

Company Registration No. 4053509
Charity Registered No. 1082777



SHINE: Support and Help IN Education

Report and Financial Statements

31 March 2004

Deloitte & Touche LLP
Chartered Accountants and Registered Auditors
Hill House
1 Little New Street
London
EC4A 4TR



SHINE: Support and Help IN Education

REPORT AND FINANCIAL STATEMENTS 2004

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SHINE: Support and Help IN Education

TRUSTEES, OFFICERS AND PROFESSIONAL ADVISERS

TRUSTEES

Gavin Boyle	Chairman
Gerard Boyle	
Mark Heffernan	
Jim O'Neill	
Richard Rothwell	
Dr Caroline Whalley	(appointed 7 May 2003)
Christian Hore	(appointed 7 May 2003)
David Blood	(appointed 13 October 2003)
Peter Harrison	(appointed 10 December 2003)

PATRONS

Sarah Brown
Gavyn Davies
Sir Alex Ferguson
Baroness Sarah Hogg
The Honourable Angad Paul
June Sarpong (appointed 25 June 2003)
Dr Sushil Wadhwani

CHIEF EXECUTIVE

Stephen Shields Company Secretary

OFFICE ADDRESS

1 Cheam Road
Ewell Village
Surrey KT17 1SP

BANKERS

Barclays Bank Plc
Epsom Branch
PO Box 96
82-84 High Street
Epsom KT19 8BH

SOLICITORS

Bates, Wells & Braithwaite
Cheapside House
138 Cheapside
London EC2V 6BB

AUDITORS

Deloitte & Touche LLP
Chartered Accounts and Registered Auditors
Hill House
1 Little New Street
London
EC4A 4TR

SHINE: Support and Help IN Education

TRUSTEES' REPORT

The trustees present their final report and the audited financial statements for the year ended 31 March 2004.

The following trustees served during the year ended 31 March 2004: Gavin Boyle, Gerard Boyle, Mark Heffernan, Jim O'Neill, Richard Rothwell, Dr Caroline Whalley, Christian Hore, David Blood, Peter Harrison.

APPOINTMENT OF TRUSTEES

Any serving trustee is eligible to nominate new trustees for appointment to the board.

CONSTITUTION

The Trust is a registered charity (no 1082777) and a company limited by guarantee (no 4053509), and is governed by its Memorandum and Articles of Association. The charitable company was incorporated on 16 August 2000.

OBJECTIVES

SHINE supports educational projects that work with disadvantaged, disengaged and challenged children and young people (7 – 16 years), mostly in Greater London. We provide grants to fund educational programmes which give these young people the extra support and attention they need to learn the basic but essential tools for life. SHINE also supports projects that help talented children from poor neighbourhoods to recognise and then realise their full potential.

SHINE projects include intensive one-to-one literacy and numeracy support, Saturday Academies, homework clubs and computer and internet-assisted learning – all specifically designed to make a meaningful difference to the children and young people who need it most. We work in partnership with primary and secondary state schools, the independent sector and world-class universities to get more from existing facilities and resources.

SHINE operates as a business, working closely with potential grant recipients to make sure their projects can be delivered. Early monitoring and evaluation meetings with the organisations receiving grants establish most importantly the quantitative methods by which the success of these projects will be judged. When the projects are up and running, we monitor and evaluate them rigorously to ensure they are efficient, effective and have only the most positive effect on the young lives they help. This research means that we can prove what works, how and why. This allows us to replicate the most effective projects and help spread good practice.

The SHINE trustees take decisions on grant applications based on the recommendations of the grant making team. We spend a significant amount of time and energy in order to find, fund and support projects which will have a measurable impact on the educational attainment of the participants.

SHINE's trustees fund all the charity's operating costs, so that every penny of every donation reaches the projects we fund.

BUSINESS REVIEW

The year 1 April 2003 to 31 March 2004 is the fifth year of SHINE's operations and the third full year of grantmaking.

