

REGISTERED COMPANY NUMBER: 3295669 (ENGLAND AND WALES)
REGISTERED CHARITY NUMBER: 1060409

REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS For The Year Ended 31 March 2006
FOR
CHILDRENS HOPE FOUNDATION

McAk & CO
Accountants
No15, 1st Floor,
Princeton Mews,
167-169 London Road,
Kingston Upon Thames
Surrey
KT2 6PT

CHILDRENS HOPE FOUNDATION

CONTENTS OF THE FINANCIAL STATEMENTS
for the Year Ended 31 March 2006

	Page
Report of the Trustees	1 to 2
Accountants' Report	3
Statement of Financial Activities	4
Balance Sheet	5 to 6
Notes to the Financial Statements	7 to 12

CHILDRENS HOPE FOUNDATION

REPORT OF THE TRUSTEES for the Year Ended 31 March 2006

The trustees who are also directors of the charity for the purposes of the Companies Act 1985, present their report with the financial statements of the charity for the year ended 31 March 2006. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) 'Accounting and Reporting by Charities' issued in March 2005.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

3295669

Registered Charity number

1060409

Registered office

No15, 1st Floor,
Princeton Mews
167 - 169 London Road
Kingston Upon Thames
Surrey
KT2 6PT

Trustees

Mrs Z Kheraj

Mrs N Alibhai

- resigned 23.7.05

Mrs J M Locke-Thomson

- resigned 20.1.06

B Dodds

Mrs S M Dodds

Councillor S Kumar

- appointed 23.7.05

Company Secretary

Councillor S Kumar

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 1985.

Recruitment and appointment of new trustees

In order to ensure a strong mix of skills on the board, new trustees would be recruited and appointed by the existing trustees. The chair of the trustees together with the Chief Executive are responsible for the induction of any new trustees.

Related parties

None of trustees were paid any remuneration or expenses by the charity during the year. (2005 none)

Risk management

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

CHILDRENS HOPE FOUNDATION

REPORT OF THE TRUSTEES for the Year Ended 31 March 2006

OBJECTIVES AND ACTIVITIES

Objectives and aims

The Charity was established to provide equipment, facilities and grants for children who were disadvantaged by disability, illness or extreme circumstance and for the relief of poverty and advancement of education.

Volunteers

The charity is supported by four volunteers in the area of fund raising who receive no remuneration. The value this support is not included in these financial statements.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

During the year the charity has continued to support individuals and institutions in three main areas, equipment, education and welfare. The charity will continue to focus on these areas of activities in the future.

FINANCIAL REVIEW

Reserves policy

The trustees aim to build a reserve equivalent to a minimum of six months expenditure, thus always being able to fulfil any request promised, irrespective of income at any particular moment in time. The trustees believe the level of reserves at the year end are not adequate but will continue to build reserves until sufficient level is reached.

Principal funding sources

The charity continues to rely on street donations and voluntary donations as its main income.

ON BEHALF OF THE BOARD:



Councillor S Kumar-Secretary

24 January 2007

CHILDRENS HOPE FOUNDATION

**REPORT OF THE ACCOUNTANTS TO THE TRUSTEES OF
CHILDRENS HOPE FOUNDATION**

As described on the balance sheet you are responsible for the preparation of the financial statements for the year ended 31 March 2006 set out on pages four to twelve and you consider that the company is exempt from an audit.

In accordance with your instructions, we have compiled these unaudited financial statements in order to assist you to fulfil your statutory responsibilities, from the accounting records and information and explanations supplied to us.



McAk & CO
Accountants
No15, 1st Floor,
Princeton Mews,
167-169 London Road,
Kingston Upon Thames
Surrey
KT2 6PT

