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Charity Registration No. 297489

Company Registration No. 2143753 (England and Wales)

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TEXTILE RECYCLING FOR AID AND INTERNATIONAL
DEVELOPMENT

(A COMPANY LIMITED BY GUARANTEE)

TRUSTEES' REPORT AND ACCOUNTS

FOR THE YEAR ENDED 31 DECEMBER 2006

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**TEXTILE RECYCLING FOR AID AND INTERNATIONAL DEVELOPMENT
(A COMPANY LIMITED BY GUARANTEE)
LEGAL AND ADMINISTRATIVE INFORMATION**

Trustees	Mr Ian Hagg Mr David Williams Mr Neil Carrett
Secretary	Mrs Maria Chenoweth-Casey
Charity number	297489
Company number	2143753
Principal address	5 Second Way Wembley Middlesex HA9 0YJ
Registered office	5 Second Way Wembley Middlesex HA9 0YJ
Auditors	H W Fisher & Company Acre House 11-15 William Road London NW1 3ER
Bankers	Barclays Bank Plc 36/38 Park Royal Road Park Royal London NW10 7JA
Solicitors	Gorvins Solicitors 2-14 Millgate Stockport Cheshire SK1 2NN

**TEXTILE RECYCLING FOR AID AND INTERNATIONAL DEVELOPMENT
(A COMPANY LIMITED BY GUARANTEE)
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**TEXTILE RECYCLING FOR AID AND INTERNATIONAL DEVELOPMENT
(A COMPANY LIMITED BY GUARANTEE)
TRUSTEES' REPORT
FOR THE YEAR ENDED 31 DECEMBER 2006**

The trustees present their report and accounts for the year ended 31 December 2006

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the company's Memorandum and Articles of Association, the Companies Act 1985 and the Statement of Recommended Practice, "Accounting and Reporting by Charities", issued in March 2005

Structure, governance and management

The company is a company limited by guarantee and was established with the vision of recycling clothes for the protection of the environment and generating funds for the relief of poverty

The trustees, who are also the directors for the purpose of company law, who served during the year were

Mr Ian Hagg

Mr David Williams

Mr Neil Carrett

Mr Steve Roberts

(Appointed 4 May 2006)

(Resigned 23 June 2006)

The trustees may appoint a person who is willing to act as a trustee, either to fill a vacancy or as an additional trustee, provided that the appointment does not cause the number to exceed the maximum number. Trustees shall hold office until they retire. Only persons who are members of the charitable company shall be eligible to become trustees. The maximum number of trustees is six and the minimum is three. This can be changed by the passing of an ordinary resolution.

The trustees review their skill set during the year with a view to recruiting supplemental trustees. This is an ongoing process.

Trustees are appointed on meeting the Chair of the Board and the existing Board members. Persons willing to act as trustees are also required to sit in on board meetings before becoming appointed. On appointment trustees are provided with the document 'TRAID Today' an in-depth guide to how the organisation, its operations and departments work.

None of the trustees has any beneficial interest in the company. All of the trustees are members of the company and guarantee to contribute £1 in the event of a winding up.

The Senior Management Team who served during the year 2006 were as follows:

Maria Chenoweth-Casey	Chief Executive Officer
Nathan Soon	Finance Manager
Darren Beever	Logistics Manager
Enedina Columbano	Head of Retail
Bhavik Patel	Recycling Development Manager
Kelly Kay	Communications Manager

The charity is managed by the CEO in conjunction with the Senior Management Team and the Board of Trustees. The Senior Management Team are responsible for operational management, the Board of Trustees and CEO are responsible for governance and strategic decisions.

The Board of Trustees meet monthly with the CEO to review the performance of TRAID. The Senior Management Team meet weekly with the CEO to review the operations and performance of TRAID.

Risk Management

The CEO, in conjunction with the Senior Management Team, submits a risk register to the Board of Trustees on a quarterly basis. The risk register and steps to mitigate risks are reviewed quarterly by all parties.

**TEXTILE RECYCLING FOR AID AND INTERNATIONAL DEVELOPMENT
(A COMPANY LIMITED BY GUARANTEE)
TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2006**

Objectives and activities

The company's objects are as follows

- (a) to contribute to the conservation and protection of the physical and natural environment for the public benefit through undertaking recycling including the provision of recycling facilities for textiles, and the promotion of the practice of recycling textiles, clothing and other items,
- (b) to apply surplus income to the relief of poverty anywhere in the world, and
- (c) to advance the education of the public concerning recycling and world poverty through programmes of teaching, training, publishing, exhibitions, seminars and any other means of providing education services and resources

Aims of Charity

It is the charity's aim to promote and provide accessible textile recycling facilities to the public. It is also TRAIID's aim to promote reuse and to find markets of use for collected textile. This is achieved through TRAIID's charity shops and wholesale activities. Both activities divert unwanted waste from landfill.