Over the course of the past year SHINE has continued to add to its growing portfolio of multi-year grants, supporting effective educational initiatives in schools and local communities. This brought the total amount of grant funding committed, since the first grants were awarded in August 2000, to £2,891,364 and, as a direct result of this, SHINE projects have been helping over 4,500 children from almost 200 schools.

2003-04 was a year in which we wished to consolidate on SHINE's initial and early development. To support this level of growth and development required determined effort on our part in two main areas: broadening the trustee and donor base; and developing our funding strategy moving forward. The past year has seen significant successes on both fronts:

Broadening the trustee and donor base:

- We have grown the number of trustees from five to nine, bringing in additional knowledge, skills and experience in the following key areas: finance and investment; education; and marketing and communications.

SHINE: Support and Help IN Education

TRUSTEES' REPORT (continued)

- We appointed a full time Fundraising and Marketing Manager to develop and implement a bespoke fundraising and marketing strategy for SHINE.
- We launched "Friends of SHINE", a group of existing and new supporters who can have closer involvement with SHINE, by offering financial, social, organisational or emotional help for our work.
- We devoted even more time and effort to fundraising in support of our grantmaking programme. As the accounts show, in 2004 SHINE raised £1,927,104 from donations and gifts. This figure was significantly boosted by the success of our third Fundraising Dinner in November 2003. The total raised from the dinner, on the night, was just over £1 million. This means that, for each of three consecutive years, SHINE has generated more than £1 million net from this, our major, annual fundraising event. Some of the money raised through SHINE's fundraising activities was donated to "US Friends of SHINE". During the year SHINE received a generous donation of £238,302 (2003: £311,826) from the US Friends of SHINE. The trustees extend our warmest thanks to all our donors. SHINE's fourth annual fundraising event will be held on 4 November 2004.
- We initiated discussions with a number of key corporates with a view to forming sustainable partnership funding relationships over time.

Developing our funding strategy moving forward:

- We carried out a comprehensive review of all grants funded since August 2000. Specifically we examined: the programmes, in a process and procedural review; the finances, by a cost benefit analysis; and the outcomes, through an impact evaluation which focused on progress, achievements and opportunities for learning. In the case of some of our projects, this included independent external evaluation results – notably the *Millfields SHINE Academy*, which received a highly successful review report following an official OFSTED inspection.
- To support this comprehensive monitoring and evaluation work SHINE has also commissioned the London School of Economics to carry out "Grants Impact Research", using current SHINE funded projects as case studies. The research, supported by an advisory board comprising representatives from the voluntary, charitable, finance and educational sectors, seeks to establish best practice in relation to effective and meaningful evaluation of the actual impact of grants awarded – educational, economic and social. The final research report was published in the summer of 2004.
- Based on the grants review, we devised a two pronged funding strategy: planned replication of some of the most effective projects, where there was potential and scope to "scale up" – like *Springboard*, the *SHINE Academies*, *LIFT* (Learning for Life with Technology), *EPGY* (The Education Programme for Gifted Youth) and *The Butterfly Reading and Writing Project*; and a continued search for a smaller number of creative, new projects – eg *Serious Fun on Saturdays* (SHINE's independent – state schools partnership project), the Cambridge University *NRICH* maths programme and *CATZ* Clubs, which combines after school care with integrated on-line learning.
- We developed and produced blueprints / operational manuals for the key projects to be replicated – notably the substantial guide and handbook which will support the roll out of the *SHINE Academies* programme, one of SHINE's most ambitious initiatives.
- We entered dialogue and developed relationships with key educational and funding contacts in Manchester, with a view to possibly extending the reach of some of our most successful programmes to other disadvantaged children and young people from beyond Greater London (our initial geographical locus).

FUTURE DEVELOPMENTS

The trustees are ambitious to build on SHINE's early success, and on some of the key fundraising and grantmaking developments from this last year. To this end, we aim to:

- Raise £10 million in the period 2004 - 2006.
- Review SHINE's fundraising and marketing strategy to dovetail with the £10 million capital campaign above, with a view to: extending the range of our fund-raising contacts, networks and activities generally; and, specifically, securing corporate funding partnerships.

