

MERTON OASIS
FINANCIAL STATEMENTS
31 MARCH 2007

Charity Number 1117351



KUGAN & CO:
Chartered Certified Accountants
Unit 1 Kingspark Business Centre
152-178 Kingston Road
New Malden
Surrey
KT3 3ST

MERTON OASIS

FINANCIAL STATEMENTS

PERIOD FROM 1 NOVEMBER 2006 TO 31 MARCH 2007

CONTENTS	PAGE
Trustees Annual Report	1
Accountants' report	5
Statement of Financial Activities	6
Income and Expenditure Account	7
Balance sheet	8
Notes to the financial statements	9

MERTON OASIS

TRUSTEES ANNUAL REPORT

PERIOD FROM 1 NOVEMBER 2006 TO 31 MARCH 2007

The trustees, who are also directors for the purposes of company law, present their report and the unaudited financial statements of the charity for the period from 1 November 2006 to 31 March 2007. The charity company was incorporated on the 3rd January 2006 and commenced its activities on the 1st November 2006 by taking over "Merton Oasis Project".

REFERENCE AND ADMINISTRATIVE DETAILS

Registered charity name	Merton Oasis
Charity registration number	1117351
Company registration number	05664970
Principal office and Registered office (up to 29/04/07)	Suite 1, Justin Plaza 1, 341 London Road Mitcham Surrey CR4 4BE

THE TRUSTEES

The trustees who served the company during the period were as follows

Mrs S J Gregory
Mr F L Dawson
Mrs P Kissdon
Ms C Bisessar

Mrs P Kissdon was appointed as a trustee on 21 December 2006

Mrs S J Gregory retired as a trustee on 12 November 2007

RETIREMENT OF TRUSTEES

In accordance with the Articles of Association, Ms C Bisessar will retire from the board and, being eligible, will stand for re-appointment

SENIOR MANAGEMENT

Locum Director	Marjorie Francis (left on 31 March 2007)
Secretary	Ms C Bisessar
Accountants	Kugan & Co Chartered Certified Accountants Unit 1 Kingspark Business Centre 152-178 Kingston Road New Malden Surrey KT3 3ST
Bankers	National Westminster Bank P O Box 771 282 London Road Mitcham, SURREY CR4 2ZP

MERTON OASIS
TRUSTEES ANNUAL REPORT *(continued)*
PERIOD FROM 1 NOVEMBER 2006 TO 31 MARCH 2007

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The company was incorporated on the 3rd January 2006 and governed by Memorandum and Articles of Association

Recruitment and Appointment of Management Committee

The directors and the company secretary are also trustees of the charitable company. The Article of Association of the company governs the appointment of directors/trustees. They have no beneficial interests in the charitable company. The liability of each director is a maximum of £1 00.

Induction and training

All trustees are familiar with the work of the charity. The existing trustees brief and give the website of the Charity Commission for further guidance.

Risk management

The board of directors/trustees have conducted their own review of the major risks to which the charity is exposed and systems have been established to mitigate those risks. Significant external risks to funding have led to the development of a strategic plan, which will enable the organisation to fulfil its objects. Internal risks are minimised through tenable the organisation to fulfil its objects. Internal risks are the internal controls in place. These procedures are periodically reviewed to ensure that they still meet the needs of the charity.

Organisational structure

A board of directors/trustees of a minimum of 3 members, who meet every eight weeks, administers the charity. During the period the committee met three times. A locum director was managing the day to day operation of the charity.

OBJECTIVES AND ACTIVITIES

The objects of the charitable company are to promote the relief of all people with long term mental health problems requiring treatment and the prevention of mental health problems of those living in the borough of Merton, in particular, but not exclusively, individuals of minority ethnic background so as to enhance their quality of life.

The company took over the assets and liabilities of the charity "Merton Oasis Project" (Charity number 1050551) on the 1st November 2006 at its net book value and started to function from 1st November 2006. The charity "Merton Oasis Project" ceased its operation on the 31st October 2006.

MERTON OASIS

TRUSTEES ANNUAL REPORT *(continued)*

PERIOD FROM 1 NOVEMBER 2006 TO 31 MARCH 2007

ACHIEVEMENTS AND PERFORMANCE

Our activities during the period are summarised as follows

Drop In:

The charity continues to consolidate and improve its services and access to its targeted group. We operated three "Drop-in" days: Tuesday's Breakfast Club, Wednesday's and Thursday's.

