

Company Number 7051721

Registered Charity Number 1135681

MADAD
(A company limited by guarantee)

Report and financial statements

31 December 2011



MADAD

CONTENTS

	Page
Legal and administrative information	1
Report of the Trustees	2-6
Report of the auditors	7-8
Statement of financial activities	9
Balance sheet	10
Cash flow statement	11
Notes to the financial statements	12-15

MADAD

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees and Directors	Amin Mawji (Chairman) (appointed 21 October 2009) Shiraz Kabani (appointed 21 October 2009) Salimah Currimbhoy (appointed 26 January 2010)
Company Secretary	Shiraz Kabani
Registered office	331 East Lane Wembley Middlesex HA0 3LB
Company number	7051721
Charity number	1135681
Auditors	Fairman Law Chartered Accountants Fairman Law House Park Terrace Worcester Park Surrey KT4 7JZ
Bankers	Lloyds TSB Bank Plc Covent Garden Branch 22/24 Southampton Street London WC2E 7JB
Solicitors	Stone King Sewell 16 St John's Lane London EC1M 4BS

REPORT OF THE TRUSTEES

FOR THE PERIOD ENDED 31 DECEMBER 2011

Company Number 7051721

Registered Charity Number 1135681

The Trustees present the financial statements of Madad for the year ended 31 December 2011. The Trustees are also directors for Companies Act purposes. The Trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" (revised 2005) in preparing the annual report and financial statements of the company. The report and financial statements also comply with the Companies Act 2006.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Legal status and Governing document

The company is a charitable company limited by guarantee, incorporated in England & Wales on 21 October 2009 and was registered as a charity on 27 April 2010. The objects and powers of the company were established in its Memorandum of Association and are governed by its Articles of Association. The charity commenced operation on the date of incorporation. The directors of the charitable company (the charity) are its trustees for the purposes of the charity law and throughout this report are collectively referred to as the Trustees.

Appointment

The Trustees who held office at incorporation, during the financial year and at the date of this report are set out on page 1. The Trustees are appointed in accordance with the rules set out in the Articles of Association.

Induction and Training

Any new trustees would undergo orientation to brief them on their legal obligation under charity and company law, the content of the Memorandum and Articles of Association, the decision making processes, the objectives and strategies and recent financial performance of Madad

Organisation

The Board of Trustees is responsible for the overall strategy and direction of the charity and meet at least twice a year. The Trustees give their time on a voluntary and unpaid basis. The Board of Trustees has also appointed the following committees to support them in the management of Madad's operations

- A Supervisory Committee which is chaired by a Trustee and is responsible for managing the set up of Madad's operations, the most significant of which is the acquisition, refurbishment and operational set-up of a multi-generational housing facility in accordance with the Madad's objectives and aims.
- An Executive Committee which is responsible for the day to day management of the Property and reports to the Supervisory Committee

MADAD

REPORT OF THE TRUSTEES

FOR THE PERIOD ENDED 31 DECEMBER 2011 - continued

Company Number 7051721

Registered Charity Number 1135681

Both committees consist primarily of volunteers whose skills and experience, particularly in the care industry, property management and social welfare work have helped Madad to significantly further its objectives.

The Executive Committee meets regularly

Risk Management

The Trustees have examined the principal areas of Madad's operations and have considered the major risks that could arise in these areas. In the opinion of the Trustees, Madad has appropriate procedures in place, which provide reasonable assurance that the risks identified by them are mitigated to an acceptable level. Major risks, for this purpose, are those that may have a significant effect on

- Quality and suitability of programmes;
- Achievement of the programme's aims and objectives,
- Availability of competent volunteers to manage the programmes;
- Availability of funding for the programmes.

Interest of Board of Trustees

No member of the Trustees had, at any time during the period, any interests in Madad which require to be disclosed in this report

OBJECTIVE, AIMS AND PRINCIPAL ACTIVITIES

Madad's objectives as set out in its Statutes are:

- a) To provide reasonable assistance in the securing of accommodation for those persons (and their dependents living with them) in the Shia Imami Ismaili Muslim community (the 'Community') who have need of such accommodation by reason of financial hardship or social or economic need, their age, ill-health or disability, or other need, deprivation or disadvantage,
- b) To advance education and to provide facilities in the interests of social welfare for recreation or other leisure time occupation with the objective of improving the quality of life of people in the Community,
- c) To advance the Shia Imami Ismaili Muslim faith.

