



# Depression**Alliance**

FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2005

Charity Registration Number: 1096741  
Company Registration Number: 4253700



DEPRESSION ALLIANCE

CONTENTS OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2005

	Page
Charitable Company Information	1
Executive Committee's Report	2 - 4
Statement of the Executive Committee's Responsibilities	5
Independent Auditors' Report to the Members of Depression Alliance	6
Statement of Financial Activities (Including Income and Expenditure Account)	7
Balance Sheet	8
Notes to the Financial Statements	9 - 16

DEPRESSION ALLIANCE

CHARITABLE COMPANY INFORMATION FOR THE YEAR ENDED 31st MARCH 2005

**TRUSTEES AND DIRECTORS:**  
(Executive Committee)

Chair	Alison Lawrence
Honorary Treasurer	Judy Lanham
Trustees	Paul Lanham (Honorary Vice President)
	Peter Daw (Resigned 26 September 2004)
	Danny Jackson
	Shawn Martin (Resigned 19 January 2005)
	Lynsey Conway (Appointed 19 January 2005)

Company Secretary	Alison Lawrence
-------------------	-----------------

**HONORARY POSITIONS:**

President	Dr Mike Shooter
Vice Presidents	Dr Chris Manning Kathleen Tugwell
Honorary Vice Presidents	Chris Manning

**CHARITABLE COMPANY OFFICE:** 212 Spitfire Studios  
61-73 Collier Street  
London  
N1 9BE

**REGISTERED CHARITY NUMBER:** 1096741

**REGISTERED COMPANY NUMBER** 4253700

**AUDITORS:**

Cansdales  
Chartered Accountants & Business Advisors & Registered Auditor  
Bourbon Court  
Nightingales Corner  
Little Chalfont  
Buckinghamshire  
HP7 9QS

**BANKERS:**

CAF Cash Ltd  
Kings Hill  
West Malling  
Kent ME19 4TA

Lloyds TSB  
22 Southampton Street  
London  
WC2E 7J B

**SOLICITORS:**

Sinclair Taylor & Martin  
19 Thorpe Close  
Portobello Road  
London W10 5XL

## DEPRESSION ALLIANCE

### EXECUTIVE COMMITTEE'S REPORT FOR THE YEAR ENDED 31st MARCH 2005

The Executive Committee present their report along with the Financial Statements of the Charitable Company for the year ended 31st March 2005. The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the Charitable Company Memorandum and Articles of Association, applicable law and the requirements of the Statement of Recommended Practice "Accounting and Reporting by Charities" issued October 2000.

#### **Introduction**

Depression Alliance is a charitable company limited by guarantee, incorporated on 17 July 2001 and is registered as a charity under number 1096741. On 1st April 2003 the company took over the assets and liabilities and the operation of projects run by a predecessor charity (Registered Charity no. 278532) as known as Depression Alliance.

The Charitable Company is established under a Memorandum of Association which sets out the objects and powers of the charitable company. It is governed under its Articles of Association

#### **Objective**

Under the terms of the Constitution of Depression Alliance the Charitable Company has two principal objects, namely:

To relieve and prevent or assist in the relief and prevention of conditions of depression, in particular by the provision of mutual support and fellowship for persons who are or have been suffering from such depression.

To promote research into the causes and prevention of depression and the dissemination of the results of such research.

#### **Principal policies to achieve objectives**

Depression Alliance is the leading UK Charitable Company for people with depression. We work to relieve and to prevent this treatable condition by providing information, support and understanding to those who are affected by it.

A member-led organisation, we co-ordinate a national network of self-help groups so that people with depression can share experiences and strategies on how they coped in similar situations. We produce a unique series of free publications on depression and related topics, and offer a range of mutual support services including a pen-friend scheme and a correspondence service. Our website attracts over 26,000 people each week.

Informed by the experiences of people with depression and by our own research, we work to raise awareness of the realities of depression amongst the general public with a variety of influential and challenging initiatives throughout the year. We also work with healthcare professionals to secure better service provision for people with depression and make representations to the government in connection with these matters.

#### **Organisational Structure**

The Executive Committee members of the Charitable Company are directors for the purposes of company law and trustees for the purpose of charity law. The Executive Committee who served during the period were as detailed on page 1.

The Executive Committee, referred to as the Council in the Articles of Association of the charitable company, should consist of not less than three nor more than twenty four persons elected by the members. One third of the Executive Committee are required to retire (and if appropriate seek re-appointment) at each Annual General Meeting. The make up and number of the Executive Committee may be varied but not reduced below three.

