

Chantrey Vellacott DEFK LLP

Company Registration No: 3201959
Charity Number: 1055675

JUBILEE DEBT COALITION

Also Known as

JUBILEE DEBT CAMPAIGN

FINANCIAL STATEMENTS

31 DECEMBER 2005



JUBILEE DEBT COALITION AND ITS SUBSIDIARY UNDERTAKING

Financial statements for the year ended 31 December 2005

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JUBILEE DEBT COALITION AND ITS SUBSIDIARY UNDERTAKING

Legal and administrative information

Board of Trustees

National organisations:

Fleur Anderson (CAFOD)	
Andrew Bradstock	(resigned 7 th April)
Jonathan Glennie (Christian Aid)	(appointed 7 th April)
Jennifer Humphreys (USPG)	
Bandula Kothawala (TUC)	
Androulla Kyrillou (Oxfam)	(appointed 7 th April)
Kees Maxey (United Reformed Church)	(appointed 7 th April)
Martin Powell (WDM)	
Abdul Aziz Rajab-Ali (Islamic Relief)	(appointed 7 th April)

Local and regional groups:

Joanna Brown (TIDAL, Leeds)	
John Cope (Harrow & Brent Oxfam Campaign Group)	(appointed 7 th April)
David Golding (North-East)	
Merryn Hellier (Hereford)	(appointed 7 th April)
Audrey Miller (Birmingham and West Midlands)	
Pamela Perry (London)	(resigned 7 th April)
Bill Peters (East Kent)	
Marylyn Rayner (Nottingham)	

Jubilee Scotland:

Elisabeth Cranfield

Co-opted trustees:

Sam Mondle - Honorary Treasurer	(resigned 18 th January)
Margarita O'Malley - Honorary Treasurer	(appointed 18 th January)
Stephen Rand - Co-Chair	
Joseph Walker	(resigned 7 th April)

Secretary

P Rogers

Charity number

1055675

Company Number

3201959

Solicitors

Bates, Wells and Braithwaite
London

Registered Office

The Grayston Centre
28 Charles Square
London
N1 6HT

Bankers

The Co-operative Bank
Kings Valley Yew Street
Stockport
Cheshire
SK4 2JU

Auditors

Chantrey Vellacott DFK LLP
Derngate Mews
Derngate
Northampton
NN1 1UE

Jubilee Debt Campaign has limited reserves on deposit, using:
CCLA Investment Management Limited for COIF
Charities Deposit Fund,
80 Cheapside,
London,
EC2V 6DZ

JUBILEE DEBT COALITION AND ITS SUBSIDIARY UNDERTAKING

ANNUAL REPORT 2005 OF JUBILEE DEBT COALITION (AKA JUBILEE DEBT CAMPAIGN)

REPORT OF THE BOARD OF TRUSTEES (INCORPORATING THE REPORT OF THE DIRECTORS)

The Board of Trustees submit their report together with the audited financial statements for the year ended 31 December 2005.

The Board of Trustees

The Board of Trustees constitutes the directors for the purposes of the Companies Act, and as required by the constitution are members of the Charity. They receive no remuneration for their services. The directors who served during the period are as shown on page 1. As referred to in note 1 to the financial statements, the Charity is a company limited by guarantee with no share capital. The liability of each member under guarantee does not exceed the sum of £1.

The trustees are responsible for matters of policy, direction, planning and development relating to the Charity. The trustees meet on a regular scheduled basis.

Principal activities

The main activities of the Charity have been to carry out research, publish and distribute information of the problems of Third World Countries with severe indebtedness.

Overview of the Year

2005 was the year of Make Poverty History. It was a momentous year for action on global poverty – and on debt in particular. Jubilee Debt Campaign exists to work for the relief of poverty by the cancellation of the unpayable debt of the world's poorest countries: in 2005 pledges were made that should see the end of up to \$70 billion of debt stock – and already some of those pledges have been delivered.

Jubilee Debt Campaign has recognised that the UK government played a key role in bringing about the genuine progress on debt that was seen in 2005. It fought for the principle of 100 per cent cancellation of debt to be applied to debts owed by some of the poorest countries to the International Monetary Fund, the International Development Association of the World Bank and the African Development Fund. They worked hard to secure a ground-breaking deal for Nigerian debt cancellation.

