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Charity Registration No 297489

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REPRESENTATIVE OF THE TEXTILE RECYCLING FOR AID AND INTERNATIONAL DEVELOPMENT

**TEXTILE RECYCLING FOR AID AND INTERNATIONAL
DEVELOPMENT**

(A COMPANY LIMITED BY GUARANTEE)

TRUSTEES' REPORT AND ACCOUNTS

FOR THE YEAR ENDED 31 DECEMBER 2007

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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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TRAID (Textile Recycling for Aid and International Development)

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2007

The trustees present their report and accounts for the year ended 31 December 2007

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 were serving on the date of this report and who served during 2007 were as follows

Mr Ian Hagg	Chairman
Mr David Williams	
Mr Neil Carrett	

All trustees shall continue in office until they retire

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. A trustee so appointed shall hold office only until the next Annual General Meeting. 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 with the Chair of the Board and the existing Board members. On appointment, trustees are provided with the document TRAIID Today, an in-depth guide to how the organisation operates, TRAIID's five year business plan, TRAIID's Memorandums and Articles of Association and minutes from Board meetings.

The Senior Management Team who served during the year 2007 were as follows

Maria Chenoweth-Casey	Chief Executive
Nathan Soori	Finance Manager
Enedina Columbano	Operations Manager
Bhavik Patel	Recycling Development Manager
Kelly Kay	Communications Manager
Lyla Patel	Education Manager

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

The Board of Trustees meets monthly with the Chief Executive and SMT members to review the performance and direction of TRAIID.

The Senior Management Team meets weekly with the Chief Executive to review the operations and performance of TRAIID.

TRAID (Textile Recycling for Aid and International Development)

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2007

Risk Management

The Chief Executive Officer, 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.

Objectives and activities

TRAID's charitable objectives 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.

Charity's Aims

It is the charity's aim to decrease the tonnage of textile and shoes entering the waste stream and landfill through the provision of accessible public recycling facilities. 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 international development programmes administered by other NGO's for the relief of poverty in the developing world.

TRAID 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

International Development

To increase the level of TRAIID's impact on international development, through increasing its funding by 100% compared to 2006.

Environment

To increase the tonnage of clothing and shoes diverted from the waste stream and landfill by 15.5% through increasing TRAIID public recycling facilities by 14% compared to 2006.

To further the promotion of reuse through increasing TRAIID's second hand shops by 1 compared to 2006.

Advancement of Education

To increase public awareness of international development and environmental issues through increasing TRAIID's number of educational activities by 100% compared to 2006.

TRAID (Textile Recycling for Aid and International Development)

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2007

Grant-making Policy

Based on TRAIID's net surplus, TRAIID makes grants to international development projects run by NGO's for the relief of poverty in the developing world. TRAIID also responds financially to humanitarian disasters.

Funding is granted through international development agencies submitting proposals for funding using TRAIID's funding application form. Applications are then submitted to TRAIID's in-house Project Evaluation Committee for selection. Face to face meetings then follow between short-listed NGO's, TRAIID Board member/s, the Chief Executive Officer and a Senior Management member. Selected applications are then passed to the whole of the Board for final approval.

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

Support for humanitarian disasters if funded through the DEC appeals with the Board's approval.

Achievement and Performance

International Development

TRAID's Development objective 2007 was to allocate £100,000 to development projects. TRAIID exceeded its objective by 100% by committing £200,000 during 2007, increasing TRAIID's overall funding by 17%. The total funding commitments that TRAIID has made since its launch now stands at just under £1.3 million, with actual funds paid just under £1.2 million.

The recipients and beneficiaries of TRAIID's funding 2007 are as follows:

NGO - SolarAid

TRAID committed over £147,352 to train people affected by HIV/AIDS in Malawi to build and market solar powered devices from lanterns to radios. The project aims to empower people to generate a sustainable and environmentally friendly income for themselves, their families and communities. Other benefits from the project will be less deaths related to the use of kerosene, the ability to store medicines and self-education tools.

