"Companies House"

THE LAMBETH CHINESE COMMUNITY ASSOCIATION

(a Company limited by Guarantee)

Report and Financial Statements

Year Ended 31 March 2005

Charity No: 802002

Company No: 2404310



N. HARRIS & CO.

CHARTERED ACCOUNTANTS

AND

REGISTERED AUDITORS

LONDON

THE LAMBETH CHINESE COMMUNITY ASSOCIATION

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THE LAMBETH CHINESE COMMUNITY ASSOCIATION

LEGAL AND ADMINISTRATIVE INFORMATION

Current Directors/Trustees:	Connie Jay Kok Wai Ho Dr Jacob Ghazarian Rachel Ooi Sarah Leong Teresa Leung Magdeleine Chia
Company Secretary:	Dr Jacob Ghazarian
Centre Manager:	Mr T H Lam
Registered Office:	69 Stockwell Road, London SW9 9PY
Registered Auditors:	N Harris & Co, Jaybee House, 155-157a Clapham High Street. London SW4 7SY
Bankers:	National Westminster Bank Plc, 504 Brixton Road, London SW9 8EB HSBC Bank Plc, 28 Borough High Street, London SE1 1YB

THE LAMBETH CHINESE COMMUNITY ASSOCIATION

Registered Office: 69 Stockwell Road, London SW9 9PY

REPORT OF THE TRUSTEES FOR THE FINANCIAL YEAR ENDED 31 MARCH 2005

The Trustees, who are also the Directors of the Charity for the purposes of the Companies Act, submit their Annual Report and the audited financial statements for the year ended 31 March 2005. The Trustees have adopted the provisions of the Statement of Recommended Practice (SORP) Accounting and Reporting by Charities issued in October 2002, in preparing the Annual Report and the Financial Statements of the Charity.
The Charity is a charitable company limited by guarantee and was incorporated on the 30 June 1989. The constitution then adopted was amended on the 19 August 1999.

OBJECTIVES AND MISSION

The Memorandum of Association defines the Charity's objects as to:

- To advance education among the inhabitants of the London Borough of Lambeth, in particular among members of the Chinese community and to advance the education of the public in Chinese history, art, culture and traditions.

- To provide or assist in the provision of facilities for the recreation and other leisure time occupation for the inhabitants of the London Borough of Lambeth and in particular in the interest of social welfare and with the objects of improving their conditions of life.

- To relieve poverty, sickness, and distress among members of the Chinese community in the London Borough of Lambeth.

- To work towards the elimination of racial discrimination and the promotion of good relations between persons of different ethnic origins residing or working in the London Borough of Lambeth.

The Lambeth Chinese Community Association, is a Charity with a mission to assist the local Chinese community to integrate into the local society and in so doing, the organisation has gained considerable experience in the area of multi-racial co-existence. The Charity, subject to the availability of funding, has the experience and the desire to provide a range of services and support to the Lambeth Chinese community with particular reference to the needs of the sick and elderly. The Charity also provides education through its school.

The strategic plan adopted identified the following key areas where the Charity has developed skill and competences:

- Care and social needs of the Lambeth Chinese Community.
- Educational needs of the Lambeth Chinese Community.

The Charity hopes not only to continue but also to expand its social and humanitarian activities.

REPORT OF THE TRUSTEES
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2005 (Continued)

REVIEW OF ACTIVITIES AND FUTURE DEVELOPMENTS

The Statement of Financial Activities through the year is set out on page 10 of the Financial Statements. Statements relating to the individual income and expenditures of each activity is set out in the Financial Statements between pages 9 to 17.

The Trustees, as aforesaid, hope to maintain the activities referred to above and wherever funding and experience permit, expand these for the benefit of the Lambeth Chinese community

FINANCIAL RECORDS

The Charity maintains a computerised system for recording its financial transactions. The accounting policies are as set out at Note 1 on page 11 of the Financial Statements. The Charity applies the accrual basis of accounting in connection the preparation of its Annual Financial Statements.

INCOME GENERATION

The Charity's total income increased during the year to 31 March 2005 from £239897 to £271051.