The UK government has itself recognised that the progress made would not have been possible without the dedicated, ongoing commitment of the campaigners, who worked in 2005 as perhaps they have never worked before – sending postcards and emails, organising public meetings, writing to the newspapers, writing to MPs – and involving many new constituencies. The evidence of surveys of public awareness was that at the end of the year many more of the UK public were aware of debt as a vital issue relating to global poverty. 2005 was a year when the strength of our movement at the grassroots made itself felt and helped to bring about significant progress.

This annual report is of an organisation that may be small in terms of its budget and its staff numbers, but which is quite extraordinary in terms of its grassroots commitment and its moral strength. From its roots in Jubilee 2000 through to its contribution to Make Poverty History in 2005, it has an unparalleled record of bringing substantial benefits to hundreds of millions of the world's poor.

Jubilee Debt Campaign played a significant role in Make Poverty History. It was a core coalition at the heart of the campaign; we fought hard to get 'Drop the Debt' adopted as one of its three headline demands; JDC groups and campaigners were the backbone of enormous amounts of local activity; staff gave considerable time to policy groups, media and messaging groups, lobbying meetings, Edinburgh event organisation and overall coordination. All of this was demanding, sometimes painful and frustrating, but often uplifting and rewarding – and above all worthwhile.

JUBILEE DEBT COALITION AND ITS SUBSIDIARY UNDERTAKING

Report of the Board of Trustees (incorporating the report of the directors)

The central national coordination of Make Poverty History has now come to an end; but the arrangements put in place for ongoing coordination for local activists, national organisations and to establish the UK platform for the Global Call for Action against Poverty have confirmed Jubilee Debt Campaign at the heart of UK campaigning on issues of economic justice. These are new challenges – but Jubilee Debt Campaign is better placed than ever before to move forward with confidence.

We do so, knowing there is a primary need to keep emphasising that the job is not done. For all the successes of 2005, the promise of debt cancellation amounted to about fifteen per cent of what JDC demonstrated is needed if the 2015 poverty targets are to be met (see the *In the Balance* report published in May 2005). We have got slightly hoarse in repeating that the G8 deal did not mean that 100 per cent of the debts of the world's poorest countries have been cancelled – it was 100 per cent of **some** of the debts of **some** of the world's poorest countries.

We have therefore welcomed Gordon Brown's public statement that "empowerment of the poor will be a false hope until the decades-old debt crisis is fully resolved... In Britain's view, all 67 of the poorest countries should secure debt relief." This is a significant indication that the government recognises there is more to be done, and offers an equally significant reason for JDC to maintain its campaigning and build on what was achieved in 2005.

The year ended with unfinished business. The IMF dimension of the G8 debt deal was finally agreed, not without struggle, just before Christmas, but the negotiations in the World Bank were still continuing.

Furthermore, in view of the government's previous stance, we were deeply shocked to learn it was taking \$3 billion from Nigeria in connection with that country's debt settlement. As Archbishop Desmond Tutu has stated, "This meanness of spirit stands in stark contrast to so many of the sentiments expressed in 2005" and we will continue to press the government to return this money.

In 2005, the UK government moved its position on the conditions attached to aid, opening the door for campaigning on the conditions attached to debt relief. The World Bank reviewed its policy on conditionality: this did not go nearly far enough, but it opens the way for campaigners to hold the Bank to account – and push for further action – during its annual meeting in Singapore in September 2006. It is against this background that JDC has launched its 'Cut the Strings' campaign, intended to secure an end to the damaging economic policy conditions attached to debt relief.

There were very significant changes within JDC in 2005. Ashok Sinha, our national coordinator, had seen JDC through a lengthy process of establishing itself again after the hiatus at the close of Jubilee 2000, at times as a sole employee, later assisted by Jane Laporte as part-time administrator. Having made a profound contribution to Jubilee Debt Campaign, they both moved on in 2005. Now, supplemented by our excellent band of enthusiastic volunteers, we have a new staff team, full of commitment, expertise and dedication; they are more than ably led by new Director Trisha Rogers. Caroline Pearce is responsible for policy and campaigning; she is supported by Susie Broadley. Helen Campbell manages finance and administration, supported by Jane Collett. They are ready for the new challenges.