## DEPRESSION ALLIANCE

### EXECUTIVE COMMITTEE'S REPORT FOR THE YEAR ENDED 31st MARCH 2005

#### **Organisational Structure Continued**

The Executive Committee can appoint anyone to fill a vacancy in the membership of the Executive Committee. Members of the Charitable Company guarantee to contribute an amount not exceeding £1 to the assets of the charitable company in the event of winding up

The Charitable Company is a national charity with offices in London which enables it to meet the needs of people in England, Wales and Scotland. The work done by this office is additionally supported by volunteers who run the self-help groups throughout the United Kingdom.

#### **Review of the year and future Developments**

2004 / 2005 has been a challenging year for Depression Alliance. The organisation experienced success on many levels but has faced a funding crisis that has led the Executive Committee to take some tough but much needed action at the start of 2005.

The successes have included strengthening the groups network, developing the publications to be a comprehensive resource, establishing an All Party Group for Depression in Parliament, raising awareness of depression and being recognised as the key organisation supporting people affected by depression. However, this success has raised the profile of the organisation such that it has been the focus of a sustained attack from a vocal minority. This attack culminated in Depression Alliance giving evidence at the Health Select Inquiry into the influence of the pharmaceutical industry. Despite our strong position – that all fundraising activity meets the guidelines set by the Charity Commission, that Government grants have fallen by half in three years, and that pharmaceutical industry funding has represented less than 25% of total over the past 3 years – the media have reported the story negatively and as a direct result fundraising has been increasingly difficult.

The Executive Committee, after discussion and review of the situation, called an internal emergency in November 2004. This led to a series of cost cutting exercises put in place whilst enabling Depression Alliance to continue to deliver its core services. The cost cutting included reduction in office expenditure and staff redundancies, reducing the monthly operating costs to less than half previous years. In addition, for the next year there is a head count freeze and no new initiatives will be undertaken unless they can demonstrate a funding stream in addition to being of direct benefit to people affected by depression.

The remaining staff and volunteers at Depression Alliance are focussed on the year ahead with the primary aim of raising funds to deliver core services and to rebuild the contingency funds. To this end, Depression Alliance is broadening its funding sources, is reviewing all its activities to ensure that funds are secured where possible and all work becomes self financing, and looking for partnership working with other organisations, such as Rethink, to deliver a more effective and efficient service.

It is without doubt a difficult and challenging time for Depression Alliance. This said it is clear that the work and support provided by Depression Alliance is much needed – the organisation helps tens of thousands of people each year and has more than 60,000 visitors to its website per month. The staff, volunteers and Executive Committee are doing all that is necessary to deliver services and operate solvently.

#### **Financial Year 2004/2005**

During the year the Charitable Company raised £302,440 from the general public, the government and other funding bodies to carry out the programmes mentioned above.

#### **Reserves Management**

The Charitable Company carries out work in a variety of ways, much of which is funded from unrestricted funds. The Executive Committee considers that, given the nature of the work, the level of reserves should be equal to 6-12 months' cost of running the core activities of the Charitable Company. This equates to a minimum of approximately £80,000 based on the budget for the year ended 31 March 2006.

## DEPRESSION ALLIANCE

### EXECUTIVE COMMITTEE'S REPORT FOR THE YEAR ENDED 31st MARCH 2005

#### **Reserves Management (Continued)**

The free reserves (not invested in tangible fixed assets) at 31 March 2005 were in deficit by (£3,710), which is substantially less than the minimum considered necessary by the Executive Committee. The deficit is caused by the reduction in funding mentioned in the review of the year together with an over spend on a restricted project in Wales, which is due to be refunded by them to Depression Alliance. From 1 January 2005 the Welsh office has become independent of Depression Alliance (see note 16 to the financial statements)

The Executive Committee are seeking to generate income sufficient to reach the minimum target within 5 years. In order to achieve this aim the Executive Committee and staff are currently working on the production of a 1 to 3 year business development plan for Depression Alliance setting out its current market position, its aims and how these should be achieved.

#### **Risk Management**

The Executive Committee actively reviews the major risks which the charity faces on a regular basis, and believes that increasing our free reserves to the above level, combined with an annual review of key financial controls will provide sufficient resources in the event of adverse conditions. The Executive Committee has also examined other operational and business risks which we face and confirm that they have established systems to mitigate them.

