

Friends of TREAD (Charity 1081400)
Statement of Financial Activities for the period ended 31 March 2005

	Notes	Unrestricted funds £	Restricted funds £	2005 Total £	2004 Total £
INCOMING RESOURCES					
Donations					
Individual giving	2	6,046	13,185	19,231	17,737
Income Tax recovered		2,636	2,307	4,943	2,210
Churches & schools		433	5,823	6,256	2,168
Clubs & organisations		1,800	—	1,800	550
Appeals and fund-raising events	3	877	—	877	174
LOAF		—	34	34	12,839
Other		34	—	34	—
Total incoming resources		11,826	21,349	33,175	35,678
RESOURCES EXPENDED					
Costs of generating funds	5	267	—	267	104
Charitable expenditure					
Grants payable to partner organisation (TREAD India Trust)					
Operational programmes	4	—	28,758	28,758	26,680
Administration of charity	5	1,245	—	1,245	1,332
Core salary to M Sounder Raj and M Ranjitha Raj		3,300	—	3,300	3,900
Repayment of loan	7	2,000	—	2,000	
Total resources expended		6,812	28,758	35,570	32,016
Net (resources expended) / incoming resources before transfers		5,014	(7,409)	(2,395)	3,662
Transfers between funds		(8,583)	8,583	—	—
Net incoming resources		(3,569)	1,174	(2,395)	3,662
BALANCE brought forward at 1 April 2004		4,294	—	4,294	632
BALANCE carried forward at 31 March 2005		725	1,174	1,899	4,294

Balance Sheet as at 31 March 2005

	2005	<i>2004</i>
	£	£
Current assets		
Cash at bank and in hand	1,899	4,294
Net assets	1,899	<i>4,294</i>
Funds		
Unrestricted funds	725	2,278
Restricted funds	1,175	2,016
Total funds	1,899	<i>4,294</i>

The financial statements on pages 1 to 4 were approved by the trustees on 26th May 2005 and signed on their behalf by David Owen Chairman of Friends of TREAD

The accounts were independently examined and approved by Mr Martin Fletcher.

**Notes forming part of the financial statements
for the year ended 31 March 2005**

1. Principal Accounting Policies

- The financial statements are prepared under the historical cost convention and in accordance with applicable accounting standards. In preparing the financial statements the charity follows best practice as set out in the Statement of Recommended Practice (SORP) issued in October 2000.
- Income is recognised in the period in which the charity is entitled to receipt. Income is deferred only when the charity has to fulfil conditions before becoming entitled to it or where the donor has specified that the income is to be expended in a future period.
- Expenditure is included when incurred. Grants payable to the partner organisation are included in the SOFA when approved by the trustees and agreed with TREAD. The value of such grants unpaid at the year end is accrued. Grants where the beneficiary has to meet certain conditions before the grant is released are not accrued but are noted as financial commitments.
- Funds held by the charity are **unrestricted general funds** which can be used in accordance with the charitable objects at the discretion of the trustees, **designated funds** which are set aside by the trustees out of unrestricted general funds for specific future purposes or projects, and **restricted funds** that can only be used for particular restricted purposes within the objects of the charity; restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

2. Individual giving

	Unrestricted funds	Restricted funds	2005 Total	<i>2004 Total</i>
	£	£	£	£
*Sponsored orphaned youngsters	—	3,600	3,600	2,565
*Dubatota Day Care Centre	—	3,280	3,280	4,820
Grace Tailoring Institute, Podia	—	1,094	1,094	990
Trinity Day Care Centre, Kudunure	—	5,211	5,211	4,731
Other	6,046	—	6,046	4,631
	<u>6,046</u>	<u>13,185</u>	<u>19,231</u>	<u>17,737</u>

3. Appeals and fund-raising events

Christmas Drinks	436	—	436	—
Cream Teas	433	—	433	—
Other	8	—	8	174
	<u>877</u>	<u>—</u>	<u>877</u>	<u>174</u>

4. Grants to TREAD India Trust

*Orphan assistance programme Sarah Project, Podia and	—	3,585	3,585	2,320
*Sarah Day care centre	—	—	—	8,175
*Dubatota Day Care Centre	—	6,581	6,581	3,120
Grace Tailoring Institute, Podia	—	4,460	4,460	3,655
Trinity Day Care Centre, Kudunure	—	8,377	8,377	7,800
TREAD Headquarters	—	—	—	1,000
*Girkinpali Day Care Centre	—	5,735	5,735	—
Special grants	—	20	20	610
	<u>—</u>	<u>28,758</u>	<u>28,758</u>	<u>26,680</u>

*** Note: Balances of £706 (£1,700) for Dubatota DCC, £159 (£71) for Girkinpali DCC, £34 (nil) for Sarah DCC and £275 (£245) for Orphan Assistance were carried forward at 31 March 2005 (2004).**

5. Administration (Unrestricted Fund)

	Generating Funds	General	2005 Total	<i>2004 Total</i>
	£	£	£	£
Office premises	36	35	71	69
Bank charges	—	194	194	154
Travel expenses	—	515	515	601
Stationery and postage	231	501	732	604
Other	—			8
	<u>267</u>	<u>1,245</u>	<u>1,512</u>	<u>1,436</u>

6. Payments to Trustees

A sum of £515 was paid to Mr Colin Burling to meet the costs of one Trustee's project inspection visit. Apart from that, no trustee received any reimbursement of expenses or remuneration.

7. **£7,500 was advanced** through the LOAF Project during 2003 to purchase Trinity Day Care Centre building; £5,500 of that money was deducted from the amount raised by LOAF during 2003/04 and the remaining £2,000 was repaid in this year.
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