Through TRAIID's recycling activities, TRAIID generates a surplus of income. This is distributed to overseas development programmes administered by other NGO's for the relief of poverty in the developing world.

TRAIID has developed an education programme which has been established since 2003. TRAIID advances the education of issues of environment and poverty through primary and secondary schools, universities and public arenas.

Year on year, TRAIID aims to increase all of the above activities.

Objectives for the year

To continue working with the Charity Commission on the amendment of TRAIID's charitable objectives, with a view to conclude in 2006.

To generate a 26% increase in surplus compared to TRAIID's five year plan. Therefore the surplus budgeted amounts to £134,557.

To spend £50,000 from TRAIID's surplus on development projects.

To build TRAIID's reserves to two months operating costs of £300,000 by the end of 2006 in line with TRAIID's reserves policy.

To expand TRAIID's educational activities compared to 2005 by increasing the number of schools visited by 20%.

To increase TRAIID's educational activities within the area of poverty, by increasing the ratio of information communicated between poverty and environment to 50/50.

To increase the number of TRAIID's public recycling facilities/textile banks in operation by 120 or 16% compared to 2005.

To increase the tonnage of textile diverted from landfill through TRAIID's textile banks by 14% or 384 tonnes compared to 2005.

To expand TRAIID's outlets of reuse through the opening of two new shop sites within the London area.

**TEXTILE RECYCLING FOR AID AND INTERNATIONAL DEVELOPMENT
(A COMPANY LIMITED BY GUARANTEE)
TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2006**

Grant making policy

Based on TRAIID's net surplus, TRAIID makes grants to overseas development projects run by NGO's for the relief of poverty in the developing world

Applicants submit proposals for funding using TRAIID's funding application form. Applications are then submitted to TRAIID's Project Evaluation Committee for selection. Selected applications are then passed to the Board for final approval.

Upon the Board's approval, a Memorandum of Understanding is signed by each party.

Achievements and performance

In conjunction with the Charity Commissioners TRAIID successfully amended its charitable objectives.

The 2006 budgeted net surplus of which the Board of Trustees made their funding decisions was £134,577. Due to good organisational performance by year end TRAIID generated a higher than budgeted surplus totalling £252,952 (before overseas development grants), thus allowed TRAIID to build its reserves in line with TRAIID's reserve policy.

TRAIID pledged £54,889 from TRAIID's 2006 surplus and signed Memorandums of Understanding for the following overseas development projects:

Azafady Project Salama - £18,474

Students Partnership Worldwide, Uganda - Linking learning to life - £30,000

Azafady, Madagascar - Project Lanirano Training and capacity building for women, Madagascar - £5,791

Disaster Volunteers of Ghana, Ghana - Youth football team project - £624

The preparation for the Memorandum of Understanding was being undertaken at the end of 2006 for:

One World Action - Sustainable fishing production and marketing co-operative - £22,300. This process will be completed the first month of 2007.

TRAIID raised monies directly for the DEC- Asia Quake Appeal £2,405. By year end December 2006 there was £6,799 raised for emergency relief pending the DEC's next appeal.

TRAIID built its unrestricted reserves from £247,809 in 2005 to £430,362 in 2006.

TRAIID recruited an Education Officer initially working one day a week. TRAIID increased its manpower within this department to four days a week in June. TRAIID increased its education outreach (school visits) by 23% compared to 2005.

TRAIID's education materials were re-evaluated, researched and rewritten to encompass poverty and environment equally.

TRAIID increased its number of public recycling facilities by 92 or 12% compared to 2005.

TRAIID increased its total tonnage of textile diverted from landfill by 339 tonnes or 13% compared to 2005.

TRAIID opened one new shop site in the London area (Harrow). Due to the loss of TRAIID's Kilburn shop, due to the lease renewal, TRAIID focussed its attention on finding a replacement site within that location. TRAIID opened a temporary shop site within the Kilburn area in October 2006.

Financial review

TRAIID's policy is that TRAIID's reserves must be of two months operating costs or £300,000, exclusive of TRAIID's restricted and designated funds. As at 31 December 2006 there were £430,362 of unrestricted reserves. The trustees will therefore consider further development funding in future years.