#### **Voluntary Help**

The Executive Committee are very grateful to those volunteers who have helped by providing assistance in the offices, running the self help groups and manning the peri-natal help line.

#### **Auditors**

A resolution to re-appoint Cansdales as auditors for the ensuing year will be proposed at the Annual General Meeting in accordance with section 385 of the Companies Act 1985.

For and on behalf of the Executive Committee



Alison Lawrence  
Company Secretary

Date

28/6/05

DEPRESSION ALLIANCE  
STATEMENT OF EXECUTIVE COMMITTEE'S RESPONSIBILITIES  
YEAR ENDED 31 MARCH 2005

*Company law requires the Executive Committee to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company at the end of the year and of the result for the year then ended.*

*In preparing those financial statements, the Executive Committee are required to select suitable accounting policies, as described in note 1, and then apply them on a consistent basis, making judgements and estimates that are prudent and reasonable. The Executive Committee must also prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.*

*The Executive Committee are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 1985 and are in accordance with the Statement of Recommended Practice-Accounting and Reporting by Charities issued in October 2000. The Executive Committee are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.*

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF DEPRESSION ALLIANCE  
YEAR ENDED 31 MARCH 2005

We have audited the financial statements of Depression Alliance for the year ended 31 March 2005 which consist of the Statement of Financial Activities, the Balance Sheet and the related notes. 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 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 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 charitable company and the members as a body, for our audit work, for this report, or for the opinions we have formed.

RESPECTIVE RESPONSIBILITIES OF THE EXECUTIVE COMMITTEE AND THE AUDITORS

The Executive Committee, who are directors for the purpose of company law and trustees for the purpose of charity law, responsibilities for preparing the Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards are set out in the Statement of Executive Committee Responsibilities on page 5.

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 Executive Committee's 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 remuneration of the Executive Committee and transactions with the charitable company is not disclosed.

We read the Executive Committee's report and consider the implications for our report if we become aware of any apparent misstatements within it. 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. 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.

FUNDAMENTAL UNCERTAINTY

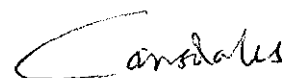
In forming our opinion the evidence available to us for future projections was limited (see note 21) as they do not cover a period of twelve months from the signing of the financial statements and the management accounts and projections are not prepared in sufficient detail to be able to form an opinion as to the going concern status of the charitable company.

QUALIFIED OPINION ARISING FROM LIMITATION IN AUDIT SCOPE

Except for any adjustment that might be found to be necessary, had we been able to obtain sufficient evidence concerning adoption of the going concern basis, in our opinion the financial statements give a true and fair view of the state of the charitable company's affairs as at 31st March 2005, of the incoming resources and application of resources, including income and expenditure of the charitable company for the year then ended, and have been properly prepared in accordance with the Companies Act 1985.