2005 was a great, significant and encouraging year. But there is more to do. Jubilee Debt Campaign – staff, volunteers and local campaigners – is determined to see it gets done.

Structure, Governance and Management

Jubilee Debt Campaign is governed on the basis of its Memorandum and Articles of Association as a charity; guidance in the outworking of this is contained within the founding document adopted in 2001. The charity is also a company limited by guarantee. During 2005 a separate non-charitable company (Jubilee Debt Campaign, registered company 4283861) was wound up as it was now considered simplest to carry out all the activities of Jubilee Debt Campaign within and under the charitable company of Jubilee Debt Coalition.

JUBILEE DEBT COALITION AND ITS SUBSIDIARY UNDERTAKING

Report of the Board of Trustees (incorporating the report of the directors)

Jubilee Debt Campaign is governed by a board of trustees elected annually, half to represent local and regional groups and half to represent national organisations. In 2005 there were seven in each of these categories. In addition the elected board may also co-opt trustees who are seen to represent a significant constituency or bring specific skills and experience to the board.

The board of trustees normally meets four times a year. It delegates primary responsibility for staffing issues to the Management Sub-Committee of the board. Lobbying, policy issues, campaigning and media work are the responsibility of the staff in consultation with a variety of ad hoc and more formally established groups drawn from within the coalition membership.

Board meetings include the review of the major risks to which the charity is exposed, and rigorous processes are being established to mitigate those risks.

Objectives and Activities

The objects of the Charity are defined by the Memorandum and Articles of Association as "the relief of poverty in the third world in particular by advancing education relating to the problems of the accumulating debts of third world countries."

Thus by demanding that 'the unpayable debts of the world's poorest countries should be cancelled in full, by fair and transparent means' the charity intends to set impoverished nations free of the unjust burden of debt and release resources to reduce the poverty that results in the deaths of tens of millions of people every year and ruins the lives of hundreds of millions.

The educational activities used to pursue this objective include a vigorous programme of informing and encouraging existing and potential supporters to use their influence for change in a variety of methods: emailing and writing to local MPs and government ministers; disseminating information to local groups to encourage action; engaging in media work; attending events – some organised by the charity – either for learning or to advocate for debt cancellation.

In 2005 much of this activity was carried out in the context of the Make Poverty History coalition, in which Jubilee Debt Campaign played a key role. Staff and board members gave considerable time to various groups at the heart of Make Poverty History and the activities that followed nationally and locally. This involvement was the result of a strategic decision by the JDC board of trustees, recognising that this was the best way of mobilising and informing the widest possible segment of the UK public, and the best way of achieving significant change in terms of faster, deeper and broader debt relief.

This strategy was also supported by making a grant for the support of the All-Party Parliamentary Group on Heavily Indebted Poor Countries, renamed All-Party Parliamentary Group on Debt, Aid and Trade during the year. Small grants were also made to various local groups through the Local Activity Fund that was set up during the year in order to disburse funds in support of local group activity.

Jubilee Debt Campaign supports and encourages the activity of volunteers in local and regional groups, as well as individuals, in pursuit of the objective of debt cancellation. While it is impossible to quantify the value of this work in financial terms, it is a vital outworking of the strategy of the charity. Jubilee Debt Campaign is not a charity that seeks supporters who simply make a financial contribution to enable staff to do the work; rather, the role of the staff is to encourage, enable and reinforce the work done by hundreds of volunteers across the country.

A small number of volunteers come into the office to give valuable and dedicated service in support of the paid staff.

JUBILEE DEBT COALITION AND ITS SUBSIDIARY UNDERTAKING

Report of the Board of Trustees (incorporating the report of the directors)

Achievements and Performance

In 2005 Jubilee Debt Campaign was part of a global debt campaign but focused on maximising impact through the UK government hosting the G8. While the G8 debt deal fell short of a comprehensive solution to the debt crisis, nonetheless a potential \$73 billion of debt cancellation was agreed, and nearly \$1 billion per year should be released for poverty eradication from July 2006 as a result of the G8's Multilateral Debt Relief Initiative. The UK government indicated the role that campaigners played in achieving this debt cancellation deal.