**TEXTILE RECYCLING FOR AID AND INTERNATIONAL DEVELOPMENT
(A COMPANY LIMITED BY GUARANTEE)
TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2006**

It is the policy of the Trustees to maintain surplus funds in an interest bearing treasury or deposit account that may be accessed as required for the maintenance of its recycling activities in the United Kingdom.

Asset cover for funds

Note 15 sets out an analysis of the assets attributable to the various funds and a description of the trusts. These assets are sufficient to meet the charity's obligations on a fund by fund basis.

Plans for the future

Year on year TRAIID aims to increase its recycling and reuse activities through, increasing its accessible Public Recycling Facilities, increasing its outreach within Educating and Informing the public on matters of recycling, increasing, finding and creating Markets for Reuse.

Year on year TRAIID aims to increase its commitment to the Relief of Poverty through, increasing its monetary support of Overseas Development Projects and increasing its outreach within Educating and Informing the public on Issues of Poverty.

Objectives for 2007

To increase TRAIID's net surplus by 64% compared to TRAIID's five- year plan or 44% compared to 2006 actual.

To increase TRAIID's Overseas development funding by 82% compared to 2006.

To investigate NGO partnerships and opportunities within raising awareness of issues of poverty.

To increase TRAIID's primary and secondary educational activities by 100% compared to 2006.

To increase TRAIID's public recycling facilities by 17% compared to 2006.

To increase the tonnage of textile diverted from landfill by 15.5%.

To further the public's access to reuse through increasing TRAIID's retail sites by 1 and replacing the temporary site in Kilburn.

Disclosure of information to auditors

Each of the directors has confirmed that there is no information of which they are aware which is relevant to the audit, but of which the auditor is unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditors are aware of such information.

Auditors

H W Fisher & Company were appointed auditors to the company and in accordance with section 385 of the Companies Act 1985, a resolution proposing that they be re-appointed will be put to the Annual General Meeting.

On behalf of the board of trustees



Mrs Maria Chenoweth-Casey

Company secretary

Dated 28-6-2007

**TEXTILE RECYCLING FOR AID AND INTERNATIONAL DEVELOPMENT
(A COMPANY LIMITED BY GUARANTEE)
STATEMENT OF TRUSTEES' RESPONSIBILITIES**

The trustees are responsible for preparing the accounts in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice

Company law requires the trustees to prepare accounts for each financial year which give a true and fair view of the state of affairs of the company and of its incoming resources and application of resources, including its net income and expenditure for the year

In preparing these accounts, the trustees are required to

- select suitable accounting policies and then apply them consistently,
- make judgements and estimates that are reasonable and prudent, and
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the company will continue in operation

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the company and which enable them to ensure that the accounts comply with the Companies Act 1985. 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

**TEXTILE RECYCLING FOR AID AND INTERNATIONAL DEVELOPMENT
(A COMPANY LIMITED BY GUARANTEE)
INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF TEXTILE RECYCLING FOR AID AND INTERNATIONAL
DEVELOPMENT**

We have audited the accounts of Textile Recycling for Aid and International Development for the year ended 31 December 2006 set out on pages 7 to 16. These accounts have been prepared under the accounting policies set out on page 9.

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 trustees and auditors

As described on page 5, the trustees, who are also the directors of Textile Recycling for Aid and International Development for the purpose of company law, are responsible for preparing the Trustees' Report and the accounts in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice). Our responsibility is to audit the accounts 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 accounts give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you whether in our opinion the information given in the Trustees' Report is consistent with the accounts, if the charity 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 trustees' remuneration and transactions with the company is not disclosed.

We read other information contained in the Trustees' Report, and consider whether it is consistent with the audited accounts. We consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the accounts. Our responsibilities do not extend to any other information.

Basis of opinion

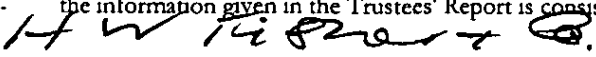
We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the accounts. It also includes an assessment of the significant estimates and judgements made by the trustees in the preparation of the accounts, 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 accounts 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 accounts.

Opinion

In our opinion:

- the accounts 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 31 December 2006 and of its incoming resources and application of resources in the year then ended,
- the accounts have been properly prepared in accordance with the Companies Act 1985, and
- the information given in the Trustees' Report is consistent with the accounts.