30th June 2005

Bourbon Court  
Nightingales Corner  
Little Chalfont  
Bucks HP7 9QS

Canndales

Chartered Accountants  
**CANSDALES**  
Registered Auditor



# DEPRESSION ALLIANCE

## STATEMENT OF FINANCIAL ACTIVITIES (Including Income and Expenditure Account) FOR THE YEAR ENDED 31st MARCH 2005

		Continuing Activities		Discontinued Activities		Total	
	Notes	Unrestricted Funds	Restricted Funds	Unrestricted Funds	Restricted Funds	2005	2004
		£	£	£	£	£	£
<b>Incoming Resources</b>							
Donations & Legacies	2	156,815	17,200	1,718	-	175,733	169,817
Activities to further the Charitable Company's objects							
Membership fees		10,966	-	-	-	10,966	18,053
Grants	13	21,000	-	750	77,830	99,580	235,938
Sale of leaflets		12,054	-	27	-	12,081	20,241
Sundry income		1,657	-	878	-	2,535	5,200
Activities to generate funds							
Conference		-	-	1,545	-	1,545	1,195
Investment income							
Bank interest		741	-	619	-	1,360	1,919
		203,233	17,200	5,537	77,830	303,800	452,363
Transfer from predecessor charity		-	-	-	-	-	145,027
<b>Total Incoming Resources</b>		<b>203,233</b>	<b>17,200</b>	<b>5,537</b>	<b>77,830</b>	<b>303,800</b>	<b>597,390</b>
<b>Resources Expended</b>							
Cost of generating funds							
Fundraising and publicity		60,440	15,834	-	-	76,274	52,440
Charitable expenditure							
Cost of activities in furtherance of the Charitable Company's objects							
Groups projects		18,156	13,103	-	-	31,259	21,024
Training project		-	-	-	-	-	10,445
Client services		97,317	-	5,245	78,027	180,589	273,568
Publications and literature		29,257	-	-	-	29,257	24,046
Management and administration		89,076	-	-	-	89,076	52,421
<b>Total Resources Expended</b>	3	<b>294,246</b>	<b>28,937</b>	<b>5,245</b>	<b>78,027</b>	<b>406,455</b>	<b>433,944</b>
Net (deficit) / income before transfers for the year	4	(91,013)	(11,737)	292	(197)	(102,655)	163,446
Transfer of funds to Depression Alliance Scotland	22	-	-	-	(30,191)	(30,191)	-
Transfer between funds		(7,354)	(133)	(2,125)	9,612	-	-
Net movement in funds		(98,367)	(11,870)	(1,833)	(20,776)	(132,846)	163,446
Balances brought forward at 31st March 2004		95,836	13,236	1,833	52,541	163,446	-
Balances carried forward at 31st March 2005	11	(2,531)	1,366	-	31,765	30,600	163,446

Movements in funds are disclosed in note 11 to the financial statements

There were no recognised gains and losses other than the result for the year.

The notes numbered 1 to 21 form part of these financial statements.


## DEPRESSION ALLIANCE


## BALANCE SHEET AS AT 31st MARCH 2005

	Notes	2005 £	£	2004 £	£
<b>Fixed Assets</b>					
Tangible assets	6		1,446		4,143
<b>Current Assets</b>					
Stock	7	13,698		19,328	
Debtors	8	37,757		75,367	
Cash at bank & in hand		<u>20,215</u>		<u>98,138</u>	
		71,670		192,833	
Creditors: Amounts due within one year	9	<u>42,516</u>		<u>33,530</u>	
Net Current Assets			29,154		159,303
Total Assets less Current Liabilities			<u>30,600</u>		<u>163,446</u>
<b>Represented by:</b>					
General funds	11	(2,531)		95,836	
Designated funds	11	-		1,833	
Restricted funds	11	<u>33,131</u>		<u>65,777</u>	
		<u>30,600</u>		<u>163,446</u>	

Approved on behalf of the Executive Committee and signed on

28 June 2005


  
 Alison Lawrence


  
 Judy Lanham

The notes numbered 1 to 21 form part of these financial statements.

## 1. Accounting Policies

### Basis of Accounting

The financial statements have been prepared under the historical cost convention, and in accordance with the Companies Act 1985 and follow the recommendations in the Statement of Recommended Practice "Accounting and Reporting Charities" issued in October 2000.

### Incoming Resources

Income is recognised gross in the period in which the charitable company is legally entitled to the income and the amount can be quantified with reasonable accuracy. For legacies, entitlement is recognised on the legacy being received.

### Donations

Donations are accounted for at time of receipt.

### Grants Receivable

Grants are recognised as they arise and provision is made in the Financial Statements for amounts receivable. No provision has been made for possible claw back of any grant.

### Gifts in Kind

Gifts in Kind are recognised in the Financial Statements either on the basis of a reasonable estimate of their value to Depression Alliance or the amount actually realised. Gifts in Kind income is shown as one amount within the Statement of Financial Activities; the related 'cost' is analysed within the appropriate headings.

### Resources Expended

Resources expended are recognised in the period in which they were incurred including irrecoverable VAT.

### Basis of Allocation of Costs

Resources expended are allocated to the particular activity where the cost relates directly to that activity. However, the cost of overall direction and administration on each activity, comprising salary and overhead costs, is apportioned on the following basis which are an estimate, based on staff time, of the amount attributable to each activity. The apportionments are reassessed on an annual basis.

	2005
Fundraising and Publicity	18%
Groups Project	7%
Members Services	47%
Literature	5%
Management and Administration	23%

### Tangible Fixed Assets

All assets with a unit cost in excess of £250 are capitalised. Depreciation is provided at 33% on cost in order to write off each asset over its estimated useful life.

### Stock

Stocks are valued at the lower of cost and net realisable value.

### Funds Accounting

#### Unrestricted Funds

Unrestricted Funds are donations and other incoming resources receivable or generated for the objects of the charity without further specified purpose and are available as general funds.