Due regard has been given to the public benefit guidance as defined by the Charity Commission, and Madad's activities take into account the Commission's public benefit criteria. The key areas of activity to achieve the above objectives, aims and activities are

- The acquisition of a multi-generational housing facility to provide housing for the most vulnerable and isolated members of the Community.
- The provision of social, educational and cultural programmes to residents of the facility, enhancing their physical, mental, emotional and spiritual well-being.

REPORT OF THE TRUSTEES

FOR THE PERIOD ENDED 31 DECEMBER 2011 - continued

Company Number 7051721

Registered Charity Number 1135681

The above objectives, aims and activities are achieved by mobilising resources including rents, cash, grants, contributions and donations in kind and as well as human resources and expertise through collaboration with partner organisations, expert professionals and volunteers.

ACHIEVEMENTS AND PERFORMANCE

Following the acquisition of Jubilee Court in 2010, a number of volunteers were mobilised to project manage the refurbishment of the property which was completed in the Spring of 2011

The process for selecting tenants included robust selection criteria as well as visits to applicants to ensure that applications were assessed in a fair and consistent manner. The first tenants moved into the property in May 2011 and by the end of 2011, 27 out of the 28 flats were occupied.

During the year, a full time house manager and live-in warden were employed who, together with a voluntary management team, fully supported the residents in settling and meeting their needs in a new communal environment. The support for the well being of the residents is provided on an ongoing basis.

In addition to housing, a key aspect of the project is the provision of purposeful activities including recreational activities which are essential to the well being of the elderly.

Programmes have been developed to provide a mix of social, educational and cultural activities which reflect the need for security, health and social support, spiritual reflection, productivity of time and companionship. Jubilee Court has spaces for communal gatherings and social activities as well as a secluded garden which facilitates the delivery of these programmes.

During the year, programmes have been delivered weekly at 4 different locations, including Jubilee Court, each of which is attended by 35-50 people. These programmes are sponsored by Madad and delivered by volunteers from the Community.

The provision of a combination of accommodation and programmes aims to give the residents of Jubilee Court an opportunity to live independently in a comfortable and enabling environment within a vibrant community which is aimed at enhancing their quality of life. An anonymous questionnaire completed by each resident in February 2012 revealed an overall improvement in their quality of life and appreciation of the ongoing support provided to them in different areas

FINANCIAL REVIEW

The book values of the assets held at the year end are, in the opinion of the Board of Trustees, as stated in the financial statements. Also, in its opinion, adequate assets are available to fulfil the obligations of Madad.

A summary of the result of Madad's activities during the period is given in the Statement of Financial Activities on page 9

Total income of the charity amounted to £543,665 including income from donations of £407,931 and rental income of £124,686

MADAD

REPORT OF THE TRUSTEES

FOR THE PERIOD ENDED 31 DECEMBER 2011 - continued

Company Number 7051721

Registered Charity Number 1135681

Total resources expended in the year include direct costs of £99,030, primarily relating to the operational costs of Jubilee Court, and financing costs of £105,219 relating to the loan for the acquisition of Jubilee Court. The governance costs were mainly made up of audit fees and legal and professional expenses. The governance costs are approved by the Trustees.

The total funds at 31 December 2011 were £436,554, all of which were unrestricted funds

RESERVES POLICY

Madad maintains unrestricted funds, which are the free reserves of the charity, at a level that is at least twelve months of committed expenditure, excluding financing and other costs covered by committed rental income streams. Excess unrestricted funds, to the extent represented by liquid assets, will be used to repay borrowings except where the Trustees consider that the funds should be retained for possible future projects.

INVESTMENT POLICY

The Trustees have the power to invest in such assets as they see fit. Madad's investment policy is appropriate to the nature of the funds for which the investment is held. The primary investment aim is to provide a high degree of security and liquidity and to maximise returns whilst adopting a conservative approach.

GRANT-MAKING POLICY

The Trustees make grants as an effective means of delivering support and assistance to other programmes that fit within the objectives of Madad. The Jubilee Court property also serves as a day-care / community centre for other elderly Ismailis in the area, and will have potential to providing respite care. The multi-generational housing facility is outward-looking initiative and has become a positive community hub. The facility leverages external services and supports, and forms important linkages with other organisations serving seniors, whose services are accessible through the facility.

