4th year running and the launch of new travel insurance policies.

Our unrivalled experience in providing legal advice ensured the CTC legal advice scheme remained one of the core membership benefits, recovering nearly £700,000 for members within the last year with 333 new cases taken on and 352 cases settled.

MEMBERSHIP PROCESSING AND NUMBERS

Council is pleased to report significant progress in both membership processing and increasing numbers joining CTC.

CTC MEMBERSHIP AT 30TH SEPTEMBER 2006 STOOD AT:

Individual members	55,350
Local authorities, businesses, clubs, organisations	166
Total	55,516

The combination of our campaigning, new marketing initiatives, increased media coverage and recommendation by our members makes this the second highest figure in the organisation's history with the absolute peak of 1899 in reach. Council is confident that this figure will be achieved in the foreseeable future.

At the end of the last year Council reported that CTC had just started with a new membership services partner and expected that it would take some 12 months until all the issues caused by the previous contractor had worked their way out of the system. This was proven by results with many members rejoining once it was clear that records had previously not been renewed properly. Complaints dropped by 30% after the majority of members had renewed under the new system.

We are well aware of how important the service provided by

the membership department is to members and takes a direct interest in the contract. Complaint levels will still be a focus of Council along with a few unresolved issues from the previous year and a growing concern over levels of mail wrongly returned by Royal Mail.

GOVERNANCE

In 2005-6, Council continued to improve its own performance. A governance review has recommended changes that will enable us to meet the challenges of the future. This includes a requirement to ensure balance between strategic skills and representation of society and cycling on Council. These will be implemented in 2007 and beyond. Council has also drafted a new five year strategy for CTC and the CTC Charitable Trust which is in consultation and will be presented to the 2007 AGM.

Council is of the view that our management team has been effective at balancing the day-to-day running of the organisation with strategic development. In particular we regard the minimal disruption to operations during the successful move to Guildford as an exceptional achievement. The Council expresses its thanks to its excellent and highly motivated staff team who manage CTC for the benefit of members and society as a whole.

FINANCIAL OVERVIEW

The CTC group had another successful year in managing to return a trading surplus for the year after funding the cost of the move to the new National Office from its own resources. A number of new contracts have long term cost commitments, allowing Council to propose a modest increase in subscriptions for 2006/07 to cover the inevitable inflationary increases.

INCOME

There has been some success in securing grants to fund the work of CTC Charitable Trust, but around half of CTC's income continues to come from members' subscriptions. Subscription



CTC ROUTE SIGNS

Signs are now in place on the first CTC-branded on-road cycle route, which is a 26-mile loop from the town of Dumfries. The route was officially opened during the CTC Kirkpatrick Macmillan Birthday Rides last summer, and Dumfries and Galloway Council have acknowledged the work of CTC in its area by installing the signs.

rates were held in line with cost inflation. Average income from membership subscriptions was £23.23 in the year, compared to the average rate of £22.25 in 2004/05 and the basic adult rate of £33.00.

Legacies were received by CTC, CTC Charitable Trust, and the Cyclists' Defence Fund. These are important funds and the Council and Trustees would like to record their appreciation to those who support cycling in this way.

Advertising revenue from publications, principally Cycle, has settled at an acceptable level as the current agents have made steady progress. Member research shows that most members value the adverts as a service and understand the important role this income plays in enabling CTC to maintain six high quality magazines a year.

Income from cycling holidays increased as CTC Cycling Holidays & Tours increased its range of holidays and also handled the successful off-road weekends on behalf of CTC.

Details of grant income are shown in the Trust's report.

EXPENDITURE

Council continues to impose a tight control over administrative expenses. Expenditure related to Cycle magazine shows a marked fall in the year as the new contract entered its second year. The increase in administrative expenses is largely due to new depreciation costs arising from the purchase of the new National Office.

The average number of staff employed by CTC fell by 1 to 28, 8 of whom were funded by grant income.

INVESTMENTS

For many years CTC has operated an ethical investment policy established by Council. This has guided any changes to our investment portfolio and all new investments. However, until the creation of CTC Charitable Trust, Council had been unable to dispose of some investments because it would expose the organisation to significant tax liabilities if they were sold as one transaction. In particular there were some oil industry shares donated to the organisation before the ethical policy came into force which fell into this category. The establishment of CTC Charitable Trust altered the organisation's tax position and has enabled Council to fully implement the ethical investment policy, something we are sure will be welcomed by members. The change in investments produced a profit on the sales of nearly £60,000.

RESERVES AND ASSETS

CTC's single most valuable asset is its premises and associated fittings and furniture. Its value shows an increase to over £1.5 million with the purchase of the new National Office. As highlighted elsewhere, the property now appears in the balance sheet of CTC Charitable Trust, but is consolidated into the group's balance sheet.

In the year, the charity sold its former offices and moved to purpose-built premises in Guildford. The strength of our cash position with the build up of surpluses in the last three years and members' donations meant that the entire move was able to be funded without resorting to borrowing. As noted in the Trust's report, the project was completed to time and budget.

With the move complete, Council is pleased to report to members that we believe the biggest risk in our balance sheet has been removed and the group is in robust financial health.

Extract from the Annual Report of CTC Charitable Trust

The full report is available on the CTC website, or on request from CTC National Office.

MAIN OBJECTIVES FOR THE YEAR

STRATEGIES, SIGNIFICANT ACTIVITIES, ACHIEVEMENTS & PERFORMANCE

CTC Charitable Trust this year carried out activities in the following areas:

- Access to cycling
- Diversity and diversification
- Campaigning
- Professional development
- Premises development

The majority of these activities were taken over from the existing public benefit work of CTC. Activities were migrated to the Trust in stages as the staff delivering the programmes moved to the Trust.

Some services were operated on behalf of CTC as shared programmes agreed between the National Council of CTC and the Trustees.

