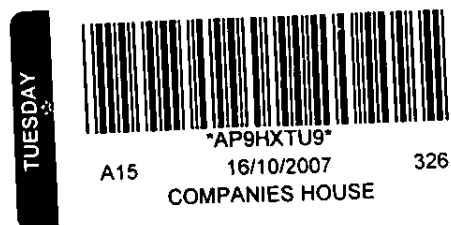


MINIK KARDES LIMITED
(PRIVATE COMPANY LIMITED BY GUARANTEE)
REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2007

COMPANY REG NO.3076260

CHARITY NO. 1067893



TKG PARTNERSHIP
CHARTERED ACCOUNTANTS AND REGISTERED AUDITORS

MINIK KARDES LIMITED
(PRIVATE COMPANY LIMITED BY GUARANTEE)
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Page 11 does not form part of the statutory accounts.

*** Also charity trustees for the purposes of Charity Law.**

Bankers: Barclays Bank
Kingsland Branch

MINIK KARDES LIMITED
(PRIVATE COMPANY LIMITED BY GUARANTEE)
DIRECTORS' & TRUSTEES' REPORT FOR THE YEAR ENDED 31 MARCH 2007

The trustees, who are also directors of the charity for the purposes of the Companies Act, present their annual report together with the audited financial statements of the charity for the year ended 31 March 2007

Structure, Governance and Management

Governing Document

Minik Kardes Limited is a company limited by guarantee with no share capital and is a registered charity. The company was established under a Memorandum of Association which established the objects and powers of the charitable company and is governed under its Articles of Association. In the event of the company being wound up members are required to contribute an amount not exceeding £1.

Recruitment & Appointment of Trustees

The trustees and directors who have served throughout the year are shown on page 1. Appointment of directors/trustees is governed by the Memorandum & Articles of Association.

Organisational Structure

The charity is organised so that the trustees meet regularly to manage its affairs. There is a co-ordinator who manages the day to day administration of the charity.

Risk Management

The trustees actively review the major risk which the Charity faces on a regular basis and believe that maintaining reserves at current levels, combined with an annual review of the controls over key financial systems, will provide sufficient resources in the event of adverse conditions.

Objectives & Activities

The charity's objects and its principal activities are to advance the education of Turkish speaking children below compulsory school age by the provision of bilingual nursery education.

Development, Activities and Achievements

The trustees consider that the charity's activities in meeting its objectives have been most satisfactory during the year under review.

The trustees are pleased to report that the expansion and refurbishment of the nursery centre has now been completed, enabling the charity to improve the provision of education to the children. During the forthcoming year the roof of the building will be renewed at an anticipated cost of £30,000.

Financial review

Total income for the year amounted to £484,025 with total expenditure after transfers to endowment reserves amounting to £378,473 leaving a revenue surplus in the year of £105,552.

Accumulated reserves at the balance sheet date amounted to £633,195, of which £207,430 represent income reserves.

Reserves Policy

The trustees are of the opinion that the present level of funding together with the current level of reserves is adequate to support the continuations of the Charity's activities for the medium term. The trustees also consider the financial position of the Charity to be satisfactory.

Future developments

Funding for the year 2007/08 has been secured for the Charities' core activities and the aim of the trustees is to further develop the provision of nursery education in the Hackney & Islington areas.

MINIK KARDES LIMITED
(PRIVATE COMPANY LIMITED BY GUARANTEE)
DIRECTORS' & TRUSTEES' REPORT FOR THE YEAR ENDED 31 MARCH 2007
(Continued)

Responsibilities of Trustees

The trustees are required by company law to prepare financial statements for each financial year which give a true and fair view of the charity's financial activities during the year and of its financial position at the end of the year. In preparing those financial statements, the trustees are required to

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

The trustees are responsible for keeping 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 1985. 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.

Trustee Members

The trustees who are directors for the purposes of company law who served during the year and up to the date of this report are set out on page 1.

In accordance with company law, as the company directors, we certify that

- so far as we are aware, there is no relevant audit information of which the company's auditors are unaware, and
- as the directors of the company we have taken all the steps that we ought to have taken in order to make ourselves aware of any relevant audit information and to establish that the charity's auditors are aware of that information.

