

THARE MACHI LTD
The Starfish Initiative

Abbreviated Financial Statements
31 March 2004

Company No. 03921677
Charity No. 1080131



RID	*R0X0900N*	0239
COMPANIES HOUSE		311105
A19	*A1FM67I7*	0551
COMPANIES HOUSE		03/08/05

ADDRESS : Jessops, Bell Lane, Nutley, Uckfield, East Sussex, TN22 3PD

REGISTERED CHARITY NUMBER 1080131

Company Limited By Guarantee Incorporation Number 03921677

PATRONS

The Duchess of Norfolk
The Countess of Arundel
Rt. Hon Baroness Chalker of Wallasey
Rt. Hon Lord Shore of Stepney
Lord Dholakia OBE DL
Dr L M Singhui MP (New Delhi)
Caroline Charters
Kulvindir Ghir
Michele Guinness
Esme Howard
Margarita Littleman
Lyn Rothman
Robin Rowland
Vinoid B Tailor
Josefina de Vasconcellos
Nina Wadia

TRUSTEES/NON EXECUTIVE DIRECTORS

Helen Taylor Thompson FRSA MBE (Chair)
Andrew Ashe B.Ed (Hons)
Iain Taylor BA MIPR
Colleen Robinson MSI (Dip)
Revd Robert S Anderson MA BD
Olu Olasode BSc MSc MBA IPSM FCCA

COMPANY SECRETARY

Tracey Stanbury

EXECUTIVE DIRECTOR

Stephen Clarke

SOLICITORS

Pothecary and Barratt
Talbot House, Talbot Court, Gracechurch Street, London EC2

TRUSTEES REPORT

The Trustees have pleasure in presenting their report and the financial statements for the year ended 31 March 2004 which have been prepared in accordance with the Companies Act 1985, the Statement of Recommended Practice "Accounting and Reporting by Charities" – 2000 and applicable UK accounting standards.

Objects

The charity's objects are to:

- 1) educate and train young people and children ("the beneficiaries") in any part of the world where the social and economic conditions put them at risk of exploitation, particularly from prostitution or forced labour, so they may fulfil their potential and their conditions of life may be improved;
- 2) promote the protection and preservation of health among the beneficiaries by informing and assisting them to avoid infection by human immunodeficiency virus; and
- 3) relieve disability among the beneficiaries in any part of the world by the provision of a medical and surgical treatment and by providing education and training designed to enable them to overcome their disability.

Status

The company is a company limited by guarantee (company number 03921677) and a registered charity (number 1080131). It is governed by its Memorandum and Articles of Association.

Review of activities

Thare Machi is in its fourth year since being established in 2000 and momentum has built up during this period to the extent that we are more and more convinced of the value of the educational technology we have developed. A very substantial donation was received in December 2003 which will enable the project to develop rapidly in the coming months.

The three local partners in India continue to utilise the pilot classrooms installed in 2002 and are urgently requesting new lessons. Further partnerships are being negotiated in Cambodia, Malawi and South Africa.

Thare Machi has a new registered office with a full time Director based in leamington Spa, active support is provided by the Trustees and a growing network of volunteers.

Sponsorship from Eurotalk Interactive Ltd continues in the form of the provision of the finished audio visual lessons. During 2004 they are operating a language competition for primary school children which will raise money for a classroom in South Africa in 2005.

A reception for Thare Machi was hosted by Cherie Blair at 10 Downing Street and various other fundraising events were held including an open garden in July and a production of "ancestral voices" in October.

Requests for the technology are being received from a number of locations in the developing world and as soon as more teaching resources are developed new partnerships will be explored in these areas.

This year has proved significant in the development of the original vision to provide education for women and children in the developing world using modern technology.

Risk

In the course of its work, the Trustees ensure that the risks facing the Society are identified and that systems are in place to mitigate them.

Reserves

At 31 March 2004, the company had reserves of £250,945. A reserves policy is being developed.

STATEMENT OF THE TRUSTEES' RESPONSIBILITIES

Company law requires the Trustees to prepare financial statements for each financial year which gives a true and fair view of the state of affairs of the company and of the income and expenditure for that period. In preparing those financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- comply with applicable accounting standards; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the society will continue in business.

The Trustees 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 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.

Accountants

Mazars LLP are the reporting accountants.

Approved by the Trustees and signed on its behalf on *Nov. 8. 2004*



Helen Taylor Thompson
Chair

THARE MACHI LTD; THE STARFISH INITIATIVE
ABBREVIATED FINANCIAL STATEMENTS AND TRUSTEES REPORT
YEAR ENDED 31 MARCH 2004

STATEMENT OF FINANCIAL ACTIVITIES	<u>2004</u>	<u>2004</u>	<u>2004</u>	<u>2003</u>
	Restricted	Unrestricted	Total	Total
	£	£	£	£
INCOMING RESOURCES				
Grants and Donations		171,404	171,404	36,560
Income from Sales and Services		2,391	2,391	967
Other Income		1,355	1,355	10,431
Gift Aids Reclaimable		40,165	40,165	2,692
Bank Interest Received		475	475	-
Total Incoming Resources	0	215,790	215,790	50,650
RESOURCES EXPENDED				
Direct Charitable Expenses (Note 2)	650	21,375	22,025	6,112
Management and Administration (Note 3)		19,286	19,286	12,278
Total Resources Expended	650	40,661	41,311	18,390
Net Movements For The Year	(650)	175,129	174,479	32,260
Funds Brought Forward	650	75,816	76,466	44,206
Funds Carried Forward	0	250,945	250,945	76,466

All activities are derived from continuing activities.