FUND RAISING

The Charity, during the year in question, has relied, in the main, on grants obtained for specific purposes and voluntary donations. Fund raising has to some degree been exploited, and fund raising and membership receipts have increased from £17669 in the year to 31 March 2004 to £53464 in the year to 31 March 2005.

SERVICES AND RESOURCES EXPENDED

The Financial Statements between pages 9 and 17 show both the income attributable and the costs of each individual service provided. The Charity, as aforesaid, fully embraced the accruals basis of accounting.

RESERVES

The Trustees continually review the reserves of the Charity and the Charity's need of a buffer so as to provide uninterrupted service. The unrestricted reserve at the 31 March 2005 stood at £7640. The budget for the coming year has been prepared on a break-even basis.

Restricted funds have increased during the year from £20345 to £88168. This increase reflects the major emphasis which has been placed on income generation primarily from Government agencies, the local authorities and also from a wide range of local and national trust funds.

CHANGES IN FIXED ASSETS

The movement in Fixed Assets during the year are set out in Note 11 to the Financial Statements.

REPORT OF THE TRUSTEES
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2005 (Continued)

GOVERNANCE AND INTERNAL CONTROL

The Directors who are the Trustees, are elected by the Members in General Meeting. There is also an Executive Committee as required by the Company's Articles of Association. Regular meetings are held which will deal with the Charity's operations, outstanding problems including those relating to personnel.

The Trustees constantly review effectiveness of their positions so as to meet the requirements that Office places upon them.

The Trustees have taken all reasonable steps so far as the internal audit is concerned, to counteract fraud and irregularities. They take steps to safeguard assets of the Charity and also to enable them to discharge their duties under the Companies Act including but not exclusively:

- The maintenance of proper books and records.
- Selection of suitable accounting policies.
- Safeguard the assets.
- Comply with all laws and regulations with a particular reference to those relating to the handling of food.
- Risk Management.
- Health and Safety issues.
- Reviewing all aspects of the Charity's operation.

VOLUNTEERS

The Charity is grateful to the many volunteers who have helped during the financial year, particularly where domiciliary duties have been involved and also in connection with the Luncheon Club. The average number of volunteers has been 40.

EMPLOYEE INVOLVEMENT AND EMPLOYMENT

The Charity employs necessary assistance in connection with each of its projects.

Potential employees are interviewed by management to ensure that they have the necessary capabilities. The Executive Committee takes steps to ensure that employees are, at all times, fully informed as to prevailing circumstances.

The Charity has implemented a policy relating to personnel which includes:

- Equal opportunities.
- A volunteer policy.
- Matters relating to Health and Safety.
- Disabled access to the Company's premises in Stockwell Road. The Charity has long established policies relating to fair employment, recruitment, selection and the retention and training of staff.

REPORT OF THE TRUSTEES
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2005 (Continued)

RELATIONSHIP WITH OTHER CHARITIES

The Charity has maintained a healthy rapport with other charitable organisations in South London which concentrate their affairs in the aspects of care, including immigration, refugee and asylum matters and in particular with matters that deal with mental health. The Charity has also established a partnership with the Chinese Healthy Living Centre to address, in particular, mental health issues of the Chinese Community of South London. This partnership has submitted an application to the Community Fund for financial support in the region of £20,000 per annum.

The Charity also maintains a healthy relationship and is in constant dialogue with the Chinese in Britain Forum debating issues on the necessity of addressing minority group needs in the United Kingdom and how the community might contribute to the general welfare of Britain.

EVENTS AFTER DATE

The Charity purchased its premises at 69 Stockwell Road, London SW9 9PY on 30 September 2005 to secure the welfare of the Chinese Community in South London in perpetuity. The purchase is also seen by the Trustees as a wise investment for the future development of the Charity and a stepping stone in the expansion of its activities. In effecting this purchase the Charity has borrowed the sum of £100,000 over the period of 25 years from the HSBC Bank plc. The Charity Commission informed the Trustees that they were acting within their legal powers and responsibilities in making this purchase.