SHINE: Support and Help IN Education

TRUSTEES' REPORT (continued)

- Commit at least £1 million annually to projects in SHINE's grant replication programme or to new initiatives. Specifically we wish to:
 - set up two further *SHINE Academies* (the fourth and fifth *SHINE Academies*) in London;
 - in collaboration with Stanford University, develop new *EPGY* projects in 15 more schools;
 - start another major *Serious Fun on Saturdays* programme; and
 - launch the highly successful *Springboard*, *LIFT* and *EPGY* programmes in 12 Manchester schools.
- Continue to review how we monitor and evaluate progress and impact, especially in the light of the findings of the forthcoming London School of Economics "Grants Impact" Research report, which we will use to inform our future thinking on this vitally important area of our work.

A broader review of SHINE's activities and plans, including SHINE's funding policies and current priorities, and pen portraits of all the projects funded, appears on our website (www.shinetrust.org.uk).

FINANCIAL REVIEW

The results for the year are set out on page 8 of the financial statements. The surplus for the year after net investment gains amounted to £935,912 (2003: £193,387).

RISK REVIEW

In the absence of an internal audit group, the trustees have assumed responsibility for identifying the types of risk – financial, operational and reputational – faced by SHINE in pursuing its charitable objectives. They have presided over the establishment of formal procedures in every aspect of the business designed to mitigate these risks and have made sure that employees are both fully aware of these procedures and the implications of failing to implement them. They are satisfied that these controls, especially the financial ones, comply in all material respects with guidelines issued by the Charity Commission.

RESERVES POLICY

Excluding restricted funds, which are used to pay for anticipated overheads, the trustees manage an expendable endowment of £3,577,009 (2003: £2,848,867). Building on the successful returns on our investments to date (estimated 8.1% annualised since inception) it is expected that this endowment will be augmented by further donations. Based upon the success in fundraising during the past year, SHINE is budgeting to make grants of at least £1,000,000 during the financial year ending March 2005. The income and capital reserve levels of the endowment are reviewed on a regular basis.

SHINE's annual administrative and management and staff costs will continue to be met in full by donations from certain trustees. The accounts include a donation of £381,141 (2003: £90,731) within restricted funds to cover these expenses for the financial year ending March 2005.

INVESTMENT POLICY

On a rolling one year basis, it is the intention of the trustees to hold all monies committed to projects for the subsequent 12 months in "safe", liquid bearing bank deposits, short dated gilt-edged or corporate securities, or in funds who invest in such strategies, with a maturity profile reasonably matched to our disbursement schedule. All other monies will be invested in accordance with SHINE's Articles of Association with the aim of achieving a balance between capital preservation and capital appreciation. The only exception to this policy will be with specific donations where the donors request, as a condition of the gift, that it be invested in funds which are expressly aimed at capital growth.

TRUSTEES' REPORT (continued)

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" in preparing the annual report and accounts for this charitable company.

TRUSTEES' RESPONSIBILITIES

United Kingdom company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the surplus or deficit of the charitable company for that period. In preparing those financial statements, the trustees have:

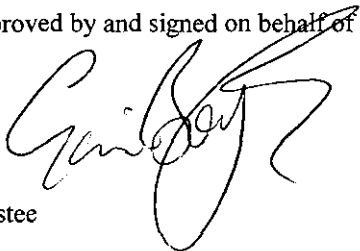
- selected suitable accounting policies and then applied them consistently;
- made judgements and estimates that are reasonable and prudent;
- stated whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepared the financial statements on the going concern basis.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for the system of internal control safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

AUDITORS

A resolution to re-appoint Deloitte & Touche LLP as the charitable company's auditor will be proposed at the next Annual General Meeting.

Approved by and signed on behalf of the Board of Trustees, 16 SEPTEMBER 2004.