Achievements included:

- The *Wipe Out Debt* campaign, with posters, petition and postcards, more than 30,000 of which were sent by members of the public to G7 Finance Ministers
- The Annual Conference, addressed by The President of Tanzania and attended by around 300 supporters
- Resources for World Debt Day, including worship materials, a drama sketch and sermon outlines in most European languages, as well as a message from Tanzanian President Mkapa in ten languages
- Working with schools and groups to use debt campaigning and other economic justice issues as a vehicle for global citizenship
- Close liaison with the All-Party Parliamentary Group on Heavily Indebted Poor Countries, particularly the publication of their *If not now, when?* report for the Commission for Africa, written and produced by Jubilee Debt Campaign
- Publication of two issues of *Drop It!* (the key briefing tool for supporters, with a print run of 15,000), and a variety of briefer fact sheets, bulletins and newsletters to disseminate campaign information
- Research and publication of *In the Balance: Why Debts Must be Cancelled Now to Meet the Millennium Development Goals* to influence the G8 summit in July
- Involvement in the planning and delivery of the Make Poverty History event in Edinburgh on July 2nd, and running associated networking, media and public meetings
- Frequent meetings with government ministers, civil servants, MPs, diplomats and multilateral institution officials
- Close liaison with debt groups in other countries, by email and by attending meetings of civil society organisations, including at World Bank/IMF meetings, at the World Social Forum, at Jubilee South conference, at Eurodad events and others
- Extensive media work, particularly around the G8 debt deal, resulting in much coverage on radio, TV and the printed media
- Maintenance and development of the website – including: campaigning e-actions both from Jubilee Debt Campaign and through Make Poverty History; providing information on background issues, events, educational resources, and media releases – receiving on average over 500 visits per day

Financial Review

These achievements were financed through the generous support of member agencies, a small number of trusts, a significant grant from Make Poverty History, and the generosity of hundreds of supporters and campaigners. This support enabled our plans for 2005 to be carried through with outstanding success, whether in the areas of office management, resource provision, campaigning or lobbying - indeed in all aspects of the work of the coalition.

It was a year of solid financial stability and growth that enabled staffing to be increased, contracts extended, and reserves maintained at the level agreed by the trustees of around 4-6 months of income, sufficient to ensure that bills can be paid and staff contracts fulfilled in the event of a rapid decrease in levels of income.

Plans for Future Periods

The budget for 2006 is for about £270,000. Our biggest source of funds is our key member agencies, and there will be a planned programme of ensuring financial support from those agencies, from trusts and from the public.

JUBILEE DEBT COALITION AND ITS SUBSIDIARY UNDERTAKING

Report of the Board of Trustees (incorporating the report of the directors)

The lead campaign for 2006, started in January, is for creditors to 'Cut the Strings' of economic policy conditions attached to debt relief. This public campaign will be supported by research into externally imposed economic policy conditions, including where they arise and their damaging effects on people who are poor. We shall research, too, with our member agencies, mechanisms for assessing good governance, including accountability to countries' own parliaments and civil society.

At the same time, Jubilee Debt Campaign will be encouraging campaigners and media to persuade the government to return its share (\$3 billion) of the Nigerian debt repayment. We shall also support work on auditing parts of the UK's loans to contribute to global debt audits. This will include looking at how debts arose, how the money has been used, what the repayment records have been and what interest rates and penalties have been incurred. This will lead to campaigning on illegitimate debt.

In 2006 we will identify a longer-term strategy with a view to securing funding commitments for two to three years to enable stability of planning and staffing. This will include a significant component of education work focused on schools and adult education, for which specific trust funding will also be sought.

Jubilee Debt Campaign will continue to play a significant role as one of the coalitions working together to build on the legacy of Make Poverty History. There will be a particular focus on building the capacity of local campaigning on issues of economic justice.

Risk Review

The trustees have conducted their own review of the major risks to which the Charity is exposed and systems have been established to mitigate those risks. The trustees continue to review this area on an ongoing basis.