THANK YOU TO OUR SUPPORTERS & FUNDERS

The Trust continued to seek funds in areas started by CTC: cycle training; professional development for local authority and cycling professionals; cyclists' safety and for building new premises. In addition we have secured funding to promote the relationship between cycling and climate change and



The Guardian HIGHWAY CODE

On the subject of proposed changes to the Highway Code:

'Having spotted the danger, the CTC is leading a campaign against this nonsense, which you can sign up to online. It seems a good idea to support it – with conspicuity.'

Matt Seaton, The Guardian

have prepared grant applications that seek to address the lack of access to cycling by groups in society such as those with disabilities. We seek funds and partners that complement our goals and do not compromise our voice as independent and authoritative advocates for cycling.

The Trust has appointed a full-time Trust, Lottery and Statutory Funds Officer to complement this work.

Funders include:

The Department for Transport (DfT) funded the Trust to carry out a number of activities: directly for the DfT; on behalf of Cycling England, its new cycling delivery body; or as sub-contractors to the English Regions Cycling Development team.

The Big Lottery Fund (formerly NOF) is in the third year of funding 'Try Cycling Tayside', CTC Scotland's cycle training and promotion programme for Tayside Health Board.

ATB Sales Ltd provided Marin mountain bikes for training.

A grant of £296,000 towards a short film and allied promotional activity to inform cyclists about climate change was secured from **DeFRA Climate Challenge Fund** in July. Most of this income and expenditure will fall next year.

ACCESS TO CYCLING

The Trust's cycling development activities are focused on opening up access to cycling of all types as a way of introducing people from all backgrounds to an activity that is healthy, sociable, and environmentally friendly and provides low-cost, non-polluting transport.

The most important of these areas is the role of the Trust as the leading national body in cycle training. Training now employs four staff at our national office and two part-time staff in Scotland. In particular, the Trust provides quality assurance for the sector, recognising more CTC-Accredited Instructor Training Providers and CTC-Approved Instructors this year. We also lobbied government at all levels to place provision of training at the heart of its cycling policies because it is known to increase confidence and levels of activity while reducing risk of accidents.

The Trust supplies services to Cycling England's Young People programme through two major grants and a number of smaller training projects. The main grants are for:

- The National Cycle Training Helpline, a joint venture between CTC and Cycling England
- A £950,000, three year programme to expand the number and quality of cycle training instructors throughout England

In addition to training focused on road cycling, the Trust's staff ran a series of different mountain bike training weekends for the public and potential instructors which are aimed at attracting new, less confident cyclists into the countryside.

In September, CTC's expertise was used to launch 'Bikeability', the brand name chosen by Cycling England to succeed 'Cycling Proficiency' as the label for national standard cycle training. After the launch the Chair of Cycling England wrote:

'It could never have happened without CTC – whether that's in the details of the training itself, the launch materials or the creation of the website. Your dedication to getting them launched on time was really astonishing and I cannot find the words to thank you enough for it.'

'You must feel really buoyed by what is happening to cycling and cycle training. A very large portion of the credit for that must go to CTC.'



RIGHTS OF WAY

Following a sustained nationwide campaign, on 31st March 2006 CTC celebrated final confirmation that cyclists will be able to claim a new type of right of way. This is the first advancement in Rights of Way legislation for cyclists since 1968 when CTC won the right for cyclists to use bridleways. CTC is calling on cyclists to take advantage of these new opportunities.

DIVERSITY AND DIVERSIFICATION

Other development was focused on increasing the diversity and diversification of the Trust's impact. A board equity champion has been appointed.

Mountain biking is an important entry point for many into cycling and a major part of the pastime, so the Trust recruited both a Senior Mountain Bike Development Officer and an Off-road & Countryside Campaigns Officer who have been working on a range of programmes.

A 'Cycling for Women' weekend and women's mountain biking event was run again in June. Over 20 new groups in England, Scotland and Northern Ireland took place with excellent feedback.

A local groups' development strategy is being created to increase the diversity of cycling activities carried out by local voluntary cycling groups, including CTC member groups.

We have identified that there is limited nationally coordinated material on access to cycling for disabled people and ethnic minorities despite some excellent local resources and best practice. We will be making this a priority area in the near future and have commenced development work with expert partners in the field.

PROFESSIONAL DEVELOPMENT

The Trust's professional development staff have continued their ground-breaking work in the education and development of local authorities to provide better facilities for cyclists. This includes:

- Benchmarking Best Practice in Cycling Delivery;
- Professional Training: CTC Professional Development Series.

For Cycling England, the body charged with delivering cycling policies for the Government, the team were contracted

to take part in the Local Transport Plan Advice Service working in a consortium managed by consultants Arup Ltd.

CAMPAIGNING

The past year has seen a vast amount of campaigning activity, with intense political lobbying backed by fantastic support from CTC's local campaigners and individual members alike.

We got off to a great start, with confirmation of cyclists' first advance in rights of way law since 1968. Working closely with a newly revitalised All Party Parliamentary Cycling Group, our campaign (and the backing of 3,000 cyclists) impressed MPs and Peers of all three parties, as well as raising CTC's profile enormously among mountain bikers and other outdoor access groups. The alliances formed are a strong foundation for future campaigns to improve cyclists' access rights further.

Sadly we made rather less impact on the Road Safety Bill (now an Act), but nobody else made much headway either. Still, our campaign helped us forge valuable alliances and parliamentary contacts (including several meetings with front-bench MPs), and the issues we raised are not going away.

We had some notable successes on taking bikes on trains, 'planes and ferries. CTC has been there whenever railway operators or franchise bidders held public meetings. Our public inquiry appearance on the Docklands Light Rail extension and our petition on the Crossrail Bill have opened up new possibilities for cycle carriage. GNER (operators of the East Coast mainline) now has an online cycle booking facility and problems with cycle bookings on Stena ferries and British Airways' luggage-handling conditions have been largely resolved, all thanks to the efforts of CTC and its local members. And we delighted the media by defying Southern Trains' bike ban with a cardboard bike!