Trustee

SHINE: Support and Help IN Education

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF SHINE: SUPPORT AND HELP IN EDUCATION

We have audited the financial statements of SHINE: Support and Help IN Education for the year ended 31 March 2004 which comprise the statement of financial activities, the balance sheet and the related notes 1 to 14, which have been prepared under the accounting policies set out therein.

This report is made solely to the charitable 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 charitable company's members those matters we are required to state to them in an auditors' 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 charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of trustees and auditors

As described in the statement of trustees' responsibilities, the trustees, who are also the directors of the charity for the purposes of company law, are responsible for the preparation of financial statements, which are required to be prepared in accordance with applicable United Kingdom law and accounting standards. Our responsibility is to audit the financial statements in accordance with relevant United Kingdom legal and regulatory requirements and 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 if, in our opinion, the trustees' report is not 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 information specified by law regarding trustees' remuneration and transactions with the charitable company is not disclosed.

We read the trustees' report for the above year and consider the implications for our report if we become aware of any apparent misstatements.

Basis of opinion

We conducted our audit in accordance with United Kingdom auditing standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and estimates and judgements made by the trustees 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.

SHINE: Support and Help IN Education

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF SHINE: SUPPORT AND HELP IN EDUCATION (continued)

Opinion

In our opinion, the financial statements give a true and fair view of the charitable company's state of affairs as at 31 March 2004 and of its incoming resources and application of resources, including its income and expenditure, in the year then ended and have been properly prepared in accordance with the Companies Act 1985.



Deloitte & Touche LLP

Chartered Accountants and Registered Auditors

Hill House

1 Little New Street

London

EC4A 4TR

25 September 2004

SHINE: Support and Help IN Education

STATEMENT OF FINANCIAL ACTIVITIES (incorporating summary income and expenditure account) Year ended 31 March 2004

	Note	Unrestricted 2004 £	Restricted 2004 £	Expendable endowment 2004 £	Totals 2004 £	Totals 2003 £
INCOMING RESOURCES						
Investment income	2	84,788	5,695	-	90,483	85,988
Donations and gifts		855,161	639,443	432,500	1,927,104	1,468,093
Total incoming resources		939,949	645,138	432,500	2,017,587	1,554,081
RESOURCES EXPENDED						
Costs of Generating Funds						
Fundraising activities		579,333	-	-	579,333	373,212
Charitable Expenditure						
Grants made		253,478	258,302	-	511,780	773,318
Support costs		-	175,391	-	175,391	157,837
Management and administration			110,813	-	110,813	121,361
Total charitable expenditure		253,478	544,506	-	797,984	1,052,516
Total resources expended	4	832,811	544,506	-	1,377,317	1,425,728
Net income for the year	3	107,138	100,632	432,500	640,270	128,353
Net investment gains	8	-	-	295,642	295,642	65,034
Net movement in funds for the year		107,138	100,632	728,142	935,912	193,387
Fund balances at 1 April 2003		-	211,964	2,848,867	3,060,831	2,867,444
Fund balances at 31 March 2004		107,138	312,596	3,577,009	3,996,743	3,060,831

All of the above results are derived from continuing activities. The charitable company has no other recognised gains and losses other than those stated above.

All administrative, management and staff costs, including the salaries of the grant making team, are met by specific donations from the trustees so that all other income may be applied directly to the charitable objectives of the charitable company.

The notes on pages 10 to 16 form an integral part of these financial statements.