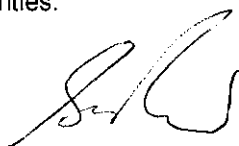
Directors' responsibilities

Company law requires the directors to prepare financial statements for each financial period, which give a true and fair view of the financial activities during the period and of its financial position at the end of the period.

In preparing these financial statements, the directors are required to:

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

The directors are also responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements 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.



Stephen Rand
Co Chair, Jubilee Debt Campaign
Date: 8th April 2006



Audrey Miller
Co Chair, Jubilee Debt Campaign
Date: 8th April 2006

JUBILEE DEBT COALITION AND ITS SUBSIDIARY UNDERTAKING

Independent Auditors' Report to the members of Jubilee Debt Coalition

We have audited the financial statements of Jubilee Debt Coalition for the period ended 31 December 2005 which are set out on pages 9 to 17. These financial statements have been prepared under the historical cost convention and the accounting policies set out therein.

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 directors and auditors

As described in the Statement of Directors' Responsibilities the company's directors, who are the charitable trustees, are responsible for the preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards.

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 Trustees' Annual Report is not consistent with the financial statements, if the charitable 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 trustees and directors' remuneration and transactions with the charitable company is not disclosed.

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

Basis of audit opinion

We conducted our audit in accordance with United Kingdom Auditing Standards issued by the Auditing Practices Board of the Accountancy Foundation. 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 directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the charitable company's circumstances, consistently applied and adequately disclosed.

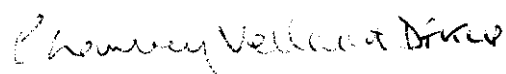
We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

JUBILEE DEBT COALITION AND ITS SUBSIDIARY UNDERTAKING

Independent Auditors' Report to the members of Jubilee Debt Coalition

Opinion

In our opinion the financial statements give a true and fair view of the state of the charitable company's affairs as at 31 December 2005 and of its incoming resources and application of resources, including its income and expenditure, for the period then ended and have been properly prepared in accordance with the Companies Act 1985.



CHANTREY VELLACOTT DFK LLP
Chartered Accountants
Registered Auditors

Date: 8th April 2006

NORTHAMPTON

Chantrey Vellacott DFK LLP

JUBILEE DEBT COALITION AND ITS SUBSIDIARY UNDERTAKING

Consolidated statement of financial activities
for the year ended 31 December 2005
(Incorporating an Income and Expenditure Account)

	Note	Restricted funds £	Unrestricted funds £	Total funds 2005 £	Total funds 2004 £
Incoming Resources					
Activities to further the charity's objectives					
Donations	3	13,322	243,749	257,071	195,906
Gifts in kind	4	-	36,418	36,418	17,338
Investment and other income		-	3,762	3,762	1,591
		<u>£13,322</u>	<u>£283,929</u>	<u>£297,251</u>	<u>£214,835</u>
Resources expended					
Cost of generating funds:					
Fund raising and publicity	5	-	4,823	4,823	5,802
Charitable expenditure:					
Grants Payable	6	-	-	-	5,721
Costs in furtherance of charitable objectives	7	16,592	200,973	217,565	150,732
Management and administration	8	320	29,557	29,877	26,691
		<u>£16,912</u>	<u>£235,353</u>	<u>£252,265</u>	<u>£188,946</u>
Total resources expended					
Net (outgoing)/incoming resources for the year		(3,590)	48,576	44,986	25,889
Fund balances at 1 January 2005		3,590	70,314	73,904	48,015
		<u>£ -</u>	<u>£118,890</u>	<u>£118,890</u>	<u>£73,904</u>
Total funds at 31 December 2005					

All the above amounts relate to continuing operations of the Charity.

The statement of financial activities includes all gains and losses recognised in the period.

The notes on page 11 to 17 form part of these financial statements.