H W Fisher & Company

Chartered Accountants

Registered Auditor

Acre House 11-15 William Road

London

NW1 3ER

Dated



**TEXTILE RECYCLING FOR AID AND INTERNATIONAL DEVELOPMENT
(A COMPANY LIMITED BY GUARANTEE)
STATEMENT OF FINANCIAL ACTIVITIES
INCLUDING INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2006**

	Notes	Unrestricted funds £	Designated funds £	Restricted funds £	Total 2006 £	Total 2005 £
<u>Incoming resources from generated funds</u>						
Voluntary income	2	-	-	5,300	5,300	-
Investment income	3	4,047	-	-	4,047	1,922
		4,047	-	5,300	9,347	1,922
Incoming resources from charitable activities	4	2,369,093	-	9,204	2,378,297	2,145,337
Total incoming resources		2,373,140	-	14,504	2,387,644	2,147,259
<u>Resources expended</u>						
Charitable activities						
Diverging clothes and shoes from landfill	5	2,031,376	-	-	2,031,376	1,919,984
Education on environmental and poverty issues		15,589	-	5,300	20,889	11,443
Overseas development projects		27,169	54,889	2,405	84,463	22,560
Total charitable expenditure		2,074,134	54,889	7,705	2,136,728	1,953,987
Governance costs		52,853	-	-	52,853	42,062
Total resources expended		2,126,987	54,889	7,705	2,189,581	1,996,049
Net incoming/(outgoing) resources before transfers		246,153	(54,889)	6,799	198,063	151,210
Gross transfers between funds		(63,600)	63,600	-	-	-
Net income for the year/ Net movement in funds		182,553	8,711	6,799	198,063	151,210
Fund balances at 1 January 2006		247,809	145,852	-	393,661	242,451
Fund balances at 31 December 2006		430,362	154,563	6,799	591,724	393,661

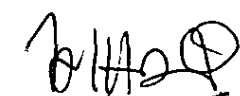
The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 1985

TEXTILE RECYCLING FOR AID AND INTERNATIONAL DEVELOPMENT
(A COMPANY LIMITED BY GUARANTEE)
BALANCE SHEET
AS AT 31 DECEMBER 2006

	Notes	2006 £	£	2005 £	£
Fixed assets					
Tangible assets	9		129,887		125,852
Current assets					
Debtors	10	217,408		189,448	
Cash at bank and in hand		432,910		233,833	
		<u>650,318</u>		<u>423,281</u>	
Creditors' amounts falling due within one year	11	<u>(187,415)</u>		<u>(151,465)</u>	
Net current assets			<u>462,903</u>		<u>271,816</u>
Total assets less current liabilities			<u>592,790</u>		<u>397,668</u>
Creditors' amounts falling due after more than one year	12		<u>(1,066)</u>		<u>(4,007)</u>
Net assets			<u><u>591,724</u></u>		<u><u>393,661</u></u>
Income funds					
Restricted funds	13		6,799		-
Unrestricted funds					
Designated funds	14		154,563		145,852
Other charitable funds			<u>430,362</u>		<u>247,809</u>
			<u><u>591,724</u></u>		<u><u>393,661</u></u>

The accounts were approved by the Board on

28 June 2007



Ian Hagg
Trustee

TEXTILE RECYCLING FOR AID AND INTERNATIONAL DEVELOPMENT
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2006

1 Accounting policies

11 Basis of preparation

The accounts have been prepared under the historical cost convention

The accounts have been prepared in accordance with applicable accounting standards, the Statement of Recommended Practice, "Accounting and Reporting by Charities", issued in March 2005 and the Companies Act 1985

The charity has taken advantage of the exemption in Financial Reporting Standard No 1 from the requirement to produce a cash flow statement on the grounds that it is a small charity

12 Incoming resources

Donations, legacies and other forms of voluntary income are recognised as incoming resources when receivable, except insofar as they are incapable of financial measurement

13 Resources expended

Direct charitable expenditure comprises all the expenditure relating to the activities carried out to achieve the objectives

Governance includes the costs of compliance with constitutional and statutory requirements

Expenditure is allocated directly to the expenditure headings as far as practically possible to reflect the activities of the charity

Wages are allocated to different activities on the basis of time spent

14 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

Containers	33 33% reducing balance
Fixtures, fittings & equipment	25% reducing balance
Motor vehicles	25% reducing balance

15 Leasing and hire purchase commitments

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period

Rentals payable under operating leases are charged against income on a straight line basis over the period of the lease