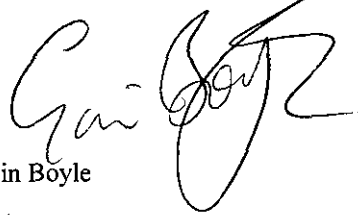
SHINE: Support and Help IN Education

BALANCE SHEET 31 March 2004

	Note	2004 £	2003 £
FIXED ASSETS			
Tangible assets	7	3,048	3,278
Investments	8	1,534,279	1,238,637
Investments: long term deposits		1,808,852	1,689,643
		<u>3,346,179</u>	<u>2,931,558</u>
CURRENT ASSETS			
Debtors	9	239,457	84,782
Short term deposits – restricted		281,347	208,444
Short term deposits – expendable endowment		360,509	341,556
Cash at bank and in hand – restricted		37,857	3,520
Cash at bank and in hand – expendable endowment		98,274	256,551
		<u>1,017,444</u>	<u>894,853</u>
CREDITORS: amounts falling due within one year	10	<u>(327,011)</u>	<u>(571,895)</u>
NET CURRENT ASSETS		<u>690,433</u>	<u>322,958</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		4,036,612	3,254,516
CREDITORS: amounts falling after more than one year	10	<u>(39,869)</u>	<u>(193,685)</u>
NET ASSETS		<u>3,996,743</u>	<u>3,060,831</u>
FUNDS			
Unrestricted funds	11	107,138	-
Restricted funds	11	312,596	211,964
Expendable endowment	11	3,577,009	2,848,867
TOTAL FUNDS		<u>3,996,743</u>	<u>3,060,831</u>

These financial statements were approved by the Board of Trustees on 16 SEPTEMBER 2004

Signed on behalf of the Board of Trustees


Gavin Boyle
Trustee

NOTES TO THE ACCOUNTS

Year ended 31 March 2004

1. ACCOUNTING POLICIES

Basis of preparation

The financial statements have been prepared under the historical cost convention, with the exception of investments which are included on a market value basis. The accounts have been prepared in accordance with the Statement of Recommended Practice (SORP), "Accounting and reporting by Charities" and applicable accounting standards.

The charity is defined as a small company for the purposes of section 246 and 247 of the Companies Act 1985 and has taken advantage of the exemption from preparing a cash flow statement.

Charitable status

SHINE is a charity registered at the Charity Commission and a company limited by guarantee.

Income accounting policy

All incoming resources are included in the Statement of Financial Activities when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy.

The accounts are prepared on the basis of grants committed and not on grants paid.

Grants accounting policy

The total sum awarded is shown in the Statement of Financial Activities, notwithstanding that a proportion will be disbursed in subsequent accounting periods.

Fund accounting

General funds are available for use at the discretion of the trustees in furtherance of the general objectives of the charitable company.

Permanent endowment funds relate to funds donated where the capital is required to be retained in perpetuity and the income is for use by the trustees in furthering the objects of the charitable company. Where the trustees have a right to utilise capital, these funds are shown as expendable endowments.

Restricted funds comprise those funds which are subject to specific conditions imposed by donors or by the purpose of the appeal. The purpose and use of restricted funds is set out in the notes to the financial statements.

All income and expenditure is shown in the Statement of Financial Activities.

Resources expended

Charitable expenditure comprises expenditure related to the direct furtherance of the charitable company's charitable objectives. They include management and administration costs and those incurred in connection with the management of the charitable company's assets, organisational administration and compliance with constitutional and statutory requirements. Where costs cannot be directly attributed they have been allocated to activities on a basis consistent with use of the resources.

Fundraising activity costs are those incurred in seeking voluntary contributions for the charitable company and in publicising the charitable company.

Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost including any incidental expenses of acquisition.

Depreciation is provided on all tangible fixed assets at rates calculated to write off the cost on a straight line basis over their expected useful economic lives as follows:

Office equipment	-	5 years
Furniture	-	5 years

NOTES TO THE ACCOUNTS
Year ended 31 March 2004

1. ACCOUNTING POLICIES (continued)

Investments

Investments are stated at market value. The Statement of Financial Activities only includes realised and unrealised gains and losses arising from the revaluation of the investment portfolio throughout the year. Disclosure is made in note 8 of the movement in market value of the investments during the year. The investments were wholly in Managed Funds.

Operating leases

Rentals applicable to operating leases are charged to the statement of financial activities over the period in which the cost is incurred.