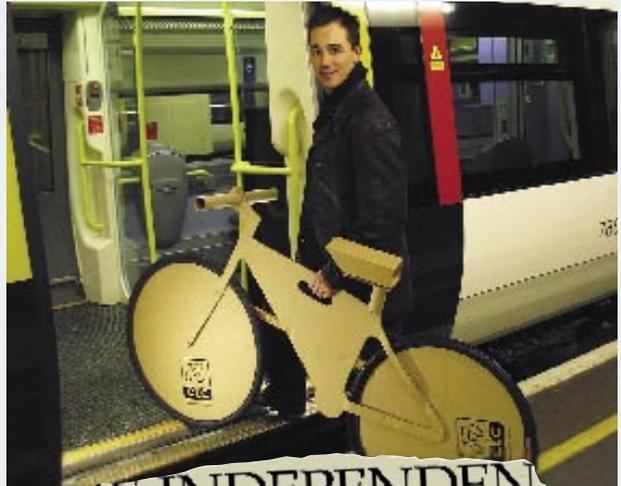
Indeed, the sheer volume of media coverage has been a notable feature of CTC's year. We were strongly linked to the launch of the 'Bikeability' cycle training standard, London Mayor Ken Livingstone's suggestion of a cyclists' registration scheme, a rumoured ban on cycling without a bell, research suggesting that drivers leave less room when overtaking helmeted cyclists, and the outrageous £700 fine for the driver whose bald-tyred car had killed four cyclists at Abergele.

CTC's local campaigners continued their efforts as CTC's unsung heroes, whether influencing their Local Transport Plans, pressing for new cycle facilities, opposing poorly-designed facilities, badgering train operators or opening up and improving cyclists' rights of way. Other issues we campaigned on during the year were the Welsh Assembly's Walking and Cycling Action Plan, and the National Transport Strategies for both Wales and Scotland.

But the year's really big 'thank you' goes to the 11,000 cyclists who lobbied their MPs in response to the draft Highway Code – and to the many MPs who supported us in a Parliamentary debate soon afterwards. Its proposed new wording could make cyclists legally liable if hit when not using a nearby cycle facility. The final version is still awaited, but Ministers have clearly got the message: cyclists are deeply unhappy with many of the 'facilities' ostensibly provided for our benefit, and we are a force to be reckoned with when our rights are unfairly threatened.

PREMISES: A NEW HOME FOR CTC CHARITABLE TRUST

Staff moved into the building in April following a successful development phase. There was some disruption to phone and



THE INDEPENDENT

BIKES ON TRAINS

'Last week I had lunch with a couple of people from CTC who, whimsical fellows that they are, had just been catching a train while carrying a cardboard cut-out bike. The object of that exercise was to point up the irrationality of Southern Railways.'

Robert Hanks, *The Independent* (14/02/06)

internet access in the weeks that followed, but contingency plans meant disruption to services was minimal. The project was completed both to time and cost plans.

At the end of the year covered by this report, the new national office was formally opened. Tom Harris MP, Parliamentary Under-Secretary of State with responsibility for cycling at the Department for Transport carried out the official opening accompanied by local dignitaries and senior figures from the world of cycling. Guests were shown a demonstration of the work of the organisation, and in particular the support for cycle training provided by the CTC Charitable Trust. The occasion also recognised outgoing CTC President Phil Liggett who stood down after 10 years in office.

After the opening a conference for local cycling groups and a members' open day completed the celebrations.

FUTURE STRATEGY

The strategy of CTC, the national cyclists' organisation, for 2001 to 2006 lead to the formation of CTC Charitable Trust. Its separation from CTC has initiated current work much of which was started before the separation.

Working in partnership, the Trustees and CTC National Council have been undertaking a review of the future direction of both bodies now that the Trust has commenced operation. A priority in 2005 was to agree the appropriate place for delivery of shared services, strategies and the relevant service agreements. Now these are in place the forward planning process will regain momentum.

A strategic planning group consisting of Trustees, Councillors of CTC and staff of the charity has been working on a range of initiatives to frame this strategy.

Priority for the new strategy is to continue the work

commenced in 2005 to demonstrate the benefits of cycling to much wider communities. This will include the disabled, women, ethnic minorities and those at risk of ill health through inactivity. Developing local cycling groups and training will be our main mechanism in 2006-07, but we are fundraising to broaden the reach of our work.

Our campaigning staff and volunteers will be working alongside these initiatives to convince Government and others to create a supportive environment for cycling.

FINANCIAL REVIEW

The accounts and balance sheet reflect the first year's full operation of the Trust. The Trust's income and expenditure show two main elements. CTC makes a significant donation to CTC Charitable Trust in support of the Trust's activities which had previously been carried out as core activities by CTC. These include campaigning, cycling development and supplying information that makes it easier for people to cycle. The Trust also receives direct donations and legacies from CTC members.

In addition to these funds, we actively seeks grant and contract income from statutory and Trust funders. These funds are restricted to the delivery of specific activities.

A breakdown of the Trust's income and charitable expenditure is shown in the graphs below.

RESERVES POLICY AND FINANCIAL RISK REVIEW

At this stage of the Trust's existence, the financial policies and the separation between Trust and CTC have not yet fully settled down, so the policies reflect the basis for future direction.

The most significant risk in the previous year was continuing

concern about the deterioration of the Trust's offices in Godalming and the issues associated with the building of new offices in Guildford. The Trustees are pleased to report that a price above market rate was obtained for the old offices and the new building was completed within budget. Staff are now settled in and risks are as for normal operations.

The Cyclists' Defence Fund

In 2001, CTC established CDF in response to a controversial legal case involving a child cyclist and it has since received massive support from many sections of the cycling and legal communities. It now works to raise awareness of the law relating to cyclists and is developing its activities in this area. Recruitment of volunteers for the board and case panel from a number of legal, specialist and cycling interests enables CDF to fulfil its aim of becoming a resource for the whole of cycling.

The board has registered CDF as a charity that is incorporated as a company limited by guarantee. At present CTC is the sole member, though other cycling organisations are expected to become full members over time.