16 Stock

Stock of unsold donated goods are not valued for balance sheet purposes

17 Accumulated funds

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the accounts

Designated funds comprise funds which have been set aside at the discretion of the trustees for specific purposes. The purposes and uses of the designated funds are set out in the notes to the accounts

18 Grants Payable

These are recognised when approval for payment has been given by the trustees subject to any necessary proper conditions having been met by the beneficiaries

TEXTILE RECYCLING FOR AID AND INTERNATIONAL DEVELOPMENT
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2006

2 Voluntary income

	2006 £	2005 £
Grants receivable for core activities	5,300	-

3 Investment income

	2006 £	2005 £
Interest receivable	4,047	1,922

4 Incoming resources from charitable activities

	Unrestricted funds £	Restricted funds £	Total 2006 £	Total 2005 £
Diverting clothes and shoes from landfill	2,369,093	9,204	2,378,297	2,145,337

**TEXTILE RECYCLING FOR AID AND INTERNATIONAL DEVELOPMENT
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2006**

5 Total resources expended

	Staff costs £	Depreciation £	Other costs £	Grant funding £	Total 2006 £	Total 2005 £
Charitable activities						
<u>Diverting clothes and shoes from landfill</u>						
Activities undertaken directly	781,549	54,119	1,195,708	-	2,031,376	1,919,984
<u>Education on environmental and poverty issues</u>						
Activities undertaken directly	20,889	-	-	-	20,889	11,443
<u>Overseas development projects</u>						
Activities undertaken directly	27,169	-	2,405	-	29,574	22,560
Grant funding of activities	-	-	-	54,889	54,889	-
Total	27,169	-	2,405	54,889	84,463	22,560
	829,607	54,119	1,198,113	54,889	2,136,728	1,953,987
Governance costs	41,092	-	11,761	-	52,853	42,062
	870,699	54,119	1,209,874	54,889	2,189,581	1,996,049

Governance costs includes payments to the auditors of £11,761(2005 £8,712) for audit fees

Diverting clothes and shoes from landfill includes payment to the auditors of nil(2005 £23,644) for other services

6 Grants payable

	2006 £	2005 £
Overseas development projects	54,889	-

7 Trustees

None of the trustees received remuneration for their services during the year

None of the trustees were reimbursed for any expenses during the year (2005 £nil)

The charitable company did not pay for trustees indemnity insurance during the year (2005 £nil)

TEXTILE RECYCLING FOR AID AND INTERNATIONAL DEVELOPMENT
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2006

8 Employees

Number of employees

The average monthly number of employees during the year was

	2006 Number	2005 Number
Shops	37	26
Collecting, sorting and distribution	19	13
Education	1	-
Overseas development	1	1
Management and administration	7	8
	<u>65</u>	<u>48</u>

Employment costs

	2006 £	2005 £
Wages and salaries	806,473	757,134
Social security costs	64,226	58,985
	<u>870,699</u>	<u>816,119</u>

There were no employees whose annual emoluments were £60,000 or more

TEXTILE RECYCLING FOR AID AND INTERNATIONAL DEVELOPMENT
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2006

9 Tangible fixed assets

	Containers	Fixtures, fittings & equipment	Motor vehicles	Total
	£	£	£	£
Cost				
At 1 January 2006	333,196	168,776	40,750	542,722
Additions	35,243	18,411	4,499	58,153
At 31 December 2006	368,439	187,187	45,249	600,875
Depreciation				
At 1 January 2006	269,847	115,152	31,870	416,869
Charge for the year	32,864	17,910	3,345	54,119
At 31 December 2006	302,711	133,062	35,215	470,988
Net book value				
At 31 December 2006	65,728	54,125	10,034	129,887
At 31 December 2005	63,349	53,623	8,880	125,852

Finance leases and hire purchase contracts

Included above are assets held under finance leases as hire purchase contracts Net Book Value £6,103 (2005 £8,138) and depreciation charged during the year £2,035 (2005 £861)

10 Debtors

	2006	2005
	£	£
Trade debtors	19,230	25,116
Other debtors	62,517	60,850
Prepayments and accrued income	135,661	103,482
	217,408	189,448

Included within other debtors is £34,775 (2005 £34,775) of rent deposits which are repayable in greater than one year The rent deposits are charges as security for amounts payable under the respective leases