PLANS FOR THE FUTURE

It is an important aspect of the Jubilee Court project that the project provides needy members of the Community with good quality housing and purposeful activities. Recreational activities are essential to the well being of any individual and in particular to the elderly and disabled. For many in these circumstances, time moves slowly and as loved ones concentrate on their own lives it can and may lead to a feeling of isolation. Group activities are one way of dealing with this isolation and giving the individual a sense of belonging and achieving.

The emphasis on Life Long Learning will continue to be a focus, within the parameter of stimulus for updating skills and encouraging mental engagement.

Every facility and encouragement is given to the residents for the practice of their faith. Facilities are in place for the residents to attend an Ismaili place of worship regularly and participate in religious observances.

MADAD

REPORT OF THE TRUSTEES

FOR THE PERIOD ENDED 31 DECEMBER 2011 - continued

Company Number 7051721

Registered Charity Number 1135681

VOLUNTEERS

Volunteers are central to the ethos and operations of Madad. They donate their time, expertise and equipment to implement programmes, raise funds and to provide other services. Madad is very grateful for this generosity. The financial value of this generosity has neither been calculated nor included in the financial statements because it is difficult to quantify these in monetary terms.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

Company law requires the directors, who are referred to here as the Trustees, to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity at the year end of its incoming resources and resources expended during that year. In preparing those financial statements, the Trustees are required to

- select suitable accounting policies and then apply them consistently,
- make judgments and estimates that are reasonable and prudent;
- state whether applicable accounting standards and statements of recommended statements, and practice have been followed subject to any departures disclosed and explained in the financial
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The Trustees are responsible for keeping proper accounting records, which disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities

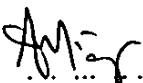
AUDITORS

In accordance with section 487 of the Companies Act 2006, a resolution that Fairman Law be reappointed as auditors of the charity will be put to the Board of Trustees

STATEMENT OF DISCLOSURES TO AUDITOR

- a) So far as the Trustees are aware, there is no relevant audit information of which the company's auditors are unaware, and
- b) They have taken all the steps that they ought to have taken as Trustees in order to make themselves aware of any relevant audit information and to establish that the company's auditors are aware of that information.

By order of the Board of Trustees

... ..  ...

AMIN MAWJI

Chairman

Date 25 . Day of September . 2012

**INDEPENDENT AUDITORS' REPORT
FOR THE PERIOD ENDED 31 DECEMBER 2011**

We have audited the financial statements on pages 9 to 17 for the period ended 31 December 2011 which comprise the statement of financial activities, the balance sheet, cashflow and the related notes. These financial statements have been prepared under the historical cost convention and the accounting policies set out therein.

The report is made solely to the charity's trustees, as a body, in accordance with Section 44 of the Charities Act 1993. Our audit work has been undertaken so that we might state to the charity's trustees 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 charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of trustees and auditors

The Trustees, who are also the directors, have responsibilities for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards. These are set out in the Statement of Trustees' Responsibilities in the Report of the Trustees.

Our responsibility is to audit the financial statements 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 financial statements give a true and fair view and are properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, the Companies Act 2006 and in accordance with the Charities Act 1993. We also report to you whether in our opinion, the information given in the Trustees' Report is consistent with the financial statements. In addition we report to you 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 other transactions with the charity is not disclosed.

We read the other information contained in the Annual Report, and consider whether it is consistent with the audited financial statements. This other information comprises only The Trustees' Report. We consider the implications of our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements. Our responsibilities do not extend to 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 financial statements. It also includes an assessment of the significant estimates and judgements made by the Trustees in

**INDEPENDENT AUDITORS' REPORT
FOR THE PERIOD ENDED 31 DECEMBER 2011**

the preparation of the financial statements, and of whether the accounting policies are appropriate to the charity'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 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 financial statements.