THARE MACHI LTD; THE STARFISH INITIATIVE
 ABBREVIATED FINANCIAL STATEMENTS AND TRUSTEES REPORT
 YEAR ENDED 31 MARCH 2004

BALANCE SHEET AS AT 31 MARCH 2004

	<u>2004</u> £	<u>2004</u> £	<u>2003</u> £	<u>2003</u> £
FIXED ASSETS				
Tangible Fixed Assets		49,315		54,794
CURRENT ASSETS				
Debtors (Note 4)	42,963		2,692	
Cash and Bank	158,867			18,980
	<u>201,830</u>		<u>21,672</u>	
CREDITORS - within one year	(200)		-	
	<u>201,630</u>		<u>21,672</u>	
NET CURRENT ASSETS		201,630		21,672
NET ASSETS		<u>250,945</u>		<u>76,466</u>
76,466				
FINANCED BY:				
Restricted Fund		0		650
Unrestricted Fund		250,945		75,816
		<u>250,945</u>		<u>76,466</u>

APPROVED BY THE BOARD OF TRUSTEES ON Nov: 8.2004

A. Vazir Thompson
 CHAIRMAN

Accountants' report to the members on the unaudited financial statements of Thare Machi; The Starfish Initiative

We have examined the financial statements of the charity for the year ended 31 March 2004 which comprise Statement of Financial Activities, the Balance Sheet and the related notes from the accounting records and information and explanations you have given to us as at and for the year ended 31 March 2004.

This report is made to the charity's trustees, as a body, in accordance with the terms of our engagement. Our work has been undertaken so that we might state to the charity's trustees those matters that we have agreed to state in this 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 and the charity's trustees, as a body, for our work or for this report.

Respective responsibilities of the Trustees and reporting accountants

As described in the Statement of Trustee's Responsibilities, on page 4, the charitable company's Trustees, who are also the Directors for the purposes of company law, are responsible for the preparation of the financial statements. The trustees consider that the charitable company is exempt from an audit in accordance with sections 249A, 249E of the Companies Act 1985.

We have been appointed as reporting accountants under s249 of the CA 1985. Our responsibility is to report in accordance with section 249 of that Act.

Basis of opinion

Our work was conducted in accordance with the Statement of Standards for Reporting Accountants. Our procedures consisted of comparing the financial statements with the accounting records kept by the charitable company and making such limited enquiries of the officers of the charitable company as we considered necessary for the purposes of this report. These procedures provide only the assurance expressed in our opinion.

Opinion

In our opinion:

- the financial statements for the year ended 31 March 2004 are in agreement with the accounting records kept by the charitable company under section 221 of the Companies Act 1985;
- having regard only to, and on the basis of, the information contained in those accounting records:
 - the financial statements have been drawn up in a manner consistent with the accounting requirements specified in section 249C(6) of the Act; and
 - the charitable company satisfied the conditions for exemption from an audit of the financial statements for the year specified in section 249A(4) of the Act as modified by section 249A(5) and did not, at any time within that year, fall within any of the categories of companies not entitled to the exemption specified in section 249B(1).

Mazars LLP

Mazars LLP
Chartered Accountants
and Reporting Accountants

Times House, Throwley Way, Sutton, Surrey, SM1 4JQ

Date 11 July 2005

NOTES TO THE FINANCIAL STATEMENTS – 31 MARCH 2004

1. ACCOUNTING POLICIES

(A) Accounting Convention & Compliance

These financial statements have been drawn up on the basis of a going concern and the financial statements prepared under the historical cost convention in accordance with the Companies Act 1985, applicable UK accounting standards and Financial Reporting Standards. The statements comply with best practice and reflect the requirements of the revised Statement of Recommended Practice (SORP) 2000 *'Accounting and Reporting for Charities'*

(B) Recognition of Income and Expenditure

Income and Expenditure are recognised on an accrual basis. Donations and legacies are accounted for as received and accrued only when a value can be established before payment is received.

General Fund

Revenue grants and other income and expenditure associated with the general operations of the charity and its international projects are dealt with in the General Fund.

Restricted Fund

These comprise donations, legacies or other income, the use of which has been specified by the donor. There is currently no restricted fund.

(C) Depreciation

All fixed assets are capitalised. The charge for depreciation is calculated to write off the cost of the fixed assets over their useful lives on the following bases:

Fitted Container	10% on the reducing balance
Classroom Contents	10% on the reducing balance
Equipment	10% on the reducing balance

Assets are depreciated from the time at which they are brought into use.

2. DIRECT CHARITABLE EXPENDITURE

	2004	2003
	£	£
Project Costs	11,029	-
Travel & Administration	649	-
Fundraising Costs	10,347	5,990
Trustees Cost	-	122
	22,025	6,112

3. MANAGEMENT AND ADMINISTRATION EXPENSES

	2004	2003
	£	£
Accountancy & Professional Fees	15	15
Printing & Stationery	47	-
Staff Costs	7,600	3,961
Rent	5,056	650
Depreciation	5,479	6,088
Bank Charges	35	269
Other Office & Administration Expenses	1,054	1,295
	19,286	12,278

4. DEBTORS

	2004	2003
	£	£
Debtors		
Inland Revenue	42,857	2,692
Prepayment – Fundraising	70	-
Rik Wood	36	-
	42,963	2,692

5. TANGIBLE FIXED ASSETS (2004 in £'s)

	Fitted Container £	Classroom Contents £	Equipment £	Total £
COST:				
At 01/04/2003	6,817	53,765	300	60,882
	=====	=====	=====	=====
DEPRECIATION:				
At 01/04/2003	682	5,376	30	6,088
Charge for the year	613	4,839	27	5,479
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	1,295	10,215	57	11,567
	=====	=====	=====	=====
Net Book Value 31/03/04	5,522	43,550	243	49,315
	=====	=====	=====	=====
Net Book Value 31/03/03	6,135	48,389	270	54,794
	=====	=====	=====	=====