11 Creditors amounts falling due within one year

	2006	2005
	£	£
Net obligations under finance lease and hire purchase contracts	2,990	2,941
Trade creditors	98,170	110,225
Taxes and social security costs	19,943	16,236
Accruals	66,312	22,063
	187,415	151,465

TEXTILE RECYCLING FOR AID AND INTERNATIONAL DEVELOPMENT
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2006

12 Creditors amounts falling due after more than one year	2006 £	2005 £
Net obligations under finance leases and hire purchase contracts	1,066	4,007
Net obligations under finance leases and hire purchase contracts		
Repayable within one year	2,990	2,941
Repayable between one and five years	1,066	4,007
	4,056	6,948
Included in liabilities falling due within one year	(2,990)	(2,941)
	1,066	4,007

13 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes

	Balance at 1 January 2006	Movement in funds		Balance at 31 December 2006
	£	Incoming resources	Resources expended	£
DEC appeal money	-	9,204	(2,405)	6,799
Big Lottery Fund	-	4,750	(4,750)	-
The Co-operative Group	-	550	(550)	-
	-	14,504	(7,705)	6,799

DEC appeal money DEC Asia Quake Appeal - £2,405 Funds received from Big Lottery fund and The Co-operative Group were for salary costs of employee working on education on environmental and poverty issues

TEXTILE RECYCLING FOR AID AND INTERNATIONAL DEVELOPMENT
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2006

14 Designated funds

The income funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes

	Balance at 1 January 2006	Movement in funds			Balance at 31 December 2006
	£	Incoming resources £	Resources expended £	Transfers £	£
Azafady Project Salama	20,000	-	(18,474)	-	1,526
Students Partnership Worldwide	-	-	(30,000)	30,850	850
Azafady Lanirano - Training and capacity building	-	-	(5,791)	5,791	-
Disaster volunteers of Ghana - Youth football team	-	-	(624)	624	-
One World Action - Sustainable fishing	-	-	-	22,300	22,300
Fixed asset fund	125,852	-	-	4,035	129,887
	<u>145,852</u>	<u>-</u>	<u>(54,889)</u>	<u>63,600</u>	<u>154,563</u>

Azafady Project Salama

Project Salama's objective is to improve health and sanitation in the south-eastern region of Madagascar £18,474 were sent to the project with the balance £1,526 to be used in 2007 for monitoring visits

Student Partnership Worldwide

The projects objective is to train 28 young adults (ages 18-25) as Peer Educators to address the urgent health and environmental issues faced by seven rural communities in Ugandan districts of Kayunga and Kamuli £850 will be used in 2007 for monitoring visits

Azafady Lanirano - Training and capacity and building

Project Lanirano's objective is to develop the economic capacity of women in south-eastern Madagascar The money will be used to construct a crèche next to an existing training centre on the outskirts of Fort Dauphin and to deliver courses designed to allow women to improve and diversify their livelihoods

Disaster Volunteers of Ghana - Youth football team

TRAID donated £624 to the Disaster Volunteers of Ghana Youth Football Team Project in the Ho Municipality of Ghana

One World Action - Sustainable fishing

In December 2006, TRAID finalised funding of £22,300 to One World Action's (OWA's) Sustainable Fishing Production and Marketing Co-operative project in the Philippines The project will help the Manobo people, who inhabit the Agusan marshlands in the southern region of the country, to set up a co-operative, allowing them to catch, process, package, transport, market and sell the freshwater mudfish native to the area themselves, as opposed to depending upon a middleman to do it for them

TEXTILE RECYCLING FOR AID AND INTERNATIONAL DEVELOPMENT
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2006

15 Analysis of net assets between funds

	Unrestricted funds £	Designated funds £	Restricted funds £	Total £
Fund balances at 31 December 2006 are represented by				
Tangible fixed assets	-	129,887	-	129,887
Current assets	583,052	60,467	6,799	650,318
Creditors amounts falling due within one year	(151,624)	(35,791)	-	(187,415)
Creditors amounts falling due after more than one year	(1,066)	-	-	(1,066)
	<u>430,362</u>	<u>154,563</u>	<u>6,799</u>	<u>591,724</u>

16 Commitments under operating leases

At 31 December 2006 the company had annual commitments under non-cancellable operating leases as follows

	Land and buildings		Other	
	2006 £	2005 £	2006 £	2005 £
Expiry date				
Within one year	-	15,000	2,163	-
Between two and five years	237,660	345,360	-	-
In over five years	192,550	95,300	-	-
	<u>430,210</u>	<u>455,660</u>	<u>2,163</u>	<u>-</u>