## DEPRESSION ALLIANCE

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2005 (Continued)

#### 1. Accounting Policies (Continued)

##### Designated Funds

Designated Funds are donations and other incoming resources receivable designated by the Executive Committee for a particular purpose or activity.

##### Restricted Funds

Restricted funds are to be used for specific purposes as laid down by the donor. Expenditure that meets these criteria is charged to the fund, together with a fair allocation of management and support costs.

The nature and purpose of each fund is explained further in the notes to the financial statements. The Executive Committee make transfers between funds when expenditure of a restricted nature is to be met from more than one type of fund.

##### Pensions

The Charitable Company operates a stakeholder pension scheme for its employees, to which the employer makes contributions. Charges are made to the Statement of Financial Activities as they arise.

##### Operating Leases

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight line basis over the period of the lease.

##### Tax Status

The Charitable Company is a registered charity and therefore it is not assessable to corporation tax on any excess of charitable income over expenditure.

#### 2. Donations

	Unrestricted	Restricted	2005 Total	2004 Total
	£	£	£	£
From Members	57,218	-	57,218	59,609
Human Focus Return to work Ltd	-	-	-	2,000
Glaxco SmithKline	-	-	-	10,000
Lundbeck Limited	12,000	-	12,000	3,000
Cygnat Healthcare	-	-	-	6,000
Wyeth Pharmaceuticals	10,000	-	10,000	20,000
Pfizer Ltd	65,000	-	65,000	25,000
Pegasus PR	1,400	-	1,400	-
Eli Lilly & Co	10,000	17,200	27,200	40,000
Other Corporate donations	1,465	-	1,465	3,909
Gifts in Kind	1,450	-	1,450	299
	<b>158,533</b>	<b>17,200</b>	<b>175,733</b>	<b>169,817</b>

# DEPRESSION ALLIANCE

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2005 (Continued)

### 3. Total Resources Expended

						2005	2004
	Fundraising and publicity	Groups Project	Client Services	Literature	Management and Admin	Total	Total
	£	£	£	£	£	£	£
Wages and salaries	44,551	18,553	116,918	8,721	60,045	248,788	279,820
Other Staff costs	2,143	893	5,625	420	2,889	11,970	-
Publicity Costs	8,534	-	-	-	-	8,534	10,824
All Party Group	7,334	-	-	-	-	7,334	-
Group Cost	-	6,103	-	-	-	6,103	901
Volunteers	-	-	921	-	-	921	1,943
Correspondence & pen friend services	-	-	25	-	-	25	167
Help line	-	-	2,560	-	-	2,560	8,286
Wales	-	-	15,418	-	-	15,418	10,399
Scotland	-	-	-	-	-	-	25,360
Training costs	-	-	-	-	-	-	821
Website	-	-	2,082	-	-	2,082	334
National Depression Week	-	-	1,050	-	-	1,050	4,113
Publications & delivery costs	-	-	-	17,432	-	17,432	14,086
Rent and Services	4,332	1,804	11,369	848	5,839	24,192	27,420
Other Office Expenditure	1,782	742	4,676	349	2,403	9,952	8,104
Postage and Telephone	3,259	1,357	8,552	638	4,392	18,198	13,709
Printing and Stationary	466	194	1,224	91	628	2,603	6,085
Travel and Subsistence	496	207	1,303	97	669	2,772	3,877
Other administrative expenses	2,620	1,091	6,879	513	3,531	14,634	8,424
Bank Charges	14	6	38	3	19	80	398
Professional Fees	-	-	-	-	7,660	7,660	4,079
Depreciation	743	309	1,949	145	1,001	4,147	4,794
	76,274	31,259	180,589	29,257	89,076	406,455	433,944

### 4. Net income for the year

This is stated after charging

	2005	2004
	£	£
Depreciation	2,759	4,794
Loss on disposal	1,388	-
Auditors' Remuneration	5,604	3,495
Other professional fees paid to Auditors'	2,056	-
Operating lease costs		
Land and Buildings	17,085	28,600
Other Equipment	5,403	4,517

# DEPRESSION ALLIANCE

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2005 (Continued)

### 5. Staff Costs

The average number of employees during the year was as follows:

	2005	2004
Fundraising & publicity	1	1
Direct Charitable Expenditure	6	9
Management and Administration	2	1
	<u>9</u>	<u>11</u>

	2005 £	2004 £
Gross salaries and wages	227,420	252,678
Employers NIC	17,677	24,723
Contract Labour	1,914	670
Pension	1,776	2,419
Total salaries charged	<u>248,787</u>	<u>280,490</u>

No employee received remuneration amounting to more than £50,000 in either year.