The year's activity has been dominated by the Fund's support for a cyclist whose controversial prosecution and subsequent conviction attracted a good deal of media attention. After the year end he was acquitted at a re-trial, with continuing support for the Fund. Concern from cyclists over his conviction prompted donations to the Fund totalling around £25,000.

The Fund has continued to offer support in other cases by way of commitments against adverse outcomes, but in the event without cost to the Fund.

As well as its support for the case referred to above, the Fund continues to seek appropriate cases to support, and to make the objectives and work of the Fund more widely known amongst organisations that represent cyclists, or work to encourage people to cycle or to cycle more, and among the public at large. More information about the Fund's strategy and activities is available on the Fund website: www.cyclistsdefencefund.org.uk.

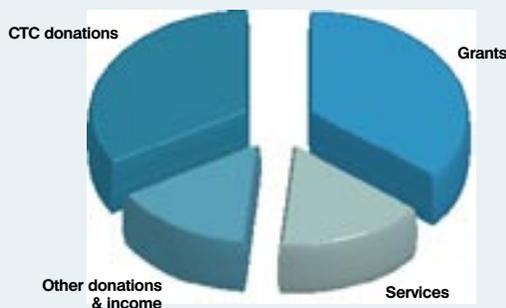
The substantial influx of donations has prompted the Fund to start developing more robust administrative processes for handling donations, and maintaining a database of donors (including the Gift Aid status of their donations) so that we can provide information about the Fund's activities to those who wish to receive it. This has entailed the employment of a temporary member of staff (starting on 1st October 2006, the first day of the new financial year) to set up administrative systems, and a process to recruit a permanent part-time staff member to co-ordinate the Fund's activities more generally.

The trustees consider that the financial resources held by the Fund need to be substantially increased in order to widen the range of work that the Fund is able to perform, given the high costs of litigation, and have set out strategies to achieve this.

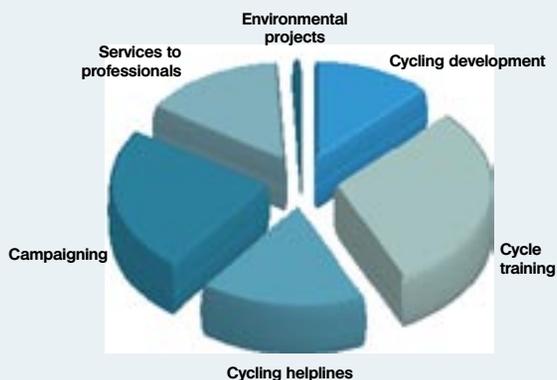
CTC Cycling Holidays & Tours

The directors are pleased to announce that a record number of CTC members choose to travel with CTC Cycling Holidays this year. The company has grown steadily from the time it was set up and has exceeded the threshold requiring VAT registration. The company also continues to impress the travel industry regulators in building a sound holiday company on very stable and secure business practices.

CTC CHARITABLE TRUST INCOME 2005-06



CTC CHARITABLE TRUST EXPENDITURE 2005-06



The company retains its original purpose of providing cycling holidays which are planned and led by CTC members for the benefit of other members. The company takes its responsibility to CTC members, both leaders and tourers seriously, expanding and improving services the company provides. In the last year, we have clarified the legal and tax situation of leaders to protect them further from unanticipated liabilities. Other planned initiatives include updating guidance and training for leaders.

A questionnaire has been sent to every customer on their return from holiday and our thanks go to those who have returned them. We have received very valuable feedback that has already led to better informed decisions, improved planning for the 2007 – 2008 season and better internal training.

We have continued to develop our marketing. Alongside continuing improvements to our tour guide, we worked with a public relations company to test the response to wider public exposure. The response generated considerable publicity from magazines including the industry journal, Travel Trade Gazette, and several other travel organisations.

Planning the programme of holidays and tours for 2007 – 2008 is well advanced and will build further on the success of volunteer tour leaders to provide great holidays in Britain and around the world. World wide tour business is set to expand by 40% indicating that we may be heading for another record year.

CTC's organisational structure

COMPANIES

Cyclists' Touring Club is a company limited by guarantee. This means that it is a legal company, registered at Companies House, and covered by company law. Its members are CTC individual members.

CTC has also set up a number of subsidiaries. The two main subsidiaries are Cyclists' Touring Club (Central) Limited which runs CTC's events such as the Challenge Rides, and CTC Cycling Holidays and Tours Limited set up to run CTC Tours as a properly bonded tour operator. There are two further subsidiary companies, Cyclists' Touring Club (Sales) Limited and CTC Cycle Racing Limited. Both of these companies are 'dormant', which means they are not currently trading. All of these companies are limited liability companies with the whole share capital owned by CTC.

There are four further subsidiary companies, again limited liability companies with the whole share capital owned by CTC. These four companies are holding companies for the CTC District Associations (local member groups) and Regions. Because the DAs operate very differently to the other companies in the CTC group, the accounts of the DA companies are consolidated separately in CTC's accounts.

CHARITIES

Under company law, the fact that CTC is the sole member of the two charities that it founded, CTC Charitable Trust and The Cyclists' Defence Fund, implies 'control' in that CTC could appoint different trustees, although once appointed charity trustees are obliged to act only in the best interests of the charity itself. This 'control' requires the accounts of the two charities to be consolidated into the accounts of CTC along with its other subsidiaries. However, both charities have their own boards of trustees and prepare separate accounts that meet the requirement of the Charities Commission and any direct funders of their activities.

Report of CTC Council

STATEMENT OF COUNCIL MEMBER'S RESPONSIBILITIES

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company as at the end of the financial year, and of the income or expenditure for that period. In preparing those financial statements, the directors have:

- selected suitable accounting policies and applied them consistently;
- made judgments and estimates that are reasonable and prudent;
- stated whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepared the financial statements on a going concern basis.