Pensions

For defined contribution schemes the amount charged to the SOFA in respect of pension costs and other post retirement benefits is the contributions payable in the year. Differences between contributions payable in the year and contributions actually paid in the year are shown as either accruals or prepayments in the balance sheet.

2. INVESTMENT INCOME

	2004 £	2003 £
Interest receivable	90,483	85,988

3. NET INCOME

	2004 £	2003 £
Auditors' remuneration:		
- Audit fee	9,400	9,048
Depreciation (see note 7)	2,286	2,239
Operating lease costs – Other	9,850	9,850

4. TOTAL RESOURCES EXPENDED

	Staff costs £	Grants £	Other direct costs £	Total 2004 £	Total 2003 £
Costs of Generating Income					
Fundraising activities	-	-	579,333	579,333	373,212
Charitable expenditure					
Grants	-	511,780	-	511,780	773,318
Support costs	146,694	-	28,697	175,391	157,837
Management and administration	43,192	-	67,621	110,813	121,361
Total	189,886	511,780	675,651	1,377,317	1,425,728

SHINE: Support and Help IN Education

NOTES TO THE ACCOUNTS

Year ended 31 March 2004

4. TOTAL RESOURCES EXPENDED (continued)

Grants - the SHINE Trustees take decisions on grant applications based on the recommendations of the grant making team.

	2004 £	2003 £
ANC	25,000	Earlham SHINE Academy 151,500
CSV	54,586	EPGY 20,565
Millfields	79,710	Real Action 69,021
Peper Harow	37,540	Springboard 181,181
Shaftesbury Homes & Arethusa	50,000	Teach First 50,000
Springboard	25,000	Bloomfield Learning Centre 36,681
YCTV	49,572	Lift 99,876
Axis	36,399	Holloway SHINE Academy 182,781
Cambridge Univ & Hackney Learning Trust	19,222	CEDC (actual v project budget underspend) (18,287)
Catz Clubs	94,855	
St Paul's/Latymor/Hammersmith & Fulham	51,249	
Lift	15,466	
Earlham (actual v project budget underspend)	(8,300)	
Springboard (adjustment re previous years)	(18,519)	
	<u>511,780</u>	<u>773,318</u>

In April 2004 Trustees committed a further £925,673 in grant awards. Details will be included in the 2004/2005 accounts.

Grants	2004 £	2003 £
Outstanding liabilities at 1 April 2003	716,413	716,253
Awarded during the year	511,780	773,318
Paid during the year	(903,991)	(773,158)
Outstanding liabilities at 31 March 2004	<u>324,202</u>	<u>716,413</u>
Awards falling due within one year	284,333	522,728
Awards falling after more than one year	39,869	193,685
	<u>324,202</u>	<u>716,413</u>

NOTES TO THE ACCOUNTS
Year ended 31 March 2004

5. STAFF COSTS

	2004 £	2003 £
Wages and salaries	162,686	155,795
Social security costs	17,200	14,082
Pension costs	10,000	10,000
	<u>189,886</u>	<u>179,877</u>

Pension costs represent the charitable company's contribution to a defined contribution personal pension plan of certain employees.

The average number of employees, analysed by function was:

	2004 Number	2003 Number
Direct charitable expenditure	2.5	2.5
Fund-raising and publicity	1	1
Management and administration of the charity	1.5	1.5
	<u>5</u>	<u>5</u>

Number of staff who earned between:

	2004 £	2003 £
£50,001 - £60,000	-	-
£60,001 - £70,000	1	1

6. TAXATION

As a registered charity, SHINE is exempt from taxation of income and gains falling with Section 505 of the Taxes Act 1988 or Section 256 of the Taxation of Chargeable Gains Act 1992 to the extent these are applied to its charitable purposes. No tax charge has arisen in the year.