### 6. Tangible Fixed Assets

#### Furniture & Equipment £

Cost:	
As at 1st April 2004	70,741
Additions	1,450
Disposals	(5,953)
As at 31st March 2005	<u>66,238</u>

Depreciation:	
As at 1st April 2004	66,598
Charge for the period	2,759
Released on disposal	(4,565)
As at 31st March 2005	<u>64,792</u>

Net Book Value:	
As at 31st March 2005	<u>1,446</u>

As at 31st March 2004	<u>4,143</u>
-----------------------	--------------

### 7. Stocks

	2005 £	2004 £
Leaflets and Publications	<u>13,698</u>	<u>19,328</u>

### 8. Debtors

	2005 £	2004 £
Trade Debtors	12,000	58,214
Other Debtors	22,318	6,858
Prepayments	3,439	10,295
	<u>37,757</u>	<u>75,367</u>

# DEPRESSION ALLIANCE

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2005 (Continued)

### 9. Creditors

	2005 £	2004 £
Trade Creditors	27,049	17,761
Other Taxes and Social Security	10,284	8,318
Other Creditors and Accruals	5,183	7,451
	<b>42,516</b>	<b>33,530</b>

### 10. Analysis of net assets between funds

	General Funds £	Designated Funds £	Restricted Funds £	Total Funds £
Tangible Fixed Assets	1,179	-	267	1,446
Current Assets	38,806	-	32,864	71,670
Current Liabilities	(42,516)	-	-	(42,516)
Net Assets at 31 March 2005	(2,531)	-	33,131	30,600

### 11. Movement in funds

	Balance At 1 April 2004 £	Income £	Expended £	Transfers £	Balance At 31 Mar 2005 £
Pfizer Foundation	13,236	-	13,103	(133)	-
All Party Group	-	17,200	15,834	-	1,366
	13,236	17,200	28,937	(133)	1,366
Restricted Funds - Discontinued Activities					
Scotland					
Scottish Executive	14,637	-	-	(14,637)	-
Tudor Trust	13,427	-	-	(13,427)	-
Lloyds TSB	2,127	-	-	(2,127)	-
Wales					
National Assembly of Wales	-	43,840	53,452	9,612	-
Tudor Trust	13,850	20,000	19,941	-	13,909
Lloyds TSB	8,500	4,250	4,250	-	8,500
Caerphilly Group	-	500	-	-	500
Self Help	-	4,240	283	-	3,957
WCVA	-	5,000	101	-	4,899
	52,541	77,830	78,027	(20,579)	31,765
Total Restricted Funds	65,777	95,030	106,964	(20,712)	33,131
Designated Funds - Discontinued Activities					
Wales	1,833	5,537	5,245	(2,125)	-
Total Designated funds	1,833	5,537	5,245	(2,125)	-
Unrestricted funds	95,836	203,233	294,246	(7,354)	(2,531)
Total Unrestricted Funds	97,669	208,770	299,491	(9,479)	(2,531)
<b>TOTAL FUNDS</b>	<b>163,446</b>	<b>303,800</b>	<b>406,455</b>	<b>(30,191)</b>	<b>30,600</b>

## DEPRESSION ALLIANCE

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2005 (Continued)

#### 11. Movement in funds (continued)

##### Purpose of restricted funds

The grant from The National Assembly of Wales are received and used to run the Welsh office. The directors are hoping to recover the overspend on this fund from Depression Alliance Cymru

The Grants from The Tudor Trust and Lloyds TSB received by the Welsh office is used to fund the Groups development programme in Wales.

The Pfizer Foundation monies is to fund a group training project in England.

The All Party Group was funded by Eli Lilly and Co and has a remit of putting forward depression as a parliamentary issue

The grant from The Scottish Executive are received by and used to run the Scottish Office.

The grant from The Tudor Trust received by the Scottish Office is used to fund the groups development programme in Scotland.

The grant from Lloyds TSB received by the Scottish Office is used to a part-time Information Officer Post in Scotland.

Caerphilly groups represent monies held on behalf of the group

The self help grant is for the arranging and running of a conference to highlight the use of self help groups as a means of treating depression.