Council is responsible for keeping proper accounting records which 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. They are also responsible for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Each council member at the date that this report was approved has taken all steps that they ought to have taken as council members in order to: make themselves aware of any relevant audit information (defined by the Companies Act 1985); and ensure that the auditor is aware of all relevant audit information (as defined).

As far as each council member is aware, there is no relevant audit information of which the company's auditor is unaware.

The maintenance and integrity of the company's website is the responsibility of the council members. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

DIRECTORS/COUNCIL MEMBERS

The directors of the company who served during the year were: KJ Barker (from 1/1/2006); PJ Benstead; JH Brown; J Cutler (from 1/1/2006); B Gallagher; RC Field (to 31/12/2006); DS Hanson; MA Harrison (to 15/7/2006); NN Hayes (from 1/4/2006); T Green; TP Jackson (from 1/4/2006); J James; Mrs J Kieran; SC Legg (from 1/1/2006); A Luxton; PA Liggett (to 31/12/2006); P Mathison; D Moxon (to 31/12/2006); GG Selway; S Shivapadasundaram; ME Simmons (to 31/12/2006); HA Spurr; MW Stapleton (to 31/12/2005); Mrs PE Strauss; Mrs K Sutton (from 1/1/2006)

No director has any financial interest in the company.

AUDITOR

Chantrey Vellacott DFK LLP have indicated their willingness to continue as auditor, subject to their reappointment at the next annual general meeting.

On behalf of Council

J Kieran, Chair, 13 January 2007

CONSOLIDATED INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 30 SEPTEMBER 2006

	Note	2006 £	2005 £	£	£
INCOME					
Members' subscriptions		1,289,693	1,181,790		
Holidays and tours		796,742	614,563		
Shop sales and commissions		86,037	107,571		
Publications		217,692	188,074		
Grants and sponsorships		402,205	122,616		
Campaigning and projects		151,370	114,831		
Grand draw		40,617	43,643		
Dividends and interest	11	27,868	25,672		
Profit on sale of investments		59,841	-		
Donations		31,637	31,564		
Other income		2,371	2,251		
		<u>3,106,073</u>	<u>2,432,575</u>		
EXPENDITURE					
Holidays and tours		734,164	556,487		
Shop purchases and costs		7,557	4,236		
Publications		287,361	357,928		
Grand draw		12,969	12,978		
Legal advice and third party insurance		133,953	136,842		
Advertising, marketing and publicity		101,366	50,614		
Events and conferences		18,099	6,221		
Campaigning and projects		354,518	235,345		
Payments to District Assocs & Regions		4,836	5,044		
Staff Costs	12	583,101	572,207		
Membership fulfilment		190,067	169,643		
Administrative expenses		357,499	270,502		
Non-recoverable VAT		79,817	46,921		
		<u>2,865,307</u>	<u>2,424,968</u>		
SURPLUS on ordinary activities		<u>240,766</u>	<u>7,607</u>		
Legacies received		56,208	86,074		
Realisation of revaluation reserve		1,030,536	-		
OPERATING SURPLUS BEFORE TAX 13		<u>1,327,512</u>	<u>93,681</u>		
Corporation tax		1,672	1,180		
		<u>1,325,840</u>	<u>92,501</u>		
OPERATING SURPLUS AFTER TAX		<u>1,325,840</u>	<u>92,501</u>		
BALANCE Brought Forward		<u>221,146</u>	<u>128,645</u>		
BALANCE Carried Forward		<u>1,546,986</u>	<u>221,146</u>		
CONSOLIDATED STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES					
		£	£	£	£
SURPLUS FOR THE YEAR		<u>1,325,840</u>	<u>92,501</u>		
Unrealised surplus on revaluation of properties		-	150,000		
TOTAL RECOGNISED GAINS AND LOSSES RELATING TO THE YEAR		<u>1,325,840</u>	<u>242,501</u>		
CONSOLIDATED BALANCE SHEET - 30 SEPTEMBER 2006					
	Note	2006 £	2005 £	£	£
FIXED ASSETS					
Tangible fixed assets	2	1,639,472	1,303,618		
Investments	3	280,723	221,006		
		<u>1,920,195</u>	<u>1,524,624</u>		
CURRENT ASSETS					
Stocks - Goods for resale		6,332	15,085		
Debtors	4	325,764	326,469		
Cash at bank and in hand		810,914	610,895		
		<u>1,143,010</u>	<u>952,449</u>		
CREDITORS: Amounts falling due within one year					
	5	1,144,840	897,832		
NET CURRENT (LIABILITIES) / ASSETS		<u>(1,830)</u>	<u>54,617</u>		
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>1,918,365</u>	<u>1,579,241</u>		
CREDITORS: Amounts falling due after more than one year					
	6	129,378	109,349		
		<u>1,788,987</u>	<u>1,469,892</u>		
RESERVES					
Revaluation reserve	7	-	1,030,536		
Life membership fund	8	147,272	145,920		
Legal advice scheme	9	94,729	72,290		
		<u>242,001</u>	<u>1,248,746</u>		
INCOME AND EXPENDITURE ACCOUNT	10	<u>1,546,986</u>	<u>221,146</u>		
		<u>1,788,987</u>	<u>1,469,892</u>		

BALANCE SHEET - 30 SEPTEMBER 2006

	Note	2006 £	2005 £	£	£
FIXED ASSETS					
Investments	3	315,732			256,015
CURRENT ASSETS					
Stocks - Goods for resale		5,639			14,568
Debtors	4	475,810			119,392
Cash at bank and in hand		500,995			400,594
		<u>982,444</u>			534,555
CREDITORS: Amounts falling due within one year					
	5	951,326			730,243
NET CURRENT ASSETS / (LIABILITIES)		<u>31,118</u>			<u>(195,688)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>346,850</u>			<u>60,327</u>
CREDITORS: Amounts falling due after more than one year					
	6	129,378			109,349
		<u>217,472</u>			<u>(49,022)</u>
RESERVES					
Life membership fund	8	147,272			145,920
Legal advice scheme	9	94,729			72,290
		<u>242,001</u>			<u>218,210</u>
INCOME & EXPENDITURE ACCOUNT	10	(24,529)			(267,232)
		<u>217,472</u>			<u>(49,022)</u>