AUDITORS

The resolution proposing that Mr N Harris of N Harris & Company, be reappointed as Auditors to the Charity, will be put to the Annual General Meeting. This Report was approved by the Board on 23 November 2005.

FOR AND ON BEHALF OF THE TRUSTEES

Trustee

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE LAMBETH CHINESE COMMUNITY ASSOCIATION

We have audited the financial statements for the year ended 31 March 2005 set out on pages 9 to 17. These financial statements have been prepared under the historical cost convention in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2005) and the accounting policies set out in the financial statements.

Respective responsibilities of Directors and Auditors

The directors' responsibilities for preparing the Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards are set out in the Statement of Directors' Responsibilities. Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

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 also report to you if, in our opinion, the Directors' Report is not consistent with the financial statements, if 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 transactions with the company is not disclosed.

We read the Directors' Report and consider the implications for our report if we become aware of any apparent misstatements within it or material inconsistencies with the financial statements.

Basis of Audit Opinion

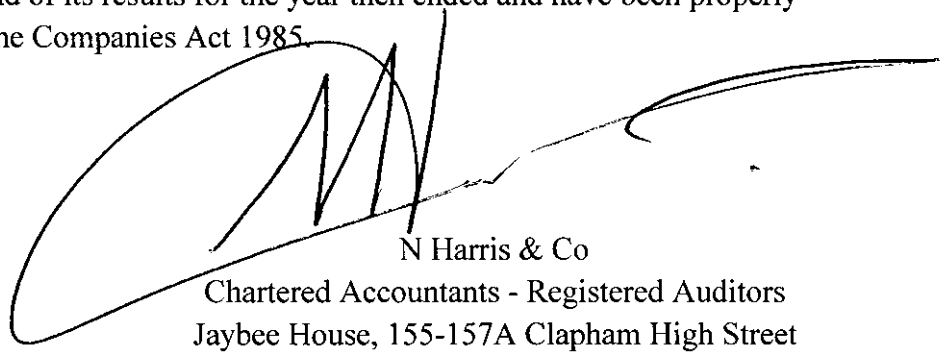
We conducted our audit in accordance with United Kingdom Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements 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.

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 misstatements, 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 financial statements.

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE LAMBETH CHINESE COMMUNITY ASSOCIATION

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 March 2005 and of its results for the year then ended and have been properly prepared in accordance with the Companies Act 1985.



N Harris & Co
Chartered Accountants - Registered Auditors
Jaybee House, 155-157A Clapham High Street
London SW4 7SY

LONDON - 23rd day November 2005

BALANCE SHEET AS AT 31 MARCH 2005

	Note No.	2005 £	2005 £	2004 £	2004 £
FIXED ASSETS					
Tangible Assets	11		5168		4620
Current Assets					
Debtors	12	22169		3946	
Cash at bank and in hand		83253		65185	
		105422		69131	
Current Liabilities					
Creditors: Amounts falling due within one year	13	(14782)		(41071)	
Net Current Assets			90640		28060
Total Assets less Current liabilities			95808		32680
Income Funds					
Unrestricted Funds			7640		12335
Restricted Funds			88168		20345
			95808		32680

The financial statements on Pages 9 to 17 were approved by the Board of Trustees on the 23 November 2005 and signed on its behalf by:-

Ho Kok Wai) TRUSTEES

Magdeleine Chia)

THE LAMBETH CHINESE COMMUNITY ASSOCIATION

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 31 MARCH 2005

INCOME AND EXPENDITURE	Note	2005 Restricted Funds	2005 Un-restricted Funds	2005 Total	2004 Total
		£	£	£	£
Incoming Resources					
Donations		9419	500	9919	9720
Grants		206446	-	206446	211706
Activities & Membership Receipts		51871	1593	53464	17669
Interest Receivable		168	1054	1222	802
Total		267904	3147	271051	239897
Resources Expended					
Direct Charitable Expenditure	4	204338	1181	205519	230615
Administration of the Charity	5	-	2404	2404	9743
Total		204338	3585	207923	240358
Net Incoming (Outgoing) Resources before transfers		63566	(438)	63128	(461)
Transfer between funds		4257	(4257)	-	-
Net Incoming(Outgoing) *Resources after transfer*		*67823*	(4695)	*63128*	(461)
Balances Bought Forward		20345	12335	32680	33141
Balances Carried Forward		88168	7640	95808	32680