NGO - Excellent Development

TRAID raised £34,016 for the Excellent Water Relief Project to build sand dams, terrace land and plant tree nurseries in rural Kenya. Sand dams - reinforced concrete walls built across seasonal riverbeds - are an incredible water saving device capable of holding 2 to 10 million litres of water. Through Excellent Development, TRAIID funded the building of four sand dams, a school water tank and the plantation of trees.

NGO - Azafady

TRAID committed £17,322 to Azafady's project Votsotse based in Madagascar. The project will protect the most vulnerable of the region, pregnant women, nursing mothers and children under five years old, through bringing sustainable improvements to nutritional practices. This will be achieved through nutrition education and training programmes.

Humanitarian Disasters

Through the DEC, TRAIID donated £1,432 to the Bangladesh appeal.

Advancement of Public Education

TRAID's educational objective for 2007 was to increase its activities by 100% compared to 2006, this was monitored by number of activities delivered. The total number of educational activities delivered for 2007 was 99. This compares to 43 in 2006. Therefore, TRAIID met its educational objective of increasing activities by 130%.

TRAID (Textile Recycling for Aid and International Development)

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2007

The total number of schools visited during 2007 was 82. This compares to 43 in 2006, with a school pupil outreach of 5,678 during 2007 compared to 5,263 in 2006.

To further TRAIID's educational programme, TRAIID has begun the writing of educational packs and materials which will be delivered through external bodies.

During 2007, TRAIID created a new website which is more informative on areas of recycling, international development and environment.

Environmental Impact

TRAID's objective for 2007 was to increase tonnage diverted from the waste stream and landfill by 15.5% or 467 tonnes. This objective was not met due to the lower than anticipated performance of placing and expanding TRAIID's textile banks, which increased by 2% against an objective of 14%. However, even with the low performance of sites placed, TRAIID did achieve an increase in tonnage diverted from landfill of 9% or 269 tonnes, bringing the total for the year to 3,293 tonnes.

In furthering TRAIID's environmental activities through promoting reuse and recycling clothing TRAIID opened one new shop site in the London area. This site is based in Wood Green, bringing the total of TRAIID's retail outlets to nine shops in operation.

Financial Review

TRAID's monthly operating costs for 2007 amounted to £192,491. It is TRAIID's policy to hold two months of operating costs within its reserves amounting to £384,982 (2006: £300,000), exclusive of TRAIID's restricted and designated funds. As at 31 December 2007, there were £677,571 (2006: £430,362) of unrestricted reserves. The surplus for the year ended 31 December 2007 was £315,876 (2006: £198,063).

Investment Policy

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.

Plans for the future

Environmental Impact

Most people want to recycle but a lack of knowledge on what can be recycled and not having facilities to do so close to their homes are the main barriers to participation. There are various statistics in regards to textiles and the waste stream, the latest figures produced by DEFRA state that approximately 1.5 million tonnes of clothing waste is generated in the UK per annum. Of this, 63% (1.2 million tonnes) enters the household waste stream going to landfill. Only 16% (300,000 tonnes) is recovered and 21% is unaccounted for - *assumed the national wardrobe*. The trend of clothing waste tonnage looks set to increase as the UK continues its throw-away society attitude. Therefore, over the next three years, TRAIID will look to expand its accessible public recycling facilities by 100%, with an outcome of increasing textile tonnage diverted from the waste stream/landfill by 72%.

Poverty relief through international development funding

Through increasing TRAIID's recycling activities through the sale of collected textile for reuse, TRAIID will have the potential to continue and increase substantially over the next five years its funding of international development programmes. TRAIID's aim is to achieve a three-fold increase in monies raised to support poverty relief. TRAIID's funding of projects has been multi-focused, encompassing youth, education, health and environment. For the purpose of campaigning, marketing and education, TRAIID's Board and Management will take the opportunity to explore funding projects which reflect more closely the workings and ethos of TRAIID.

TRAID (Textile Recycling for Aid and International Development)

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2007

Education

Through increasing investment in manpower within TRAIID's educational department, TRAIID's aim is to increase its educational activities by 100% over the next two years. In addition, TRAIID will write and pilot a teacher training programme which will allow for TRAIID's poverty and environment messages to be delivered externally. TRAIID's education programme will support TRAIID's environmental and international development activities through the imparting of information.