24 January 2007

This page does not form part of the statutory financial statements

CHILDRENS HOPE FOUNDATION

STATEMENT OF FINANCIAL ACTIVITIES
for the Year Ended 31 March 2006

		31.3.06	31.3.05
		Unrestricted	Total
		funds	funds
		£	£
INCOMING RESOURCES	Notes		
Incoming resources from generated funds			
Voluntary income	2	191,520	219,024
Activities for generating funds	3	31,242	4,295
Investment income	4	421	373
		<hr/>	<hr/>
Total incoming resources		223,183	223,692
RESOURCES EXPENDED			
Costs of generating funds			
Costs of generating voluntary income	5	47,833	42,584
Fundraising trading: cost of goods sold and other costs	6	7,930	7,116
		<hr/>	<hr/>
		55,763	49,700
Net incoming/(outgoing) resources available for charitable application		(167,420)	(173,992)
Charitable activities	7		
Education		38,515	46,332
Welfare		22,858	30,928
Equipment		75,264	57,687
Governance costs	9	43,570	38,576
		<hr/>	<hr/>
Total resources expended		235,970	223,223
NET INCOMING/(OUTGOING) RESOURCES		(12,787)	469
RECONCILIATION OF FUNDS			
Total funds brought forward		34,535	34,066
		<hr/>	<hr/>
TOTAL FUNDS CARRIED FORWARD		21,748	34,535
		<hr/>	<hr/>
CONTINUING OPERATIONS			
All incoming resources and resources expended arise from continuing activities.			

CHILDRENS HOPE FOUNDATION

BALANCE SHEET

At 31 March 2006

		31.3.06 Unrestricted funds £	31.3.05 Total funds £
FIXED ASSETS	Notes		
Tangible assets	13	1,565	1,438
CURRENT ASSETS			
Debtors: amounts falling due within one year	14	2,326	5,250
Cash at bank and in hand		26,144	33,468
CREDITORS			
Amounts falling due within one year		(8,287)	(5,621)
NET CURRENT ASSETS		<u>20,183</u>	<u>33,097</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		21,748	34,535
NET ASSETS		<u>21,748</u>	<u>34,535</u>
FUNDS			
Unrestricted funds		<u>21,748</u>	<u>34,535</u>
TOTAL FUNDS		<u>21,748</u>	<u>34,535</u>

CHILDRENS HOPE FOUNDATION

BALANCE SHEET - CONTINUED

At 31 March 2006

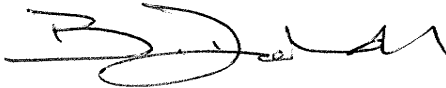
The charitable company is entitled to exemption from audit under Section 249A(1) of the Companies Act 1985 for the year ended 31 March 2006.

The trustees have not required the charitable company to obtain an audit of its financial statements for the year ended 31 March 2006 in accordance with Section 249B(2) of the Companies Act 1985.

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Section 221 of the Companies Act 1985 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Section 226 and which otherwise comply with the requirements of the Companies Act 1985 relating to financial statements, so far as applicable to the charitable company.

The financial statements were approved by the Board of Trustees on 24 January 2007 and were signed on its behalf by:



B Dodds -Trustee



Councillor S Kumar -Trustee

CHILDRENS HOPE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS
for the Year Ended 31 March 2006

1. ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention, and the requirements of the Statement of Recommended Practice, Accounting and Reporting by Charities.

Incoming resources

All incoming resources are included on the Statement of Financial Activities when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy.

Resources expended

Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources. Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

Tangible fixed assets

Depreciation is provided at the 25% per annum in order to write off each asset over its useful economic life.

Taxation

The charity is exempt from corporation tax on its charitable activities.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds 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.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

2. VOLUNTARY INCOME

	31.3.06	31.3.05
	£	£
Street Collections	110,542	103,470
Donations	78,127	109,938
Schools - Sunderland	-	1,000
Commercial participators	2,851	4,616
	<u>191,520</u>	<u>219,024</u>

CHILDRENS HOPE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
for the Year Ended 31 March 2006

3. ACTIVITIES FOR GENERATING FUNDS

	31.3.06	31.3.05
	£	£
Fundraising events	<u>31,242</u>	<u>4,295</u>

4. INVESTMENT INCOME

	31.3.06	31.3.05
	£	£
Deposit account interest	<u>421</u>	<u>373</u>

5. COSTS OF GENERATING VOLUNTARY INCOME

	31.3.06	31.3.05
	£	£
Staff costs	12,688	11,458
Fund raisers	21,322	17,077
Light and heat	365	362
Telephone	3,321	3,663
Postage and stationery	2,098	4,095
Sundries	1,261	548
Travelling expense	<u>6,778</u>	<u>5,381</u>
	<u>47,833</u>	<u>42,584</u>

6. FUNDRAISING TRADING: COST OF GOODS SOLD AND OTHER COSTS

	31.3.06	31.3.05
	£	£
Staff costs	7,409	6,637
Depreciation	<u>521</u>	<u>479</u>
	<u>7,930</u>	<u>7,116</u>