The WCVA grant is to expand the network of self help groups across Wales through training and the publication of support material.

##### Purpose of Designated Funds

Scotland and Wales's designated funds relate to the monies received in Scotland and Wales respectively and will be used to support Depression Alliance work in these offices.

##### Transfers between Funds

Any overspend on restricted or designated funds will be met from unrestricted funds where possible.

#### 12. Transactions with Trustees

During the year 2 (2004: 5) Trustees were reimbursed expenses amounting to some £679 (2004: £1,547) by Depression Alliance. These expenses include travelling, accommodation, telephone and other expenses.

	£		£
Paul and Judy Lanham	663	Anne Brookes	16

No Director has received remuneration from the Charitable Company during the year.



# DEPRESSION ALLIANCE

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH 2005 (Continued)

### 13. Grants

During the year material grants were received from the following:

	2005 £	2004 £
Department of Health		
Core Funds	20,000	40,000
Information Series	-	18,000
Lloyds TSB		
For Wales	4,250	8,500
For Scotland	-	5,000
Tudor Trust		
For Wales	20,000	20,000
For Scotland	-	22,000
The Scottish Executive	-	64,688
The National Assembly for Wales	43,840	38,824
Pfizer Foundation	-	13,798
Lundbeck Ltd	750	300
Doing Well Trust	-	3,527
Business Broadband	-	300
Lothian Health	-	1,001
WCVA	5,000	-
AFA Wales	4,240	-
NCLB	500	-
Other Small Grants	1,000	-
	<b>99,580</b>	<b>235,938</b>

### 14. Commitments

At 31<sup>st</sup> March 2005 the Charitable Company had annual commitments under non-cancellable leases as follows:

	Other Equipment		Land and Buildings	
	2005 £	2004 £	2005 £	2004 £
Due within 2-5 years	7,357	3,498	-	20,500
	<b>7,357</b>	<b>3,498</b>	<b>-</b>	<b>20,500</b>

### 15. Pension

The Charitable Company offers a stakeholder pension scheme to its employees. With effect from the 1st September 2003 Depression Alliance offered to contribute a sum of £60 per employee (pro rata for part time employees) to a pension scheme of their choice. The amount outstanding at the year end was £562, total of which £330 was owed by the Charitable Company.

#### **16. Post Balance Sheet Events**

On the 1st April 2005 the Welsh Office became an independent Charitable Company operating under Charity Number, 1108411 and Registered Company Number 05181571. Its registered office is 11 Plas Melin, Westbourne Road, Cardiff, South Glamorgan CF14 2BT.

The Directors, working at the request of the Welsh Directors, took the decision to devolve the Welsh Office to enable that Office to work more efficiently in Wales and secure the necessary funding for its continued presence in Wales.

The likely impact on Depression Alliance is that we will receive approximately £83,500 less income during the year 2005-2006. However this is balanced out by the fact that we no longer fund the Welsh Office and therefore will incur £83,500 less costs.

#### **17. CONTINGENCIES**

The Executive Committee has confirmed that there were no contingent liabilities which should be disclosed at 31 March 2005 apart from paying the balance on the restricted funds relating to the Welsh office to the new charity (2004: £Nil).

#### **18. CAPITAL COMMITMENTS**

The Executive Committee has confirmed that there were no capital commitments at 31 March 2005 (2004: £Nil).

#### **19. COMPANY LIMITED BY GUARANTEE**

The charitable company is incorporated under the Companies Act 1985 as a company limited by guarantee and without a share capital.

#### **20. ULTIMATE CONTROLLING PARTY**

The Executive Committee confirms that there is no ultimate controlling party.

#### **21. GOING CONCERN**

In the period to 25 May 2005 the management accounts show a surplus as a core grant of £50,000 for the whole of the year to 31 March 2006 has been received and used to pay costs and creditors. The management projections for the year to 31 March 2006 (which have not been audited), incorporating the actual results to 25 May 2005 show a small surplus which is likely to cover the deficit on unrestricted free reserves at 31 March 2005. The Executive Committee are seeking the grants and donations it needs to achieve this result for the year ended 31 March 2006, however, such grants are never certain and if not received expenditure will have to be cut further.

#### **22. Depression Alliance Scotland**

During the year Depression Alliance transferred the balance of restricted funds held on behalf of the old Scottish Office to Depression Alliance Scotland on 1 April 2004.