Information Technology:

We are using in-house training to support service users in their computer skills. We have had training on digital camera, input and output images, and that has been on going with service users.

Training:

We provide training and free Internet access to our members.

African Caribbean Elders Service

The project of "African Caribbean Elders Services" has been successful and continued to run. Ad-hoc grants from the Merton Voluntary Service Council have enabled us to provide this culturally sensitive service to African Caribbean Elders. We have a programme of activities two days per week plus every first and third Thursday evening and Saturday night of the month. Lunch is available at subsidised cost to members.

In addition regular contact and visits to Springfield Hospital have helped the charitable company to maintain mutually beneficial working relationships with staff and strengthen links with the Community Mental Health Team (CMHT).

Providing day service

The contract of provision of mental health day services for black and minority ethnic working age adults ended on 31st March 2008. The charitable company was not successful in its tender of continuing this service with London Borough of Merton.

FINANCIAL REVIEW

The net incoming resources for the period amounted to £53,035, of which £64,283 had been used on charitable business leaving a deficit of £11,248.

Investment Policy

The Management Committee has considered the most appropriate policy for investing funds and has agreed that at present, keeping our funds in a deposit account is the safest option.

Reserves Policy

The Management Committee has established a policy whereby the unrestricted funds not committed or invested in tangible fixed assets ('free reserves') held by the charity should be six months of resources expended, in general funds including the Elders Service. At this level, the Management Committee feels that they would be able to continue the current activities of the charity in the event of a significant drop in incoming resources.

MERTON OASIS

TRUSTEES ANNUAL REPORT *(continued)*

PERIOD FROM 1 NOVEMBER 2006 TO 31 MARCH 2007

PLANS FOR FUTURE PERIODS

We continue to develop our activities in line with the outcomes from the Strategic Business Review which are

- Redefine and finalise the vision and mission of Merton Oasis with a view to embracing the notion of the promotion of healthy living, mental health and well being
- Set clear goals for Merton Oasis recognising a widening of the target user group
- Start a process of repositioning the organisation
- Provide services that are preventative and foresighted rather than just remedial
- Marketing the organisation and improving communications
- Establish clear financial standing orders, taking account of good practice
- Establish a strategy for fundraising and identify avenues of funding
- Build stronger relationships with statutory and other key agencies

RESPONSIBILITIES OF THE TRUSTEES

The trustees are responsible for preparing the Trustees Annual Report and the financial statements in accordance with applicable law and regulations

Company law requires the trustees to prepare financial statements for each financial year. Under that law the trustees have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The financial statements are required by law to give a true and fair view of the state of affairs of the charity and of the surplus or deficit of the charity for that period.

In preparing these 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,
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

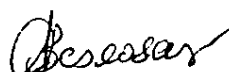
The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and which enable them to ensure that the financial statements comply with Companies Act 1985. The trustees are also responsible for safeguarding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

REPORTING ACCOUNTANTS

Messrs Kugan & Co will continue in office as reporting accountants for the ensuing year.

Registered office
The Vestry Hall
London Road
Mitcham
Surrey
CR4 3UD

Signed by order of the trustees



MS C BISSAR
Company Secretary

Date 21st April 2008

MERTON OASIS

ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS ON THE UNAUDITED FINANCIAL STATEMENTS OF MERTON OASIS

PERIOD FROM 1 NOVEMBER 2006 TO 31 MARCH 2007

As described on the balance sheet you are responsible for the preparation of the accounts for the period from 1 November 2006 to 31 March 2007 set out on pages 6 to 14, and you consider that the company is exempt from an audit and a report under section 249A(2) of the Companies Act 1985. In accordance with your instructions, we have compiled these unaudited accounts in order to assist you to fulfil your statutory responsibilities from the accounting records and information and explanations supplied to us.