JUBILEE DEBT COALITION AND ITS SUBSIDIARY UNDERTAKING

Balance sheets as at 31 December 2005

	Notes	Group December 2005 £	Group December 2004 £	Charity December 2005 £	Charity December 2004 £
Current assets					
Stock	14	1,698	-	1,698	-
Debtors	15	7,641	11,812	19,029	20,102
Cash at bank and in hand		123,223	81,978	110,835	72,513
		<u>132,562</u>	<u>93,790</u>	<u>131,562</u>	<u>92,615</u>
Current liabilities: Creditors amounts falling due within one year	16	(13,672)	(19,886)	(12,672)	(18,711)
		<u>118,890</u>	<u>73,904</u>	<u>118,890</u>	<u>73,904</u>
Net current assets					
		<u>118,890</u>	<u>73,904</u>	<u>118,890</u>	<u>73,904</u>
Net assets		<u>£118,890</u>	<u>£73,904</u>	<u>£118,890</u>	<u>£73,904</u>
Funds					
Unrestricted		118,890	70,314	118,890	70,314
Restricted	22	-	3,590	-	3,590
		<u>£118,890</u>	<u>£73,904</u>	<u>£118,890</u>	<u>£73,904</u>

Signed on behalf of the Board of Trustees



Stephen Rand
Co-Chairperson



Audrey Miller
Co-Chairperson

Date: 8th April 2006

The notes on pages 11 to 17 form part of these financial statements.

JUBILEE DEBT COALITION AND ITS SUBSIDIARY UNDERTAKING

Notes to the financial statements for the year ended 31 December 2005

1. **Constitution**
Jubilee Debt Coalition is a registered charity and is a company limited by guarantee with no share capital.
2. **Accounting policies**
 - (a) **Basis of accounting**
The financial statements have been prepared under the historical cost convention and in accordance with the Companies Act 1985, applicable accounting standards and the Statement of Recommended Practice, 'Accounting and Reporting by Charities' (SORP 2000) issued in October 2000.
 - (b) **Basis of consolidation**
The group financial statements consolidate those of the Charity and its subsidiary undertakings drawn up to 31 December 2005. The results of the Charity's trading subsidiary, Jubilee Debt Campaign Limited, are consolidated on a line by line basis.
 - (c) **Incoming resources**
 - i) Donations are recognised on a receivable basis.
 - ii) Grants are accounted for on a receivable basis.
 - iii) Gifts in kind are included at the value to the Charity where this can be quantified and a third party is bearing the cost. No amounts are included in the financial statements for services donated by volunteers.
 - iv) Interest receivable is recognised on an accruals basis.
 - (d) **Resources expended**
Resources expended are included in the Statement of Financial Activities on an accruals basis, inclusive of VAT, which cannot be recovered.

Certain expenditure is directly attributable to specific activities and has been included in those cost categories. Other costs, which are attributable to more than one activity, are apportioned across cost categories on the basis of the proportion of time spent by staff on those activities.

Grants payable to partner and member organisations are included in the statement of financial activities when approved by the trustees and agreed with the other organisations.
 - (e) **Fund accounting**
Restricted funds are to be used for specified purposes laid down by the donor. Expenditure for these purposes is charged to the fund together with a fair allocation of overhead and support costs.

Unrestricted funds are incoming resources received or generated for expenditure on the general objectives of the Charity.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.
 - (f) **Pension costs**
The charity contributes to certain employees' personal pension plans. These are defined contribution schemes, the assets of which are held separately from those of the charity. Contributions are charged to the Statement Of Financial Activities (SOFA) when this cost is incurred.

