

IK FOUNDATION & COMPANY LTD
(company limited by guarantee)

Company No: 3293294

**DIRECTORS' REPORT
AND
FINANCIAL STATEMENTS**

YEAR ENDED 31 DECEMBER 2007



IK FOUNDATION & COMPANY LTD

YEAR ENDED 31 DECEMBER 2007

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IK FOUNDATION & COMPANY LTD

COMPANY INFORMATION

Company number	3293294
Directors	Mr L Hansen Mrs A I L Åman-Goodwille
Secretary	Goodwille Limited
Registered office	St James House 13 Kensington Square London W8 5HD

IK FOUNDATION & COMPANY LTD

DIRECTORS' REPORT

The directors present their annual report and financial statements for the period ended 31 December 2007

Principal activities

The company's main object is "to act for the purpose of the community in general" The company is an independent, not-for-profit organisation with a global network of contacts in the fields of science, research, exhibitions and publishing, its principal activity being the dissemination of information on environmental issues The company is and shall remain a small and informal organisation with a board of directors who participate in a variety of project groups and committees The company's principal activity is financed by fund-raising, exhibitions and selling research material and books

Directors and their interests

The directors apart from Mrs A I L Åman-Goodwille are guarantors of the company to the extent of £1 each The former director Mr P E Wahlstrom died on 7 September 2007

Auditors

As stated on the balance sheet, the company is exempt from the statutory audit requirements of the Companies Act 1985 and, accordingly, no auditor has been appointed

The Euro

The directors have addressed the implications of the introduction of the Euro and consider that it will not impact adversely on the company's business nor involve the incurring of significant costs

Directors' responsibilities

Company law requires the directors to prepare financial statements for each financial period, which give a true and fair view of the state of affairs of the company and of the profit and loss for that period In preparing those financial statements, the directors are required to

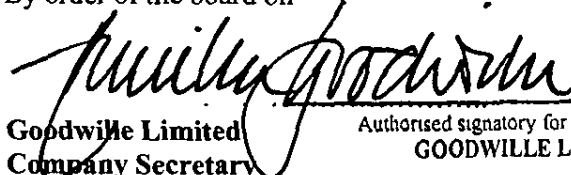
- select suitable accounting policies and then apply them consistently,
- make judgements and estimates that are reasonable and prudent,
- state whether applicable standards have been followed, subject to any material departures disclosed and explained in the financial statements, and
- prepare the financial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

The directors are responsible for maintaining 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 have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the company and to prevent and detect fraud and other irregularities.

Disclosure exemption

This report has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies

By order of the board on 17/10/2008


Goodwille Limited
Company Secretary

Authorised signatory for and on behalf of
GOODWILLE LIMITED

IK FOUNDATION AND COMPANY LIMITED
PROFIT AND LOSS ACCOUNT
FOR YEAR ENDED 31 DECEMBER 2007

		2007	2006
		£	£
Turnover	2	43,757	19,652
Cost of sales		(72,661)	(14,739)
Contributions from other foundations		11,333	32,511
Gross profit/(loss)		<u>(17,571)</u>	<u>37,424</u>
Administrative expenses		(23,818)	(18,285)
Profit/(loss) on ordinary activities before taxation	3	<u>(41,389)</u>	<u>19,139</u>
Taxation on profit/(loss) on ordinary activities	4	3,326	(3,326)
Profit/(loss) on ordinary activities after taxation	11	<u><u>(38,063)</u></u>	<u><u>15,813</u></u>

There are no recognised gains or losses in the current or preceding period other than those recorded in the profit and loss account

Turnover and operating profit derive wholly from continuing operations

The notes on page 6-8 form part of these financial statements

IK FOUNDATION AND COMPANY LIMITED
BALANCE SHEET AS AT
31 DECEMBER 2007

	Notes	2007		2006	
		£	£	£	£
Fixed assets:					
Intangible	5	-		-	
Tangible	5	<u>3,231</u>		<u>5,904</u>	
			3,231		5,904
Current assets:					
Stock and work in progress	6	668,287		555,735	
Debtors	7	<u>4,587</u>		<u>1,377</u>	
Cash at bank and in hand		<u>50,517</u>		<u>24,174</u>	
		723,391		581,286	
Current liabilities:					
Creditors falling due within one year	8	<u>(31,626)</u>		<u>(13,583)</u>	
Net current assets			691,765		567,703
Total assets less current liabilities			<u>694,996</u>		<u>573,607</u>
Creditors due after one year	9		(700,519)		(541,067)
Net assets			<u>(5,523)</u>		<u>32,540</u>
Capital and reserves:	10				
Revenue reserves	11		<u>(5,523)</u>		<u>32,540</u>
			<u>(5,523)</u>		<u>32,540</u>

The company was entitled to total exemption from the statutory audit requirements under S 249A(1) of the Companies Act 1985 for the year ended 31 December 2007. No notice requiring an audit has been deposited under S 249B(2).

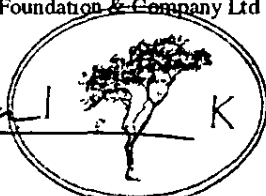
The directors acknowledge their responsibility for ensuring that the company keeps accounting records which comply with S 221 of the Companies Act 1985 and for preparing accounts which give a true and fair view of the state of the company's affairs for the year, in accordance with the requirements of S 226, and which otherwise comply with the requirements of the Companies Act 1985 as applicable to the company.