CHILDRENS HOPE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
for the Year Ended 31 March 2006

7. BREAKDOWN OF COSTS OF CHARITABLE ACTIVITIES

	Direct costs £	Grant funding of activities £	Total £
Education	19,099	19,416	38,515
Welfare	11,201	11,657	22,858
Equipment	<u>35,992</u>	<u>39,272</u>	<u>75,264</u>
	<u>66,292</u>	<u>70,345</u>	<u>136,637</u>

8. GRANTS PAYABLE

	31.3.06	31.3.05
	£	£
Education	19,416	29,134
Welfare	11,657	27,852
Equipment	<u>39,272</u>	<u>14,862</u>
	<u>70,345</u>	<u>71,848</u>

The total grants paid to institutions during the year was as follows:

	31.3.06	31.3.05
	£	£
Rashid Paediatric Centre	7,184	-
St Mary's School for Girls	500	-
Children of the World Trust	2,400	-
Pakistan Consulate, (Blankets and tents for earthquake victims)	4,500	-
The Nur Centre (School in Tajikistan)	<u>7,400</u>	-
	<u>21,984</u>	<u>-</u>

CHILDRENS HOPE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
for the Year Ended 31 March 2006

9. GOVERNANCE COSTS

	31.3.06	31.3.05
	£	£
Staff costs	36,986	33,322
Staff training	127	-
Accountancy	1,410	1,410
Computer Consumables	2,125	1,937
Legal & professional fees	425	18
Office expense	1,634	1,445
Interest payable and similar charges	863	444
	<u>43,570</u>	<u>38,576</u>

10. NET INCOMING/(OUTGOING) RESOURCES

Net resources are stated after charging/(crediting):

	31.3.06	31.3.05
	£	£
Depreciation - owned assets	<u>521</u>	<u>479</u>

11. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ending 31 March 2006 nor for the year ended 31 March 2005.

Trustees' Expenses

There were no trustees' expenses paid for the year ending 31 March 2006 nor for the year ended 31 March 2005.

12. STAFF COSTS

	31.3.06	31.3.05
	£	£
Wages and salaries	100,044	90,374
Social security costs	8,792	8,505
	<u>108,836</u>	<u>98,879</u>

CHILDRENS HOPE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
for the Year Ended 31 March 2006

13. TANGIBLE FIXED ASSETS

	Plant and machinery £	Fixtures and fittings £	Computer equipment £	Totals £
COST				
At 1 April 2005	<u>7,061</u>	<u>1,547</u>	<u>648</u>	<u>9,256</u>
DEPRECIATION				
At 1 April 2005	5,947	1,223	-	7,170
Charge for year	<u>278</u>	<u>81</u>	<u>162</u>	<u>521</u>
At 31 March 2006	<u>6,225</u>	<u>1,304</u>	<u>162</u>	<u>7,691</u>
NET BOOK VALUE				
At 31 March 2006	<u>836</u>	<u>243</u>	<u>486</u>	<u>1,565</u>
At 31 March 2005	<u>1,114</u>	<u>324</u>	<u>648</u>	<u>2,086</u>

14. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.06	31.3.05
	£	£
Amounts falling due after more than one year:		
Rent deposit	<u>2,326</u>	<u>5,250</u>

15. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.06	31.3.05
	£	£
Trade creditors	5,784	3,260
Social security and other taxes	<u>2,503</u>	<u>2,361</u>
	<u>8,287</u>	<u>5,621</u>

16. LOANS

An analysis of the maturity of loans is given below:

	31.3.06	31.3.05
	£	£
Amounts falling due within one year on demand:	<u>-</u>	<u>-</u>

CHILDRENS HOPE FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
for the Year Ended 31 March 2006

17. MOVEMENT IN FUNDS

	At 1.4.05	Net movement in funds	At 31.3.06
	£	£	£
Unrestricted funds			
General fund	34,535	(12,787)	21,748
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>34,535</u>	<u>(12,787)</u>	<u>21,748</u>

Net movement in funds, included in the above are as follows:

	Incoming Resources	Resources Expended	Movement in funds
	£	£	£
Unrestricted funds			
General fund	223,183	(235,970)	(12,787)
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>223,183</u>	<u>(235,970)</u>	<u>(12,787)</u>