Auditors

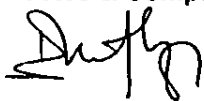
TKG Partnership Limited were re appointed as the charitable company's auditors at the last Annual General Meeting and have expressed their willingness to continue in that capacity.

Approval

This report has been prepared in accordance with the Statement of Recommended Practice Accounting and Reporting by Charities (issued in March 2005) and in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small entities.

Approved by the trustees on 8 August 2007 and signed on its behalf by

E Sarikaya
Trustee & Company Secretary



MINIK KARDES LIMITED
REPORT OF THE AUDITORS TO THE MEMBERS OF
MINIK KARDES LIMITED
(PRIVATE COMPANY LIMITED BY GUARANTEE)

We have audited the financial statements of Minik Kardes Ltd for the year ended 31 March 2007 which comprise Summary of Income & Expenditure Account, the Balance Sheet and the related notes. These financial statements have been prepared under the accounting policies set out therein and the requirements of the Financial Reporting Standard for Smaller Entities.

This report is made solely to the charity's members, as a body, in accordance with s 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the charity's members those matters that 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 Management Committee and Auditors

As described in the Statement of Trustees' responsibilities the trustees who are also directors of Minik Kardes Ltd for the purposes of Company Law are responsible for the preparation of the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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 the Companies Act 1985. We also report to you if, in our opinion, the Trustees' Annual Report is consistent with the financial statements, 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 the information specified by law regarding trustee's remuneration and transactions is not disclosed.

We read the Trustees' Annual Report and consider the implications for our report if we become aware of any apparent misstatements within it.

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 significant estimates and judgements made by the Trustees' in 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 applicable to Smaller Entities, of the state of the charity's affairs as at 31 March 2007 and of its income and expenditure, in the year then ended,

the financial statements have been properly prepared in accordance with the Companies Act 1985 and the Charity's Act 1993, and

the information given in the Trustee's Report is consistent with the financial statements


TKG Partnership Ltd
Chartered Accountants & Registered Auditors
320 High Road
London N22 8JR

8 August 2007

MINIK KARDES LIMITED
(PRIVATE COMPANY LIMITED BY GUARANTEE)
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MARCH 2007

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	<u>Notes</u>	<u>Unrestricted</u> <u>Funds</u> £	<u>Restricted</u> <u>Funds</u> £	<u>Endowment</u> <u>Funds</u> £	<u>Total</u> <u>2006/07</u> £	<u>Total</u> <u>2005/06</u> £
Incoming Resources						
Grants receivable	1	27,326	281,244	-	308,570	580,732
Nursery fees receivable		144,488	-	-	144,488	103,972
Interest receivable		4,702	-	-	4,702	2,390
Fundraising & other income	2	26,265	-	-	26,265	21,384
Total incoming resources		<u>202,781</u>	<u>281,244</u>	<u>-</u>	<u>484,025</u>	<u>708,478</u>
Resources expended						
Direct charitable expenditure	3	92,140	249,674	-	341,814	291,430
Management and administration	4	5,089	-	-	5,089	5,428
Total resources expended		<u>97,229</u>	<u>249,674</u>	<u>-</u>	<u>346,903</u>	<u>296,858</u>
Net incoming/(outgoing) resources before transfers						
	5	105,552	31,570	-	137,122	411,620
Transfers		-	(31,570)	31,570	-	-
Net movement in funds		<u>105,552</u>	<u>-</u>	<u>31,570</u>	<u>137,122</u>	<u>411,620</u>
Reconciliation of funds						
Total funds brought forward		101,878	-	394,195	496,073	84,453
Total funds carried forward		<u>207,430</u>	<u>-</u>	<u>425,765</u>	<u>633,195</u>	<u>496,073</u>

The statement of financial activities includes all gains and losses in the year. All incoming resources and resources expended derive from continuing activities.