The accounts have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

These financial statements were approved by the directors on
for and on behalf of IK Foundation & Company Ltd

17/10/2008


Lars Hansen
Director



The notes on pages 6-8 form part of these financial statements

IK FOUNDATION AND COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2007

1 Accounting Policies

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

(a) Basis of preparation

The accounts have been prepared under the historical cost accounting rules

(b) Turnover

Turnover represents the amounts (excluding value added tax) derived from the provision of goods and services to customers on ordinary activities during the year

(c) Stock and work-in-progress

Stock and work-in-progress are valued at lower of cost and net realisable value, and include expenditure which is carried forward until written off in the accounting period in which the projects to which they relate are completed or on which sales orders are fulfilled

(d) Tangible and intangible fixed assets and depreciation

Depreciation is provided by the company to write off the cost or valuation less the estimated residual value of its tangible and intangible assets by equal annual instalments over their estimated useful economic lives as follows

Plant and Machinery	-	25% on cost
Library	-	33 33% on cost
Trade mark	-	25% on cost

(e) Foreign currencies

Transactions in foreign currencies are recorded using the rate of exchange ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated using the rate of exchange ruling at the balance sheet date and gains or losses on translation are included in the profit and loss account

(f) Deferred taxation

Full provision is made for deferred tax assets and liabilities arising from timing differences between the recognition of gains and losses in the accounts and their recognition for tax purposes where this is material to the accounts. No provision is made on timing differences arising from the revaluation of fixed assets where there is no commitment to sell the asset

(g) Grants

Grants received which are conditional on completion of specific projects are credited to profit and loss account in the period when the project is completed, at which time they are matched against the expenditure related to that project. Until that period the grants are accounted for as deferred income following Statement of Standard Accounting Practice SSAP4

2 Turnover (Note 1(b))

The approximate split of turnover by geographic area is

	2007 £	2006 £
European Union	23,600	10,600
North America	11,257	5,052
Rest of World	8,900	4,000
	<u>43,757</u>	<u>19,652</u>

IK FOUNDATION AND COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2007

3 Operating Profit

	2007 £	2006 £
Operating profit is stated after charging/(crediting)		
Depreciation	3,942	5,719
Director's salary	19,517	22,810
Loss on exchange	523	2,568
Research and development grants from donors in Sweden	<u>(11,333)</u>	<u>(32,511)</u>
The average number of employees including directors was 3 (2006 3)		

4 Taxation

No provision for corporation tax is required in view of losses (2006 17%)	-	3,326
Over-provision for previous year	<u>(3,326)</u>	<u>-</u>
	<u>(3,326)</u>	<u>3,326</u>

Factors affecting tax charge for the period

The tax assessed for the period is lower than the standard rate of UK corporation tax (30%), the differences being explained below

Profit on ordinary activities before tax	-	<u>19,139</u>
Multiplied by the standard rate of UK corporation tax (30%)	-	<u>5,742</u>
Effects of		
Expenses not deductible for tax purposes	-	473
Capital allowances for period in excess of book depreciation	-	(397)
Book depreciation for period in excess of capital allowances	-	-
Small companies relief	-	(2,492)
Reduction in prior-period tax charge in view of losses carried back	<u>(3,326)</u>	<u>-</u>
Current tax charge for period	<u>(3,326)</u>	<u>3,326</u>

5 Fixed Assets (Note 1(d))

	Trade Mark	Machinery	Library	Total
<u>Cost</u>	£	£	£	£
As at 1 January 2007	12,530	12,991	49,390	74,911
Additions	-	-	1,269	1,269
As at 31 December 2007	<u>12,530</u>	<u>12,991</u>	<u>50,659</u>	<u>76,180</u>
<u>Depreciation</u>				
As at 1 January 2007	12,530	11,423	45,054	69,007
Charge for the year	-	800	3,142	3,942
As at 31 December 2007	<u>12,530</u>	<u>12,223</u>	<u>48,196</u>	<u>72,949</u>
<u>Net Book Values</u>				
As at 31 December 2007	<u>-</u>	<u>768</u>	<u>2,463</u>	<u>3,231</u>
As at 31 December 2006	<u>-</u>	<u>1,568</u>	<u>4,336</u>	<u>5,904</u>

2007
£

2006
£

6 Stock and work-in-progress (Note 1(c))

Expenditure on uncompleted projects		
Balance brought forward	555,735	380,812
Transferred from profit and loss account	176,302	174,923
Transferred to profit and loss account	<u>(63,750)</u>	<u>-</u>
Balance carried forward	<u>668,287</u>	<u>555,735</u>

IK FOUNDATION AND COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2007

	2007	2006
	£	£
7 Debtors		
Corporation tax repayable	3,326	-
Future bank loan interest/insurance	-	490
VAT	1,261	887
	<u>4,587</u>	<u>1,377</u>
8 Creditors due within one year		
Corporation tax	-	3,326
Other creditors	3,317	-
Accruals	1,600	900
Bank loan	25,519	6,541
PAYE	1,190	2,816
	<u>31,626</u>	<u>13,583</u>
9 Creditors over one year		
Sales deposits	82,879	87,479
Deferred income	617,640	453,588
	<u>700,519</u>	<u>541,067</u>

The directors consider that amounts previously included under the heading of venture loans (2006 £380,596) should be described as deferred income since they are in the nature of grants conditional on the completion of specific projects anticipated to be completed over the period 2008-2010. The comparative figures have been amended accordingly.

10 Capital and reserves

The company is limited by guarantee and has no share capital. The company's Memorandum of Association restricts the liability of each guarantor to £1, the guarantor at the year-end being Mr L Hansen.

	2007	2006
	£	£
11 Profit and Loss account		
Balance brought forward	32,540	16,727
Profit/(loss) for period	(38,063)	15,813
Balance carried forward	<u>(5,523)</u>	<u>32,540</u>

12 Commitments

At the balance sheet date the company had no capital commitments.

13 Control

The company was under the control of the two directors Mr L Hansen and Mr P E Wahlstrom until Mr Wahlstrom's death on 7 September 2007, from which date the company has been under the control of Mr Hansen.