JUBILEE DEBT COALITION AND ITS SUBSIDIARY UNDERTAKING

Notes to the financial statements for the year ended 31 December 2005

3.	Restricted funds £	Unrestricted funds £	Total 2005 £	Total 2004 £
Donations				
All Saints' Church South Cave	-	1,000	1,000	-
Anonymous	-	10,818	10,818	8,770
BOND	-	20,000	20,000	-
CAFOD	-	20,000	20,000	20,000
Christian Aid	1,502	10,000	11,502	20,000
Commitment for Life	-	-	-	4,000
G Cox	-	1,000	1,000	-
Didsbury Churches Together	-	1,863	1,863	-
Essex Community Foundation	-	1,000	1,000	-
Gift Aid Received	-	323	323	12,282
Dr J L Hutton	-	-	-	1,000
Islamic Relief	-	12,000	12,000	-
JDC North East	-	2,771	2,771	-
P Linsey	-	1,040	1,040	1,040
AP and MF Lyon	-	1,500	1,500	-
Mr J D Matthews	-	1,094	1,094	-
Methodist Relief and Development Fund	-	15,000	15,000	5,000
Others (approximately 1,400 under £1,000)	320	90,732	91,052	83,599
Oxfam	-	14,000	14,000	10,000
Phelps Consultancy Ltd	-	7,000	7,000	-
Rowan Trust	-	-	-	3,000
Sandon Road Baptist Church	-	-	-	1,215
Save The Children	-	1,000	1,000	-
Sir Cliff Richard Charitable Trust	-	-	-	1,000
St John's, World Mission Action Group	-	1,000	1,000	-
Tearfund	-	15,000	15,000	11,500
The Cotton Trust	-	-	-	1,500
The Hilden Charitable Trust	-	5,000	5,000	5,000
TIDAL	-	1,108	1,108	-
Triodos	-	-	-	1,000
Tudor Trust	10,000	-	10,000	5,000
United Reformed Church, Northern Synod	-	1,000	1,000	1,000
United Reformed Church (Church and Society)	-	2,000	2,000	-
URC Mersey Synod	-	1,000	1,000	-
World Vision	1,500	5,500	7,000	-
	<u>£13,322</u>	<u>£243,749</u>	<u>£257,071</u>	<u>£195,906</u>

JUBILEE DEBT COALITION AND ITS SUBSIDIARY UNDERTAKING

Notes to the financial statements for the year ended 31 December 2005

4. Gifts in kind

	December 2005 £	December 2004 £
Provision of Co-Chairperson costs	36,153	16,750
Office Furniture	165	-
Events Equipment	100	-
Professional Fees	-	588
	<u>£36,418</u>	<u>£17,338</u>

Christian Aid have provided employer's and public liability insurance cover for the Charity. The trustees have not been able to quantify the value of this gift.

5. Fund raising and publicity

	December 2005 £	December 2004 £
Fundraising Costs	4,823	4,176
	<u>£4,823</u>	<u>£4,176</u>

6. Grants payable

	December 2005 £	December 2004 £
Member organisations	-	5,721
	<u>£ -</u>	<u>£5,721</u>

7. Costs in furtherance of the Charity's objectives

	December 2005 £	December 2004 £
Salaries	96,455	77,101
Co-Chairperson costs	36,153	16,750
Campaigning, lobbying and research	46,804	17,518
Website and related costs	4,594	1,626
Phone, stationery and postage	13,524	22,326
Travel	3,993	1,837
Office and other expenses	16,042	15,200
	<u>£217,565</u>	<u>£152,358</u>

JUBILEE DEBT COALITION AND ITS SUBSIDIARY UNDERTAKING

Notes to the financial statements for the year ended 31 December 2005

Mr Stephen Rand has been granted 3 days per week of his paid employment as a result of a secondment from Kairos Church Wimbledon, supported by a Grant from Tearfund.

	December 2005	December 2004
8. Management and administration	£	£
Salaries	13,889	8,567
Auditors' remuneration	2,000	2,937
Office and other expenses	13,988	15,187
	<u>£29,877</u>	<u>£26,691</u>

9. **Income and expenditure account**

A separate income and expenditure account has not been presented as the figures comprising net income for the period shown in the Statement of Financial Activities on page 8 give the information required under the Companies Act 1985, together with details of other recognised gains and losses.

	December 2005	December 2004
10. Staff costs	£	£
Wages and salaries	121,703	92,734
Social security costs	13,054	7,736
Pension costs	7,413	1,948
	<u>£142,170</u>	<u>£102,418</u>

Average number of employees during the year was 4 (2004:3).

No employee received emoluments at a rate in excess of £50,000 p.a. during the year (2004: Nil).

None of the trustees, nor any persons related or connected by business to them, received any emoluments from the Charity.

During the period travelling expenses were reimbursed to 9 (2004 : 5) trustees amounting to £1,435 (2004 : £959).