Consolidated Balance Sheet and Balance Sheet Approved by Council

J Kieran
Chair
13 January 2007

STATEMENT OF CONSOLIDATED ASSETS AND LIABILITIES OF THE DISTRICT ASSOCIATIONS - 30 SEPTEMBER 2006

	2006 £	2005 £	£	£
FIXED ASSETS				
Tangible assets at valuation in 1972				
Club huts	3,275	3,275		
Furniture, equipment, trophies, etc.	400	400		
	<u>3,675</u>	<u>3,675</u>		
Investments at cost	70	70		
Market value £4,177 - 2005 £4,371		3,745		3,745
		<u>3,745</u>		<u>3,745</u>
CURRENT ASSETS				
Stocks	8,548	7,660		
Loans to Cyclists' Touring Club	5,768	5,134		
Debtors	1,140	8,733		
Cash, bank & building society balances	197,862	198,216		
Other assets	2,348	2,981		
	<u>215,666</u>	<u>222,724</u>		
CREDITORS: amounts falling due within one year				
Amount due to Cyclists' Touring Club	5,948	5,840		
Other creditors	3,973	14,788		
	<u>9,921</u>	<u>20,628</u>		
NET CURRENT ASSETS	<u>205,745</u>	<u>202,096</u>		
TOTAL ASSETS LESS CURRENT LIABILITIES	<u>209,490</u>	<u>205,841</u>		
CALLED UP SHARE CAPITAL				
Authorised				
100 Shares of £1 each	<u>400</u>	<u>400</u>		
Allotted and fully paid				
12 shares of £1 each		12		12
Accumulated funds of the District Associations		209,478		205,829
		<u>209,490</u>		<u>205,841</u>

ANNUAL REPORT

CONSOLIDATED REVENUE ACCOUNT OF THE DISTRICT ASSOCIATIONS FOR THE YEAR ENDED 30 SEPTEMBER 2006

	2006		2005	
	£	£	£	£
NET SURPLUS/(DEFICIT)				
on District Association activities	3,625		(3,528)	
Furniture, equipment, etc. written off	(3,338)		(980)	
		287		(4,508)
Interest and dividends, gross	3,568		3,479	
Less: Tax deducted at source	(206)		(241)	
		3,362		3,238
SURPLUS/(DEFICIT) for the year		3,649		(1,270)
BALANCE Brought Forward		205,829		207,099
BALANCE Carried Forward		<u>209,477</u>		<u>205,829</u>

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 30 SEPTEMBER 2006

1 ACCOUNTING POLICIES

a Accounting convention

The accounts are prepared under the historical cost convention.

b Basis of consolidation

Council considers that activities controlled centrally and those run locally require separate presentation in order for the accounts to give a true and fair view. As permitted by Section 229(4), Companies Act, 1985, the group accounts are not presented as a single set of consolidated accounts but comprise a consolidation of the accounts of the Cyclists' Touring Club, Cyclists' Touring Club (Sales) Limited, Cyclists' Touring Club (Central) Limited, CTC Cycling Holidays and Tours Limited, CTC (Cycle Racing) Limited, The Cyclists' Defence Fund and CTC Charitable Trust together with a separate consolidation of the accounts of the four other subsidiaries (listed in note 4) which control the activities of the 62 district associations. No separate income and expenditure account of the Club is presented as allowed by Section 230, Companies Act, 1985.

c Income and Expenditure

Subscriptions received for periods of membership after 30 September, 2006 are carried forward and will be credited to income in future periods up to 2010. Legacies are recognised when the Club is advised by the personal representatives of an estate that payment will be made or property transferred and the amount involved can be quantified.

All costs are accounted for on an accruals basis.

d Depreciation

District association huts, furniture, equipment, trophies etc. are stated at nominal valuations made in 1972. Additions are written off as incurred. All other tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates estimated to write off the cost, less any residual value, of each asset over its expected useful life, as follows:

Buildings - over 25 years

Computer and word processing equipment - over 3 years

Other items - over 10 years.

Fully depreciated assets are eliminated from the balance sheet.

e Stocks

Stocks comprise goods held for resale and are valued at the lower of cost and net realisable value.

f Corporation Tax

Corporation tax is payable only in respect of income arising on investments and short term deposits and capital gains arising on disposals of certain tangible fixed assets and investments. Provision is made at current rates for all corporation tax expected to be payable on transactions during the year.

g Value Added Tax

Subscriptions are partly exempt and partly zero rated for value added tax purposes. Non-recoverable input tax is shown as a separate expense.

In the accounts of non VAT registered subsidiary companies, value added tax suffered is included with the relevant expenditure.

h Pension scheme

The Club operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the Club in independently administered funds. The pension costs shown in note 13 represent contributions payable by the Club to the funds, all of which have been paid over.

i Life membership fund

Composition fees received from life members are credited to the life membership fund. In accordance with Article 42, 4% of the amount received in each year since 30th September 1982 is transferred to the income and expenditure account annually.

j Legal advice scheme

CTC has entered into a Collective Conditional Fee Agreement with Russell Jones and Walker. Under this scheme, CTC receives a provision in respect of each legal case won. Provisions are held in the fund and used to meet defendant's legal costs for cases lost or costs which cannot be met from defendants.

k Cash flow statement

The Club has taken advantage of the exemptions available under FRS1 and has not prepared a cash flow statement.