NOTES TO THE ACCOUNTS
Year ended 31 March 2004

7. TANGIBLE ASSETS

	Furniture £	Office equipment £	Total £
Cost			
1 April 2003	3,931	6,999	10,930
Additions	-	2,056	2,056
At 31 March 2004	3,931	9,055	12,986
Depreciation			
1 April 2003	2,447	5,205	7,652
Charge for period	785	1,501	2,286
At 31 March 2004	3,232	6,706	9,938
Net book value 31 March 2004	699	2,349	3,048
Net book value 31 March 2003	1,484	1,794	3,278

8. INVESTMENTS

	2004 £	2003 £
1 April 2003	1,238,637	1,173,602
Net investment gains	295,642	65,035
Market value at 31 March 2004	1,534,279	1,238,637
Historical cost at 31 March 2004	1,036,712	1,036,712
Unrealised investment gains at 31 March 2004	497,567	201,925
Investments analysis		
	2004 £	2003 £
GAM Diversity II Eur Class	1,012,145	905,644
SR Global Emerging Markets Portfolio	522,134	332,993
Market value at 31 March 2004	1,534,279	1,238,637

NOTES TO THE ACCOUNTS
Year ended 31 March 2004

9. DEBTORS

	2004 £	2003 £
Fundraising events	206,435	65,000
Prepayments and other debtors	33,022	19,782
	<u>239,457</u>	<u>84,782</u>

10. CREDITORS

	2004 £	2003 £
Grant commitments due within one year	284,333	522,728
Expenses creditors	37,758	44,727
Taxation and social security costs	4,920	4,440
	<u>327,011</u>	<u>571,895</u>
Amounts due within one year		
	<u>327,011</u>	<u>571,895</u>
Grant commitments due after more than one year	39,869	193,685
	<u>39,869</u>	<u>193,685</u>

11. STATEMENTS OF FUNDS

	Balance 1 April 2003 £	Income £	Expenditure £	Net investment gains £	Balance 31 March 2004 £
Expendable endowment	2,848,867	432,500	-	295,642	3,577,009
Restricted funds:					
Management and administration	211,964	386,836	(286,204)	-	312,596
Designated Projects	-	258,302	(258,302)	-	-
Unrestricted Funds	-	939,949	(832,811)	-	107,138
	<u>3,060,831</u>	<u>2,017,587</u>	<u>(1,377,317)</u>	<u>295,642</u>	<u>3,996,743</u>
Total funds	<u>3,060,831</u>	<u>2,017,587</u>	<u>(1,377,317)</u>	<u>295,642</u>	<u>3,996,743</u>

NOTES TO THE ACCOUNTS

Year ended 31 March 2004

12. ANALYSIS OF ASSETS AND LIABILITIES BETWEEN FUNDS

	Unrestricted funds	Restricted Funds	Expendable Endowment	Total
	2004	2004	2004	2004
	£	£	£	£
Fixed assets				
Tangible assets	-	3,048	-	3,048
Investments	-	-	1,534,279	1,534,279
Long term deposits	-	-	1,808,852	1,808,852
Current Assets				
Debtors	107,138	33,022	99,297	239,457
Short term deposits	-	281,347	360,509	641,856
Cash in bank and in hand	-	37,857	98,274	136,131
Creditors due within one year	-	(42,678)	(284,333)	(327,011)
Long Term Liabilities				
Creditors due after more than one year	-	-	(39,869)	(39,869)
Total	<u>107,138</u>	<u>312,596</u>	<u>3,577,009</u>	<u>3,996,743</u>

13. TRUSTEES AND RELATED PARTY DISCLOSURES

The trustees received neither remuneration nor expenses during the year (2003: £nil).

Mark Heffernan is a Director of US Friends of SHINE a company incorporated in the United States of America. During the year SHINE received a donation of £238,302 (2003: £311,826) from the US Friends of SHINE.

14. FINANCIAL COMMITMENTS

Annual commitments under non-cancellable operating leases are as follows:

	Land and buildings	
	2004	2003
	£	£
Expiry date		
- between two and five years	<u>9,850</u>	<u>9,850</u>