Disclosure of information to auditors

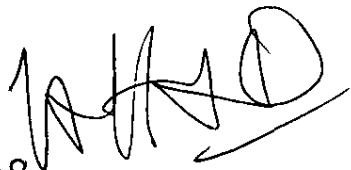
Each of the trustees has confirmed that there is no information of which they are aware which is relevant to the audit, but of which the auditor is unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditors are 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 will be re-appointed as auditors of the company will be put to the Annual General Meeting.

On behalf of the Board of Trustees

Ian Hagg
Trustee



Dated 27-08-2008

**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 2007 set out on pages 8 to 17. These accounts have been prepared under the accounting policies set out on page 10.

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 6, 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

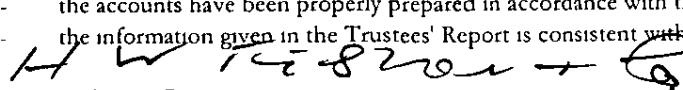
We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the accounts. It also includes an assessment of the significant 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 2007 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

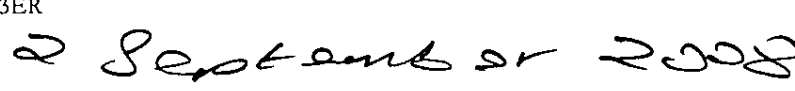
Registered Auditor

Acre House 11-15 William Road

London

NW1 3ER

Dated


2 September 2008

**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 2007**

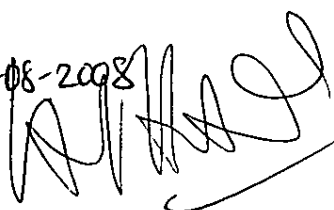
	Notes	Unrestricted funds £	Designated funds £	Restricted funds £	Total 2007 £	Total 2006 £
<u>Incoming resources from generated funds</u>						
Voluntary income	2	-	-	-	-	5,300
Investment income	3	19,489	-	-	19,489	4,047
		19,489	-	-	19,489	9,347
Incoming resources from charitable activities	4	2,772,988	-	1,546	2,774,534	2,378,297
Total incoming resources		2,792,477	-	1,546	2,794,023	2,387,644
<u>Resources expended</u>						
Charitable activities						
Diverting clothes and shoes from landfill		2,215,527	-	-	2,215,527	2,031,376
Education on environmental and poverty issues		30,895	-	-	30,895	20,889
Overseas development projects		29,626	136,072	8,247	173,945	84,463
Total charitable expenditure		2,276,048	136,072	8,247	2,420,367	2,136,728
Governance costs		52,110	-	-	52,110	52,853
Total resources expended		2,328,158	136,072	8,247	2,472,477	2,189,581
Net incoming/(outgoing) resources before transfers		464,319	(136,072)	(6,701)	321,546	198,063
Gross transfers between funds		(219,558)	219,558	-	-	-
Net income/(expenditure) for the year/ Net movement in funds		244,761	83,486	(6,701)	321,546	198,063
Fund balances at 1 January 2007		430,362	154,563	6,799	591,724	393,661
Fund balances at 31 December 2007		675,123	238,049	98	913,270	591,724

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 2007

	Notes	2007 £	£	2006 £	£
Fixed assets					
Tangible assets	9		150,017		129,887
Current assets					
Debtors	10	236,712		217,408	
Cash at bank and in hand		724,467		432,910	
		<u>961,179</u>		<u>650,318</u>	
Creditors amounts falling due within one year	11	(197,926)		(187,415)	
Net current assets			<u>763,253</u>		<u>462,903</u>
Total assets less current liabilities			<u>913,270</u>		<u>592,790</u>
Creditors amounts falling due after more than one year	12		-		(1,066)
Net assets			<u><u>913,270</u></u>		<u><u>591,724</u></u>
Income funds					
Restricted funds	13		98		6,799
Unrestricted funds					
Designated funds	14		238,049		154,563
Other charitable funds			675,123		430,362
			<u>913,270</u>		<u>591,724</u>