MINIK KARDES LIMITED
(PRIVATE COMPANY LIMITED BY GUARANTEE)
BALANCE SHEET
AS AT 31 MARCH 2007

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	<u>Notes</u>	<u>2006/07</u>		<u>2005/06</u>	
		£	£	£	£
Fixed Assets					
Tangible assets	7	425,765		394,195	
Current Assets					
Debtors	8	17,404		27,015	
Cash at bank and in hand		<u>265,856</u>		<u>112,241</u>	
		283,260		139,256	
Creditors' amounts falling due within one year	9	<u>(75,830)</u>		<u>(37,378)</u>	
Net current assets		<u>207,430</u>		<u>101,878</u>	
Total assets less current liabilities		<u><u>633,195</u></u>		<u><u>496,073</u></u>	
The funds of the charity					
Endowment - functional fixed assets fund	10	425,765		394,195	
Unrestricted income funds					
- general fund	11	182,430		76,878	
- designated fund	11	<u>25,000</u>		<u>25,000</u>	
		<u><u>633,195</u></u>		<u><u>496,073</u></u>	

The Company has prepared accounts in accordance with the Special Provisions of Part VII of the Companies Act 1985 relating to small entities

Approved by the management committee on 8 August 2007 and signed on their behalf



F Osman
Trustee & Company Director

MINIK KARDES LIMITED
(PRIVATE COMPANY LIMITED BY GUARANTEE)
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2007

Accounting Policies

The principal accounting policies are summarised below. The accounting policies have been applied consistently throughout the year and in the preceding year.

Basis of Accounting

The financial statements are prepared under the historical cost convention and in accordance with the Companies 1985 and the Statement of Recommended Practice 'Accounting and Reporting by Charities', issued in March 2005.

Fund Accounting

Unrestricted funds comprise accumulated surpluses and deficits on general funds. These are available for use at the discretion of the Trustees in furtherance of the general charitable objectives.

Designated funds are unrestricted funds earmarked by the trustees for particular purposes.

Restricted funds are subjected to restrictions on their expenditure imposed by the donor or through the terms of an appeal.

Incoming resources

All incoming resources are included in the statement of financial activities when the charity is entitled to the income and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income:

(a) Grants & Nursery Fee Subsidies

Grants receivable and nursery fee subsidies are included in full in the Statement of Financial Activities when receivable. Where grants received are for a specific purpose and the corresponding expenditure has not been incurred, an element of the grant is deferred and carried forward.

(b) Nursery Fees

Nursery fees are accounted for when receivable.

(c) Donations & Other Income

All donations and other income, including interest receivable, are accounted for when receivable.

Resources Expended

Expenditure is recognised on an accruals basis as the liability is incurred, including VAT which is unrecoverable and is reported as part of the expenditure to which it relates.

Charitable expenditure comprises the costs incurred by the charity in the delivery of its activities and services for its beneficiaries.

Management and administration expenditure includes those costs associated with meeting the constitutional and statutory requirements of the charity and includes the audit fees and costs linked to the strategic management of the charity.

Tangible Fixed Assets for use by the charity and depreciation

Tangible fixed assets for use by the charity are stated at cost less depreciation.

Depreciation is provided at rates calculated to write off the cost or valuation of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

- freehold buildings - 2% straight line
- computer equipment - 25% straight line basis
- office equipment - 25% straight line basis

MINIK KARDES LIMITED
(PRIVATE COMPANY LIMITED BY GUARANTEE)
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2007

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	2006/07 £	2005/06 £
1 Grants receivable		
AFA Eng Jnt Pot	-	4,960
Big Lottery	4,500	-
Islington Childcare Trust	-	2,500
L B Islington - C A P	13,325	12,240
L B Islington - Cripplegate	29,772	21,799
L B Islington - Excellence in Cities	16,772	-
L B Islington - G A P	20,434	19,318
L B Islington - Miscellaneous	11,835	4,166
L B Islington - N E G	20,606	18,111
L B Islington - N N I	26,950	8,050
L B Islington - Outreach	5,268	10,536
L B Islington - Parental	4,621	-
L B Islington - Sustainability	-	6,543
Learning Trust - C A P	6,674	-
Learning Trust - Commission	42,000	42,000
Learning Trust - N E G	6,720	9,984
Learning Trust - N N I	77,088	24,000
Learning Trust - Outdoor	8,000	-
Learning Trust - Studyleave	3,400	-
Lloyds TSB	-	6,630
Local Network Fund	5,866	-
London Development Agency	-	85,000
New Opportunity Fund	-	303,292
Other Miscellaneous	8,139	4,003
	<u>311,970</u>	<u>583,132</u>
Add: Deferred grants brought forward:		
Cripplegate - Development	-	6,250
London Borough of Islington - NNI	-	1,750
L B Islington - C A P	10,400	-
	<u>322,370</u>	<u>591,132</u>
Less: Deferred grants carried forward:		
Learning Trust - N N I	(13,800)	-
L B Islington - C A P	-	(10,400)
	<u>308,570</u>	<u>580,732</u>
2 Fundraising & other income		
Donations and gifts	24,128	20,151
Other	2,137	1,233
	<u>26,265</u>	<u>21,384</u>
3 Direct charitable expenditure		
Staff costs	277,289	236,539
Nursery running costs	54,856	46,470
Depreciation	9,669	8,421
	<u>341,814</u>	<u>291,430</u>
4 Management & administration costs		
Audit and Accountancy	4,700	4,818
Legal and Professional	389	610
	<u>5,089</u>	<u>5,428</u>