Note 2 - TANGIBLE FIXED ASSETS

	Land & Buildings	Furniture & Equipment	Total
	£	£	£
Cost			
1 October 2005	1,250,000	166,070	1,416,070
Additions during the year	1,564,710	73,998	1,638,709
Disposals	(1,250,000)	(1,598)	(1,251,598)
30 September 2006	1,564,710	238,470	1,803,180
Depreciation			
1 October 2005	-	112,452	112,452
Charge for year	14,461	36,795	51,256
30 September 2006	14,461	149,247	163,708
Net Book Value	<u>1,550,249</u>	<u>89,223</u>	<u>1,639,472</u>
At 30 September 2005	1,250,000	53,618	1,303,618

Note 3 - INVESTMENTS

	01/10/05	Additions	Disposals	30/09/06
	£	£	£	£
Listed investments at cost				
Fixed interest stocks	102,492	-	-	102,492
Equity stocks	118,502	102,009	(42,292)	178,219
	220,994	102,009	(42,292)	280,711
(Market value £317,617; 2005 £269,393)				
Subsidiary companies:				
Shares at cost in companies not consolidated	12	-	-	12
TOTAL INVESTMENTS (Group)	<u>221,006</u>	<u>-</u>	<u>-</u>	<u>280,723</u>
Shares at cost in companies consolidated	35,009	-	-	35,009
TOTAL INVESTMENTS (Club)	<u>256,015</u>	<u>-</u>	<u>-</u>	<u>315,732</u>

The Club holds the whole of the allotted share capital of each of the following companies, all of which are registered in England:

CTC (Sales) Limited	Dormant
CTC (Central) Limited	National events
CTC (Eastern) Limited	Controlling district association activities
CTC (Northern) Limited	Controlling district association activities
CTC (Southern) Limited	Controlling district association activities
CTC (Western) Limited	Controlling district association activities
CTC Cycling Holidays and Tours Limited	Touring holidays
CTC (Cycle Racing) Limited	Dormant

Cyclists' Touring Club is also the sole member of both The Cyclists' Defence Fund and CTC Charitable Trust, registered charities and companies limited by guarantee.

Note 4 - DEBTORS

	Group 2006	2005	Club 2006	2005
	£	£	£	£
Trade debtors	117,569	92,525	57,241	57,736
Amounts owed by group companies	3,951	8,302	5,948	-
Other taxes and social security	4,076	-	1,062	9,054
Other debtors	2,822	2,719	2,485	1,672
Prepayments	197,347	222,923	21,074	50,930
Loan to CTC Charitable Trust	-	-	388,000	-
	<u>325,764</u>	<u>326,469</u>	<u>475,810</u>	<u>119,392</u>

Note 5 - CREDITORS, amounts falling due within one year

	Group 2006	2005	Club 2006	2005
	£	£	£	£
Trade creditors	101,664	98,479	61,105	68,364
Amounts owed by group companies	5,768	5,128	174,331	45,265
Other taxes and social security	23,961	11,737	7,049	6,436
Other creditors	393,379	210,581	88,773	19,705
Subscriptions in advance	620,068	571,907	620,068	590,473
	<u>1,144,840</u>	<u>897,832</u>	<u>951,326</u>	<u>730,243</u>

Note 6 - CREDITORS, amounts falling due after more than one year

	Group and Club	
	2006	2005
	£	£
Commutated subscriptions in advance	129,378	109,349
	<u>129,378</u>	<u>109,349</u>

Note 7 - REVALUATION RESERVE

	Group		Club	
	2006	2005	2006	2005
	£	£	£	£
Balance brought forward	1,030,536	880,536	-	880,536
Surplus on revaluation	-	150,000	-	150,000
Realised gain	(1,030,536)	-	-	(1,030,536)
Balance carried forward	<u>-</u>	<u>1,030,536</u>	<u>-</u>	<u>0</u>

Note 8 - LIFE MEMBERSHIP FUND

	2006	2005
	£	£
Balance, 1 October 2005	145,920	143,400
Composition fees received	7,371	8,539
Transfer to income	(6,019)	(6,019)
Balance, 30 September, 2006	<u>147,272</u>	<u>145,920</u>

Note 9 - LEGAL ADVICE SCHEME

	2006	2005
	£	£
Balance, 1 October 2005	72,290	51,740
Receipts	53,172	44,378
Payments	(30,733)	(23,828)
Balance, 30 September, 2006	<u>94,729</u>	<u>72,290</u>

Note 10 - INCOME AND EXPENDITURE ACCOUNT

	2006	2005
	£	£
BALANCE Brought Forward	221,146	128,645
Surplus / (Deficit) for the year	<u>1,325,840</u>	<u>92,501</u>
BALANCE Carried Forward	<u>1,546,986</u>	<u>221,146</u>

Note 11 - DIVIDENDS AND INTEREST

	2006	2005
	£	£
From listed investments	12,648	13,085
Other interest	<u>15,860</u>	<u>13,410</u>
	28,508	26,495
Tax deducted at source	<u>640</u>	<u>823</u>
	<u>27,868</u>	<u>25,672</u>

Note 12 - STAFF COSTS

	2006	2005
	£	£
Salaries and fees payable	513,893	504,011
Social security costs	49,448	47,444
Pension costs	<u>19,760</u>	<u>20,752</u>
	<u>583,101</u>	<u>572,207</u>

Average number of employees	<u>20</u>	<u>22</u>
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In addition to the above, 8 staff (2005: 7 staff) were employed by the Group on a project basis. The salaries of these staff are shown as expenses of the appropriate project.

Note 13 - OPERATING SURPLUS BEFORE TAX

This is stated after charging:

	2006	2005
	£	£
Depreciation	51,256	28,285
Premises	65,360	35,960
Postage, stationery and telephone	85,188	63,542
Auditors' remuneration	16,810	19,457
Hire of office equipment	10,430	14,975
Councillors' and Trustees' expenses	20,298	15,049
Other items	<u>108,157</u>	<u>93,234</u>
	<u>357,499</u>	<u>270,502</u>

Note 14 - CORPORATION TAX

Corporation tax is payable only in respect of income arising on investments and short term deposits and capital gains arising on disposals of certain tangible fixed assets and investments. Provision is made at current rates for all corporation tax expected to be payable on transactions during the year.

There is no liability for Corporation Tax in 2006 (2005 nil).