Opinion

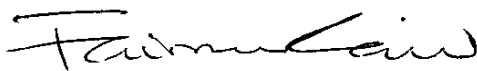
In our opinion

- the financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the charity's affairs as at 31 December 2011 and of its incoming resources and application of resources, including its income and expenditure, for the period then ended;
- the financial statements have been properly prepared in accordance with the Companies Act 2006 and the Charities Act 1993; and the information given in the Trustees' Report is consistent with the financial statements.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the accounts are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit, or
- the directors were not entitled to prepare the accounts and the directors' report in accordance with the small companies regime.



FAHREEN MEGHANI ACA
Senior Statutory Auditor
Fairman Law

Chartered Accountants and Registered Auditors
Park Terrace, Worcester Park, Surrey KT4 7JZ

Date 27 Day of Sept . 2012

MADAD

STATEMENT OF FINANCIAL ACTIVITIES (SOFA) (INCLUDING INCOME AND EXPENDITURE ACCOUNT) FOR THE PERIOD ENDED 31 DECEMBER 2011

	Notes	Unrestricted funds £	2011 Total £	2010 Total £
INCOMING RESOURCES				
<u>Voluntary income</u>				
Donations and gift aid	4	407,931	407,931	231,063
<u>Activities for Generating Funds</u>				
Rental income		124,686	124,686	-
<u>Other incoming resources</u>				
Miscellaneous income		10,898	10,898	-
Interest receivable		150	150	-
Total incoming resources		543,665	543,665	231,063
RESOURCES EXPENDED				
<u>Charitable activities:</u>				
(Costs of activities in furtherance of the objects of the charity)				
Direct costs		99,030	99,030	4,787
Governance costs	5	9,869	9,869	9,250
Financing costs		105,219	105,219	34,306
Depreciation		75,713	75,713	-
Total resources expended		289,831	289,831	48,343
Net movement in funds for the period		253,834	253,834	182,720
Balance brought forward		182,720	182,720	-
Total Funds as at 31 December 2011		436,554	436,554	182,720

All of the above results are derived from continuing activities. All gains and losses recognised in the period are included in the above.

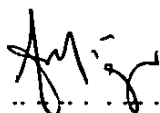
The notes on pages 12 to 15 form part of these financial statements.

MADAD

BALANCE SHEET AS AT 31 DECEMBER 2011

	Notes	£	<u>2011</u>	£	£	<u>2010</u>	£
FIXED ASSETS							
Tangible assets	7			3,355,463			2,771,763
Current assets							
Debtors	8	88,869			59,838		
Cash at bank and in hand		262,286			1,272,065		
		<u>351,155</u>			<u>1,331,903</u>		
Creditors: amounts falling due within one year	10	<u>142,554</u>			<u>740,986</u>		
Net current assets				<u>208,601</u>			<u>590,917</u>
				3,564,064			3,362,680
Creditors: amounts falling due after more than one year	11			(3,127,510)			(3,179,960)
Net assets				<u>436,554</u>			<u>182,720</u>
Funds							
Unrestricted funds	14			<u>436,554</u>			<u>182,720</u>
Total funds				<u>436,554</u>			<u>182,720</u>

The financial statements on pages 10 to 15 were approved by the Board of Trustees on the 27th Day of September 2012 and were signed on its behalf by:



AMIN MAWJI
Trustee

MADAD**CASH FLOW STATEMENT
FOR THE PERIOD ENDED 31 DECEMBER 2011**

	Notes	2011 Total £	2010 Total £
Net cash (outflow)/inflow from operating activities	13	(195,117)	137,381
Returns on investments and servicing of finance			
Interest received		150	-
Interest paid		(103,977)	-
Repayment of amounts borrowed		(51,422)	-
Capital expenditure and financial investment			
Purchase of fixed assets		(659,413)	(2,771,763)
Financing activities			
Net Proceeds from bank borrowings		-	1,931,447
Proceeds from other loans		-	1,975,000
Net (Decrease) / increase in cash in the period		(1,009,779)	1,272,065
Cash at bank and in hand at 1 January		1,272,065	-
Net cash resources at 31 December		262,286	1,272,065

The notes on pages 12 to 15 form part of these financial statements.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 2011**

1. Principal accounting policies

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the charity's financial statements

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" (revised 2005), Companies Act 2006 and applicable Accounting Standards

Funds

General funds are unrestricted funds available for use at the discretion of the Trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes

There are no restricted funds.