The accounts were approved by the Board on

27-08-2008


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 2007**

1 Accounting policies

1.1 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

1.2 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

1.3 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

1.4 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

1.5 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

1.6 Stock

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

1.7 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

1.8 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 2007

2 Voluntary income

	Total	Total
	2007	2006
	£	£
Grants receivable for core activities	-	5,300

3 Investment income

	2007	2006
	£	£
Interest receivable	19,489	4,047

4 Incoming resources from charitable activities

	Unrestricted	Restricted	Total	Total
	funds	funds	2007	2006
	£	£	£	£
Diverting clothes and shoes from landfill	2,772,988	1,546	2,774,534	2,378,297

**TEXTILE RECYCLING FOR AID AND INTERNATIONAL DEVELOPMENT
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2007**

5 Total resources expended

	Staff costs £	Depreciation £	Other costs £	Grant funding £	Total 2007 £	Total 2006 £
Charitable activities						
<u>Diverting clothes and shoes from landfill</u>						
Activities undertaken directly	808,189	47,492	1,359,846	-	2,215,527	2,031,376
<u>Education on environmental and poverty issues</u>						
Activities undertaken directly	30,895	-	-	-	30,895	20,889
<u>Overseas development projects</u>						
Activities undertaken directly	29,626	-	8,247	-	37,873	29,574
Grant funding of activities	-	-	-	136,072	136,072	54,889
Total	29,626	-	8,247	136,072	173,945	84,463
	868,710	47,492	1,368,093	136,072	2,420,367	2,136,728
Governance costs	44,450	-	7,660	-	52,110	52,853
	913,160	47,492	1,375,753	136,072	2,472,477	2,189,581

Governance costs includes payments to the auditors of £7,660 (2006 £11,761) for audit fees

6 Grants payable

	2007 £	2006 £
Overseas development projects	136,072	54,889
Grants to institutions relating to overseas development projects comprise		
Azafady Project Salama	-	18,474
Students Partnership Worldwide	1,744	30,000
Azafady Lanirano	-	5,791
Disaster Volunteers of Ghana	-	624
Excellent Development	34,016	-
SolarAid	78,012	-
One World Action	22,300	-
	136,072	54,889

**TEXTILE RECYCLING FOR AID AND INTERNATIONAL DEVELOPMENT
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2007**

7 Trustees

None of the trustees received remuneration for their services during the year (2006 £nil)

None of the trustees were reimbursed for any expenses during the year (2006 £nil)

The charitable company did not pay for trustees indemnity insurance during the year (2006 £nil)

8 Employees

Number of employees

The average monthly number of employees during the year was

	2007 Number	2006 Number
Shops	43	37
Collecting, sorting and distribution	16	19
Education	1	1
Overseas development	1	1
Management and administration	6	7
	<u>67</u>	<u>65</u>

Employment costs

	2007 £	2006 £
Wages and salaries	840,752	806,473
Social security costs	67,208	64,226
Other pension costs	5,200	-
	<u>913,160</u>	<u>870,699</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 2007

9 Tangible fixed assets

	Containers	Fixtures, fittings & equipment	Motor vehicles	Total
	£	£	£	£
Cost				
At 1 January 2007	368,439	187,187	45,249	600,875
Additions	33,004	34,979	-	67,983
Disposals	-	-	(5,500)	(5,500)
At 31 December 2007	401,443	222,166	39,749	663,358
Depreciation				
At 1 January 2007	302,711	133,062	35,215	470,988
On disposals	-	-	(5,139)	(5,139)
Charge for the year	22,976	22,276	2,240	47,492
At 31 December 2007	325,687	155,338	32,316	513,341
Net book value				
At 31 December 2007	75,756	66,828	7,433	150,017
At 31 December 2006	65,728	54,125	10,034	129,887

Finance leases and hire purchase contracts

Included above are assets held under finance leases as hire purchase contracts Net Book Value £4,577 (2006 £6,103) and depreciation charged during the year £1,526 (2006 £2,035)

10 Debtors	2007	2006
	£	£
Trade debtors	3,878	19,230
Other debtors	76,918	62,517
Prepayments and accrued income	155,916	135,661
	236,712	217,408

Included within other debtors is £34,775 (2006 £34,775) of rent deposits which are repayable in more than one year. The rent deposits are charged as security for amounts payable under the respective leases.