JUBILEE DEBT COALITION AND ITS SUBSIDIARY UNDERTAKING

Notes to the financial statements for the year ended 31 December 2005

11. Net income from trading activities of subsidiaries

The Charity controls by virtue of board appointment, funding and strategy Jubilee Debt Campaign Limited, a company limited by guarantee, incorporated in England and Wales. The company is engaged in trading activities on behalf of the Charity. A summary of the trading results is set out below. Audited accounts have been filed with the Registrar of Companies.

	Total 2005 £
Turnover	15,182
Administration costs	(1,205)
Gift Aid	(14,115)
Interest receivable	138
	<hr/>
Retained in subsidiary	£ -
	<hr/>

12. Surplus for the financial year

The surplus for the year amounted to £44,986 (2004: £25,889 surplus) of which a surplus of £Nil has been dealt with in the accounts of Jubilee Debt Campaign Limited and is stated after charging:

	Group		Charity	
	2005 £	2004 £	2005 £	2004 £
Operating lease costs – property	10,016	9,941	10,016	9,941
Auditors' remuneration	2,000	2,938	1,000	1,763
	<hr/>	<hr/>	<hr/>	<hr/>
	£12,016	£12,879	£11,016	£11,704
	<hr/>	<hr/>	<hr/>	<hr/>

13. Taxation

Jubilee Debt Coalition is a registered charity and as such, for taxation purposes, is entitled to exemption from United Kingdom taxation under the Income and Corporation Taxes Act 1988.

Corporation tax is payable on profits made by subsidiary companies.

14. Stocks

	Group		Charity	
	2005 £	2004 £	2005 £	2004 £
Stock	1,698	-	1,698	-
	<hr/>	<hr/>	<hr/>	<hr/>

JUBILEE DEBT COALITION AND ITS SUBSIDIARY UNDERTAKING

Notes to the financial statements
for the year ended 31 December 2005

15. Debtors

	Group		Charity	
	2005	2004	2005	2004
	£	£	£	£
Amount owed by subsidiary undertakings	-	-	11,388	8,290
Other debtors	7,641	11,812	7,641	11,812
	<u>£7,641</u>	<u>£11,812</u>	<u>£19,029</u>	<u>£20,102</u>

16. Creditors: amounts falling due within one year

	Group		Charity	
	2005	2004	2005	2004
	£	£	£	£
Trade creditors	2,036	3,405	2,036	3,405
Accruals	11,636	16,481	10,636	15,306
	<u>£13,672</u>	<u>£19,886</u>	<u>£12,672</u>	<u>£18,711</u>

17. Commitments under operating leases

At 31 December 2005 the charity had commitments under non-cancellable operating leases as set out below:

	2005	2004
	£	£
Land and buildings		
Operating leases which expires within 1 year	<u>7,682</u>	<u>7,455</u>

18. Members' liability

The Charity does not have a share capital and is limited by guarantee. In the event of the Charity being wound up, the maximum amount which each member is liable to contribute is £1. There were 18 members at 31 December 2005.

19. Capital commitments

There were no capital commitments at 31 December 2005 or at 31 December 2004.

20. Contingent liabilities

There were no contingent liabilities at 31 December 2005 or at 31 December 2004.

JUBILEE DEBT COALITION AND ITS SUBSIDIARY UNDERTAKING

Notes to the financial statements
for the year ended 31 December 2005

21. Analysis of group net assets between funds

	Unrestricted	Restricted	Total funds	Total funds
	funds	funds	2005	2004
	£	£	£	£
Fund balances at 31 December 2005 are represented by:				
Current assets	132,562	-	132,562	93,790
Current liabilities	(13,672)	-	(13,672)	(19,886)
	<u>£118,890</u>	<u>£ -</u>	<u>£118,890</u>	<u>£73,904</u>

22. Restricted Funds

	At 1 January 2005	Incoming resources	Outgoing resources	At 31 December 2005
	£	£	£	£
World Social Forum	-	1,502	1,502	-
All Party Parliamentary Group	3,590	11,500	15,090	-
Staff Training	-	320	320	-
	<u>£3,590</u>	<u>£13,322</u>	<u>£16,912</u>	<u>£ -</u>