MINIK KARDES LIMITED
(PRIVATE COMPANY LIMITED BY GUARANTEE)
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2007

Page 9

	2006/07 £	2005/06 £
5 Net movement in funds for the year		
The net movement in funds for the year is stated after charging		
Depreciation - owned assets	9,669	8,420
Audit fees	2,750	2,250

6 Staff costs

Wages and salaries	260,303	223,234
Employers national insurance	21,686	18,123
	<u>281,989</u>	<u>241,357</u>

The average number of staff employed during the year were as follows

Direct charitable employees	17	18
-----------------------------	----	----

	Freehold Property £	Office Equipment £	Total £
7 Tangible fixed assets			
Cost			
At 1 April 2006	401,011	14,078	415,089
Additions	39,403	1,836	41,239
Written off	-	-	-
At 31 March 2007	<u>440,414</u>	<u>15,914</u>	<u>456,328</u>
Depreciation			
At 1 April 2006	8,020	12,874	20,894
Charge in year	8,809	860	9,669
Written off	-	-	-
At 31 March 2007	<u>16,829</u>	<u>13,734</u>	<u>30,563</u>
Net book value			
At 31 March 2007	<u>423,585</u>	<u>2,180</u>	<u>425,765</u>
At 31 March 2006	<u>392,991</u>	<u>1,204</u>	<u>394,195</u>

	2006/07 £	2005/06 £
8 Debtors		
Amounts due within one year:		
Accrued income	15,566	24,000
Other debtors	1,838	3,015
	<u>17,404</u>	<u>27,015</u>
9 Creditors		
Amounts falling due within one year:		
Deferred income	16,905	10,400
Other creditors	58,925	26,977
	<u>75,830</u>	<u>37,377</u>

MINIK KARDES LIMITED
(PRIVATE COMPANY LIMITED BY GUARANTEE)
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2007

	2006/07 £	2005/06 £
10 Endowment fund		
Functional fixed asset reserve:		
Balance at 1 April 2006	394,195	2
Net movement in funds	31,570	394,193
Balance at 31 March 2007	<u>425,765</u>	<u>394,195</u>
11 Unrestricted reserves		
Staff & Maternity Fund:		
Balance at 1 April 2006	25,000	25,000
Net movement in funds	-	-
Balance at 31 March 2007	<u>25,000</u>	<u>25,000</u>
General fund:		
Balance at 1 April 2006	76,878	59,451
Net movement in funds	105,552	17,427
Balance at 31 March 2007	<u>182,430</u>	<u>76,878</u>
12 Restricted reserves:		
Grants fund		
Balance at 1 April 2006	-	-
Net movement in funds	-	-
Balance at 31 March 2007	<u>-</u>	<u>-</u>

12 Analysis between fund balances	<u>Unrestricted</u> <u>Funds</u>	<u>Restricted</u> <u>Funds</u>	<u>Endowment</u> <u>Funds</u>	<u>Total</u>
	£	£	£	£
Tangible fixed assets	-	-	425,765	425,765
Net current assets	207,430	-	-	207,430
	<u>207,430</u>	<u>-</u>	<u>425,765</u>	<u>633,195</u>

13 Section 37 of the Local Government & Housing Act

The grants receivable for the year were expended for the purposes for which they were awarded, as shown on page 5 of the financial statements

14 Transactions with management committee members

No remuneration is payable to the members of the management committee. Any transactions involving the members of the management committee were carried out in the normal course of activities of the charity.