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2005

1. **ACCOUNTING POLICIES**

a. ***Basis of Preparation***

The financial statements have been prepared under the historical cost convention, and in accordance with the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" published in October 2000 and applicable accounting standards.

b. **Company Status**

The Charity is a company limited by guarantee. In the event of the Charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the Charity.

c. **Donations, Grants and Voluntary Income**

The Charity adopts the accruals principle for accounting. Therefore, monies received are allocated to the period agreed with the Fund Providers.

d. **Direct Charitable Expenditure**

Direct charitable expenditure comprises all expenditure relating to the objects of the Charity. All expenditure is accounted for on an accruals basis.

e. **Depreciation**

The Charity's tangible fixed assets are depreciated on a reducing balance basis at the rate of 15% per annum.

f. **Stocks**

The cost of food for the Association's kitchen is written off as incurred and no stocks are included in the Financial Statements.

g. **Fund Accounting**

General funds are unrestricted and are available for use at the discretion of the Trustees in furtherance of the general objectives of the Charity.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors and grant givers, or which have been raised by the Charity for particular purposes. The cost of administering each such fund is charged against the specific fund.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2005 (Continued)

2.1 DONATIONS, GRANTS AND VOLUNTARY INCOME

		2005	2004
		£	£
Donations	- Unrestricted	500	3138
	- Restricted	9419	6582
Grants	- Unrestricted	-	18963
	- Restricted	206446	192743
Activities & Other Receipts:			
	- Unrestricted	2815	3771
	- Restricted	51871	14700
		271051	239897

2.2 GRANT PROVIDERS

The providers of grants for the Charity's activities for the current and previous year are set out below:-

Activity	Grant and Fund Providers
School Fund	Lambeth Education Authority
Domiciliary Care	Lambeth Social Services
Domiciliary Care	Southwark Strategic Services
Domiciliary Care	Wandsworth Social Services
Elderly Day Centre	Lambeth Social Services
Elderly Luncheon Club	Hyde Housing Association Ltd
Chinese Music	Arts Council
Carer Support	Lambeth Social Services
Outreach	Community Fund (Lottery)
Adult Learning	Lambeth Education Authority
New Year Project	Chinese Community and Public
Refugee Support	Lambeth Social Services
The Mercers' Outing Project	The Mercers' Company
The Acquisition of Building Project	The Chinese Community
Management Committee Training	City Parochial Foundation

3. UNRESTRICTED INVESTMENT INCOME

	2005	2004
	£	£
Bank interest receivable is included in "Activities and Other Receipts - Unrestricted" (see Note 2)	1222	802

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2005 (Continued)

4. DIRECT CHARITABLE EXPENDITURE

	2005			2004
	Restricted Funds	Unrestricted Funds	Total	Total
	£	£	£	£
Summer Play Scheme	-	-	-	710
School	20634	-	20634	24926
Domiciliary care	86241	-	86241	108796
The Mercers' Company	1557	-	1557	-
Fundraising & Outings	17238	-	17238	-
Elderly Day Care	18413	-	18413	19548
Elderly Luncheon Club	14477	-	14477	10876
Elderly Mental Health	-	-	-	3305
Chinese Mental Health	-	-	-	3540
Chinese Music	2687	-	2687	3084
Career Support	14282	-	14282	14064
Outreach Advice	18417	-	18417	17188
Adult learning	2556	-	2556	9708
New Year Project	-	1181	1181	1915
Women Group	332	-	332	1463
Management Committee Training	-	-	-	4851
Refugee project	7504	-	7504	6640
	204338	1181	205519	230615

5. ADMINISTRATION UNALLOCATED

	2005	2004
	£	£
Salaries & National Insurance	17691	25250
Rent & Rates	567	1092
Light & Heat	1650	1284
Insurance	1139	966
Printing, Postage & Stationery	3378	4211
Telephone	2642	4337
Repairs & Maintenance	749	3107
Accountancy	2897	2257
Audit Fees	1931	1505
Legal Fees	872	65
Bank charges	661	928
General Expenses	502	1265
Depreciation	912	815
Charged to Direct Charitable Expenditure (included in Note 4)	(33187)	(37339)
	2404	9743