Tangible fixed assets

Tangible fixed assets are stated at their purchase price, together with any incidental expenses of acquisition

Depreciation is provided on all tangible fixed assets, from the dates they are brought into use, at rates calculated to write off the cost on a straight line basis over their expected useful economic lives as follows:

Freehold property (Buildings)	1%	Straight Line
Plant and machinery	20%	Straight Line
Motor vehicles	20%	Straight Line
Furniture and fixtures	20%	Straight Line
Office and other equipment	33.3%	Straight Line

Incoming resources

Voluntary income, comprising donations, provides core funding and is of a general nature. This is recognised where there is entitlement, certainty of receipt and the amount can be measured with sufficient reliability. Rental income is recognised on a receivable basis

The value of services provided by volunteers is not incorporated into these financial statements. Further details of the contributions made by volunteers can be found in the Trustees' Report.

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 DECEMBER 2011

Resources expended

Expenditure is recognised on an accruals basis as liability is incurred.

Charitable income and expenditure is allocated to the respective activities and any shortfall is funded from unrestricted funds.

Direct costs comprise those costs incurred by the charity in the delivery of its activities. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Governance costs include those costs associated with meeting the constitutional and legal requirements of the charity.

Irrecoverable VAT is charged against the category of resources expended for which it was incurred.

2. Emoluments to the Trustees

No emoluments were paid to the Trustees. The Trustees did not claim, nor receive, reimbursement of expenses incurred by them in the course of their duties.

3. Employee information

The average number of employees for the year to 31 December 2011 was 2.

4. Voluntary income

	<u>Unrestricted</u> <u>funds</u>	<u>2011</u> <u>Total</u>	<u>2010</u> <u>Total</u>
	£	£	£
Donations and gift aid	389,908	389,908	212,250
Gift aid tax	18,023	18,023	18,813
	<u>407,931</u>	<u>407,931</u>	<u>231,063</u>

5. Governance costs

The governance costs of the charity consisted of the following costs:

	<u>Unrestricted</u> <u>funds</u>	<u>2011</u> <u>Total</u>	<u>2010</u> <u>Total</u>
	£	£	£
Audit fees	3,600	3,600	3,000
Legal and professional	6,269	6,269	6,250
	<u>9,869</u>	<u>9,869</u>	<u>9,250</u>

MADAD

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 DECEMBER 2011

6 Net incoming resources

The net incoming resources are stated after charging the following costs:

	<u>Unrestricted funds</u> £	<u>2011 Total</u> £	<u>2010 Total</u> £
Auditors' remuneration	3,600	3,600	3,000

7. Tangible fixed assets

All assets are held for charitable purposes

	<u>Freehold property</u> £	<u>Motor vehicles</u> £	<u>F & Fixture machinery & equipment</u> £	<u>2011 Total</u> £	<u>2010 Total</u> £
Cost					
Balances b/f	2,736,601	-	35,162	2,771,763	-
Additions	250,880	82,390	156,189	489,459	2,753,655
Improvements	169,954	-	-	169,954	18,108
At 31/12/2011	<u>3,157,435</u>	<u>82,390</u>	<u>191,351</u>	<u>3,431,176</u>	<u>2,771,763</u>

Accumulated depreciation

Balance b/f	-	-	-	-	-
Charge for the year	20,965	16,478	38,270	75,713	-
At 31/12/2011	<u>20,965</u>	<u>16,478</u>	<u>38,270</u>	<u>75,713</u>	<u>-</u>

Net book value

At 31/12/2011	<u>3,136,470</u>	<u>65,912</u>	<u>153,081</u>	<u>3,355,463</u>	<u>2,771,763</u>
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8 Debtors

	<u>2011</u> £	<u>2010</u> £
Gift aid tax recoverable	36,835	18,813
Prepayments	3,459	2,625
Other Debtors	<u>48,575</u>	<u>38,400</u>
	<u>88,869</u>	<u>59,838</u>

9 Cash and cash equivalents

	<u>2011</u> £	<u>2010</u> £
Net cash (outflow)/inflow during the period	(1,009,779)	1,272,065
	<u>(1,009,779)</u>	<u>1,272,065</u>

MADAD

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 DECEMBER 2011

10. Creditors due within 1 year	<u>2011</u>	<u>2010</u>
	£	£
Accruals	55,405	14,499
Loans	-	675,000
Bank loan due within 1 year	52,516	51,487
Other creditors	34,633	-
	<u>142,554</u>	<u>740,986</u>