An estimated Corporation Tax charge of £223,000 would arise if the freehold land is sold at the value shown in the accounts.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF CYCLISTS' TOURING CLUB

We have audited the financial statements of Cyclists' Touring Club for the year ended 30 September 2006 which comprise the income and expenditure account, 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 Council and auditor

As described in the statement of council members' responsibilities, the company's directors are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom 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 report to you whether in our opinion the information given in the report of council is consistent with the financial statements.

We also report to you if, in our opinion, 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.

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 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.

Independent auditors' report to the members of Cyclists' Touring Club

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 in the financial statements.

Opinion

In our opinion:

- the financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the company's affairs as at 30 September 2006 and of its result for the year then ended; and
- the financial statement have been properly prepared in accordance with the Companies Act 1985; and
- the information given in the Report of Council is consistent with the financial statements.

CHANTREYVELLACOTT DFK LLP
Chartered Accountants
Registered Auditors
LONDON
13 January 2007

CTC Charitable Trust (Registered Charity 1104324) Summary of the Financial Statements for the period ended 30 September 2006

STATEMENT OF FINANCIAL ACTIVITIES (INCLUDING INCOME AND EXPENDITURE ACCOUNT) FOR THE PERIOD 1 OCTOBER 2005 TO 30 SEPTEMBER 2006

	2006 Unrestricted Funds £	2006 Restricted Funds £	2006 Total Funds £	2005 £
INCOMING RESOURCES				
Incoming resources from generated funds				
Grants and sponsorship	-	402,205	402,205	59,759
Donations, legacies and other voluntary income	379,550	4,615	384,165	1,497,308
Investment income and interest	1,204	-	1,204	105
Total	380,754	406,820	787,574	1,557,172
Incoming resources from charitable activities				
Sales and services provided	172,898	-	172,898	52,622
Services provided to Cyclists' Touring Club	140,000	-	140,000	50,448
Other incoming resources	18,722	-	18,722	524
Total	331,620	0	331,620	103,594
TOTAL INCOMING RESOURCES	712,374	406,820	1,119,194	1,660,766
RESOURCES EXPENDED				
Costs of generating donations	155,245	-	155,245	0
Charitable activities:				
Cycling development	121,018	-	121,018	4,497
Cycle training	58,165	230,241	288,406	112,109
Cycling information & helplines	63,899	97,964	161,863	-
Campaigning	220,776	-	220,776	69,747
Services to cycling professionals	123,044	17,000	140,044	86,594
Environmental projects	-	8,170	8,170	-
Total, Charitable activities	586,902	353,375	940,277	272,947
Governance costs	7,050	16,622	23,672	33,060
TOTAL RESOURCES EXPENDED	749,197	369,997	1,119,194	306,007
NET INCOMING RESOURCES	(36,823)	36,823	0	1,354,759
RECONCILIATION OF FUNDS				
Total funds brought forward	1,342,752	12,007	1,354,759	0
TOTAL FUNDS CARRIED FORWARD	1,305,929	48,830	1,354,759	1,354,759

All recognised gains and losses are shown above and therefore a separate Statement of Total Recognised Gains and Losses has not been presented. All amounts relate to continuing activities.



BALANCE SHEET AS AT 30th SEPTEMBER 2006

	2006 £	2005 £
FIXED ASSETS	1,639,472	1,303,618
CURRENT ASSETS		
Debtors	355,516	122,139
Cash at bank and in hand	51,556	9,177
	407,072	131,316
CREDITORS, amounts falling due within one year:	691,785	80,174
NET CURRENT (LIABILITIES) / ASSETS	(284,713)	51,141
TOTAL ASSETS LESS CURRENT LIABILITIES	1,354,759	1,354,759
THE FUNDS OF THE CHARITY		
Unrestricted funds	1,305,929	1,342,752
Restricted funds	48,830	12,007
TOTAL FUNDS	1,354,759	1,354,759

In the preparation of these financial statements, advantage has been taken of special exemptions applicable to small companies on the grounds that the Trust is a small company as defined in the Companies Act, 1985.

Approved by the Trustees and signed on their behalf by
P Mathison
13 January 2007

Trustees' statement in respect of the summarised Financial Statements of the CTC Charitable Trust for the year ended 30 September 2006

The summarised financial statements have been agreed by our auditor, Chantrey Vellacott DFK LLP, as being consistent with the full financial statements for the year ended 30 September 2006. These were prepared in accordance with the Statement of Recommended Practice "Accounting and Reporting by Charities" 2005, and received an unqualified audit opinion.

These summarised financial statements are not the full statutory financial statements and therefore may not contain sufficient information to enable a full understanding of the financial affairs of CTC Charitable Trust. For further information, the full Trustees' Annual Report and Accounts, and the Independent Auditor's report which are available on the CTC web site should be consulted. The full financial statements were approved by the Trustees on 13 January 2007 and have been submitted to the Charity Commission.

Independent Auditor's statement to the Trustees of CTC Charitable Trust

We have examined the summarised financial statements set out on page 12.

Respective responsibilities of the trustees and auditors

The trustees are responsible for the preparation of the summarised financial statements. We report to you our opinion as to the consistency of these summarised financial statements with the full financial statements, upon which we gave an unqualified opinion on 13 January 2007.

Basis of opinion

We have carried out the procedures necessary to ascertain whether the summarised financial statements are consistent with the full financial statements from which they have been prepared.

Opinion

In our opinion, the summarised financial statements are consistent with the full financial statements for the year ended 30 September 2006.

Chantrey Vellacott DFK LLP
Chartered Accountants
Registered Auditor
Date: 13 January 2007

Cyclists' Touring Club is a company limited by guarantee registered in England No. 25185
Registered Address: CTC, Parklands, Railton Road, Guildford, GU2 9JX. Tel: 0870 873 0060 Fax: 0870 873 0064
Email: cycling@ctc.org.uk Website: www.ctc.org.uk

CTC Patron: Her Majesty the Queen President: Jon Snow CTC Council Chairman: Jill Kieran Director: Kevin Mayne