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2005 (Continued)

6. TOTAL RESOURCES EXPENDED

	2005				2004
	Salaries & National Insurance	Depreciation	Other Costs	Total	Total
	£	£	£	£	£
Summer Play Scheme	-	-	-	-	590
School	4362	-	14081	18443	22526
Domiciliary Care	68022	-	7200	75222	79462
Elderly Day Care	13106	-	915	14021	15387
Elderly Luncheon Club	6774	-	5130	11904	7451
Elderly Mental Health	-	-	-	-	2898
Chinese Mental Health	-	-	-	-	2633
Fundraising & outings	-	-	17238	17238	-
Chinese Music	-	-	896	896	1697
Career Support	9458	-	630	10088	11122
Outreach Advice	11171	-	3427	14598	12964
Adult Learning	1455	-	821	2276	7987
New Year Project	-	-	1181	1181	1915
Women Group	-	-	332	332	1222
The Mercers' Company	-	-	1407	1407	-
Management Training	-	-	-	-	4051
Refugee Project	4474	-	252	4726	4485
Administration unallocated	17691	912	16988	35591	63969
	136513	912	70498	207923	240359

7. STAFF COSTS

	2005	2004
	£	£
Gross salaries	127273	150546
Social Security costs	9240	9386
	136513	159932

8. STAFF NUMBERS

	2005	2004
The average number of employees throughout the year was :	8	21

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2005 (Continued)

9. TRUSTEES REMUNERATION

The Trustees neither received nor waived any emoluments during the year (2004 - Nil).
Out of pocket expenses were reimbursed to the Trustees as follows:-

	2005	2004
	£	£
Amounts refunded	2	3376

10. OTHER COSTS

Other costs included in Note 6 for the year ended 31 March 2005 are:

	2005	2004
	£	£
Travel	3762	4127
Training courses	426	-
Volunteers' expenses	7440	3359
Teachers' allowance	6376	13046
School room hire	2203	8179
Postage, printing and stationery	4633	4348
Group function expenses	-	588
Materials	1080	643
Refreshments and food	6184	5749
Art activities	156	-
Other activities & performances	19414	-
National care standard	331	-
Legal & Professional fees	872	1090
Light and heat	1650	1284
Insurance	1139	1421
Computer & Telecommunications	2642	4797
Repairs & maintenance	749	3107
Audit fees	1931	1505
Bank charges	661	928
Equipment	127	-
General expenses	1416	3656
Equipment hire	400	640
Subscription	3441	-
Redundancy settlement costs	-	16886
Other charges	3465	4258
	70498	79611

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2005 (Continued)

11. TANGIBLE FIXED ASSETS

	Fixtures & Fittings	Plant & Equipment	Total
	£	£	£
Cost			
As at 01/04/04	5554	11329	16883
Additions	1400	60	1460
As at 31/03/05	6954	11389	18343
Depreciation			
As at 01/04/04	5083	7180	12263
Charge for the year	281	631	912
As at 31/03/05	5364	7811	13175
Net Book Value			
As at 31/03/05	1590	3578	5168
As at 31/03/04	471	4149	4620

12. DEBTORS

	2005	2004
	£	£
Amounts falling due within one year		
Prepayments	3496	426
Other Debtors	18673	3520
	22169	3946

13. CREDITORS

	2005	2004
	£	£
Amounts falling due within one year		
Sundry Creditors	-	16886
Accruals	974	440
Accrued income	9696	20807
Accountancy/Audit fees	4112	2938
	14782	41071

NOTES FORMING PART OF THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2005 (Continued)

14. **RESTRICTED FUND BALANCES AT 31 MARCH 2004**

Income is now brought to credit over the period of a grant project. Deficit balances on individual funds which arose as a result of grants being accounted for on a receipts basis are in the course of being eliminated.