11. Creditors due after 1 year	<u>2011</u>	<u>2010</u>
	£	£
Bank loans	1,827,510	1,879,960
Other loans	1,300,000	1,300,000
	<u>3,127,510</u>	<u>3,179,960</u>

12 Taxation

The company is a registered charity and is not liable to corporation tax on its charitable activities. Gift aid donations for which declarations have been received from the respective donors confirming that the given donation be treated as Gift Aid donation are reclaimed by the company ("the Charity")

13. Reconciliation of net movement in resources to net cash outflow from operating activities.

	<u>2011</u>	<u>2010</u>
	£	£
Net movement in resources for period	357,660	182,720
Depreciation on tangible assets	75,713	-
Decrease (Increase) in debtors	(29,030)	(59,838)
Increase(Decrease) in creditors	(599,460)	14,499
Net cash outflow from operating activities	<u>(195,117)</u>	<u>137,381</u>

14 Reconciliation of unrestricted funds

	Balances at	<u>Movement in Resources</u>		Balances at
	<u>01/01/2011</u>	<u>Incoming</u>	<u>Outgoing</u>	<u>31/12/2011</u>
	£	£	£	£
Unrestricted Funds:				
Donations - Gift aid and others	182,720	543,665	(289,831)	436,554
	<u>182,720</u>	<u>543,665</u>	<u>(289,831)</u>	<u>436,554</u>
		<u>2011</u>	<u>2010</u>	
		£	£	
Represented by:				
Fixed Assets		3,355,463	2,771,763	
Current Assets		351,155	1,331,903	
Liabilities		(3,270,064)	(3,920,946)	
		<u>436,554</u>	<u>182,720</u>	

15 Related party transactions

Other than donations and funds received there were no transactions with related parties during the period

MADAD**INCOME AND EXPENDITURE ACCOUNT
FOR THE PERIOD ENDED 31 DECEMBER 2011**

	2011		2010	
	£	£	£	£
INCOME				
<i>Donations:</i>				
- Unrestricted	396,363		219,063	
- Designated	<u>11,568</u>		<u>12,000</u>	
		407,931		231,063
<i>Other income</i>				
Interest receivable	150		-	
Rent receivable	124,686		-	
Miscellaneous income	<u>10,898</u>		<u>-</u>	
		<u>135,734</u>		<u>-</u>
		543,665		231,063
EXPENDITURE				
<i>Direct Costs:</i>				
General rates	10,964		-	
Light and heat	4,010		-	
Insurance	3,137		792	
Telephone and fax	781		-	
Computer and internet cost	194		-	
Security costs	7,213		3,630	
Printing, postage and stationery	876		-	
Wages	26,462		-	
Statutory contribution	2,189		-	
Repairs and maintenance	14,795		-	
Motor and travelling	12,411		-	
Other charitable activities	14,947		-	
Sundry expenses	<u>1,051</u>		<u>365</u>	
	<u>99,030</u>		<u>4,787</u>	
<i>Governance costs:</i>				
Legal & Professional	6,269		6,250	
Audit Fees	<u>3,600</u>		<u>3,000</u>	
	<u>9,869</u>		<u>9,250</u>	
<i>Finance Costs:</i>				
Bank charges	428		19,483	
Bank loan interest	61,727		14,823	
Loan interest - other	42,250		-	
Bad debt provision	<u>814</u>		<u>-</u>	
	<u>105,219</u>		<u>34,306</u>	
Balances carried forward	<u>214,118</u>	<u>543,665</u>	<u>48,343</u>	<u>231,063</u>

MADAD**INCOME AND EXPENDITURE ACCOUNT - continued
FOR THE PERIOD ENDED 31 DECEMBER 2011**

Balances brought forward	214,118	543,665	48,343	231,063
<i>Depreciation:</i>				
Freehold property	20,965		-	
Plant and machinery	2,271		-	
Furniture and fixtures	34,360		-	
Motor vehicles	16,478		-	
Office and other equipment	1,639		-	
	<u>75,713</u>		<u>-</u>	
		(289,831)		(48,343)
Surplus for the period		<u>253,834</u>		<u>182,720</u>