11	Creditors amounts falling due within one year	2007	2006
		£	£
	Net obligations under finance lease and hire purchase contracts	1,164	2,990
	Trade creditors	119,556	98,170
	Taxes and social security costs	21,169	19,943
	Accruals	56,037	66,312
		<u>197,926</u>	<u>187,415</u>

12	Creditors amounts falling due after more than one year	2007	2006
		£	£
	Net obligations under finance leases and hire purchase contracts	-	1,066
	Net obligations under finance leases and hire purchase contracts		
	Repayable within one year	1,164	2,990
	Repayable between one and five years	-	1,066
		1,164	4,056
	Included in liabilities falling due within one year	(1,164)	(2,990)
		-	1,066

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

		Movement in funds		
	Balance at 1 January 2007	Incoming resources	Resources expended	Balance at 31 December 2007
	£	£	£	£
DEC appeal money	6,799	1,546	(8,247)	98
	<u>6,799</u>	<u>1,546</u>	<u>(8,247)</u>	<u>98</u>

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**TEXTILE RECYCLING FOR AID AND INTERNATIONAL DEVELOPMENT
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NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2007**

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

	Movement in funds				
	Balance at 1 January 2007	Incoming resources	Resources expended	Transfers	Balance at 31 December 2007
	£	£	£	£	£
Azafady Project Salama	1,526	-	-	(1,526)	-
Students Partnership Worldwide	850	-	(1,744)	894	-
Excellent Development	-	-	(34,016)	34,016	-
SolarAid	-	-	(78,012)	147,352	69,340
One World Action - Sustainable fishing	22,300	-	(22,300)	1,370	1,370
Azafady Project Votsotse	-	-	-	17,322	17,322
Fixed asset fund	129,887	-	-	20,130	150,017
	<u>154,563</u>	<u>-</u>	<u>(136,072)</u>	<u>219,558</u>	<u>238,049</u>

Azafady Project Salama

Project Salama's objective is to improve health and sanitation in the south-eastern region of Madagascar

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

Excellent Development

TRAID raised £34,016 for the Excellent Water Relief Project to build sand dams, terrace land and plant tree nurseries in rural Kenya. Sand dams - reinforced concrete walls built across seasonal river beds - are an incredible water saving device capable of holding 2 to 10 million liters of water. Through Excellent Development, TRAID funded the building of 4 sand dams a school water tank and the plantation of trees

SolarAid

TRAID committed £147,352 to train people affected by HIV/AIDS in Malawi to build and market solar powered devices from lanterns to radios. The project aims to empower people to generate a sustainable and environmentally friendly income for themselves, their families and communities. Other benefits from the project will be less deaths related to the use of kerosene, the ability to store medicines and self education tools

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. £1,370 is to be used in 2008 for monitoring visits

Azafady

TRAID committed £17,322 to Azafady's project Votsotse based in Madagascar. The project will protect the most vulnerable of the region, pregnant women, nursing mothers and children under 5 years old, through bringing sustainable improvements to nutritional practices. This will be achieved through nutrition education and training programmes

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15 Analysis of net assets between funds

	Unrestricted funds £	Designated funds £	Restricted funds £	Total £
Fund balances at 31 December 2007 are represented by				
Tangible fixed assets	-	150,017	-	150,017
Current assets	873,049	88,032	98	961,179
Creditors amounts falling due within one year	(197,926)	-	-	(197,926)
	<u>675,123</u>	<u>238,049</u>	<u>98</u>	<u>913,270</u>

16 Commitments under operating leases

At 31 December 2007 the company had annual commitments under non-cancellable operating leases as follows

	Land and buildings		Other	
	2007	2006	2007	2006
	£	£	£	£
Expiry date				
Within one year	30,000	-	-	2,163
Between two and five years	207,660	237,660	-	-
In over five years	286,300	192,550	-	-
	<u>523,960</u>	<u>430,210</u>	<u>-</u>	<u>2,163</u>