KUGAN & CO
Chartered Certified Accountants

Unit 1 Kingspark Business Centre
152-178 Kingston Road
New Malden
Surrey
KT3 3ST

Date 21st April 2008

MERTON OASIS
STATEMENT OF FINANCIAL ACTIVITIES
PERIOD FROM 1 NOVEMBER 2006 TO 31 MARCH 2007

	Note	Total Funds Period from 1 Nov 06 to 31 Mar 07 £
INCOMING RESOURCES		
Incoming resources from generating funds		
Voluntary income	2	1,425
Activities for generating funds	3	884
Investment income	4	350
Incoming resources from charitable activities	5	50,376
TOTAL INCOMING RESOURCES		<u>53,035</u>
RESOURCES EXPENDED		
Charitable activities	6/7	(62,938)
Governance costs	8	(2,254)
Other resources expended	9	909
TOTAL RESOURCES EXPENDED		<u>(64,283)</u>
NET OUTGOING RESOURCES FOR THE PERIOD	11	(11,248)
RECONCILIATION OF FUNDS		
Total funds transferred from "Merton Oasis Project" on 1st November 2006		118,456
TOTAL FUNDS CARRIED FORWARD		<u>107,208</u>

The Statement of Financial Activities includes all gains and losses in the year and therefore
a statement of total recognised gains and losses has not been prepared

All of the above amounts relate to continuing activities

The notes on pages 9 to 14 form part of these financial statements

MERTON OASIS
INCOME AND EXPENDITURE ACCOUNT
PERIOD FROM 1 NOVEMBER 2006 TO 31 MARCH 2007

	Note	Period from 1 Nov 06 to 31 Mar 07	£
INCOME			52,685
Net gains from disposals of income fund fixed assets			909
TOTAL INCOME			53,594
TOTAL EXPENDITURE			(65,192)
OPERATING DEFICIENCY	11		(11,598)
OTHER INCOME			
Interest receivable and similar income	4		350
DEFICIT FOR THE FINANCIAL PERIOD			(11,248)

The Income and Expenditure Account includes all gains and losses in the year and therefore a statement of total recognised gains and losses has not been prepared

All of the above amounts relate to continuing activities

The notes on pages 9 to 14 form part of these financial statements

MERTON OASIS

BALANCE SHEET

31 MARCH 2007

	Note	£	31 Mar 07 £
FIXED ASSETS			
Tangible assets	13		2,353
CURRENT ASSETS			
Debtors	14	30,046	
Cash at bank and in hand		91,201	
		<u>121,247</u>	
CREDITORS: Amounts falling due within one year	15	<u>(16,392)</u>	
NET CURRENT ASSETS			<u>104,855</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>107,208</u>
NET ASSETS			<u>107,208</u>
FUNDS			
Unrestricted income funds	16		<u>107,208</u>
TOTAL FUNDS			<u>107,208</u>

The trustees are satisfied that the company is entitled to exemption from the provisions of the Companies Act 1985 (the Act) relating to the audit of the financial statements for the period by virtue of section 249A(1), and that no member or members have requested an audit pursuant to section 249B(2) of the Act. The trustees acknowledge their responsibilities for

- (i) ensuring that the company keeps proper accounting records which comply with section 221 of the Act, and
- (ii) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial period and of its surplus or deficit for the financial period in accordance with the requirements of section 226, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the company

These financial statements were approved by the members of the committee on the 21st April 2008 and are signed on their behalf by



MR F L DAWSON
Director

The notes on pages 9 to 14 form part of these financial statements.

MERTON OASIS

NOTES TO THE FINANCIAL STATEMENTS

PERIOD FROM 1 NOVEMBER 2006 TO 31 MARCH 2007

1. ACCOUNTING POLICIES

(i) Basis of accounting

The financial statements have been prepared under the historical cost convention and in accordance with applicable United Kingdom accounting standards, the Statement of Recommended Practice "Accounting and Reporting by Charities" issued in March 2005 (SORP 2005) and the Companies Act 1985

(ii) Cash flow statement

The trustees have taken advantage of the exemption in Financial Reporting Standard No 1 (revised) from including a cash flow statement in the financial statements on the grounds that the company is small.

(iii) Fund accounting

- Unrestricted funds are available for use at the discretion of the trustees in furtherance of the general objectives of the charity

- Designated funds are unrestricted funds earmarked by the Management Committee for particular purposes

- Restricted funds are subjected to restrictions on their expenditure imposed by the donor or through the terms of an appeal

(iv) All incoming resources are included in the statement of financial activities when the charity is entitled to the income and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income

- Voluntary income is received by way of grants, donations and gifts and is included in full in the statement of financial activities when receivable. Grants, where entitlement is not conditional on the delivery of a specific performance by the charity, are recognised when the charity becomes unconditionally entitled to the grant

- Donated services and facilities are included at the value to the charity where this can be quantified. The value of services provided by volunteers has not been included in these accounts

- Investment income is included when receivable

- Incoming resources from grants, where related to performance and specific deliverables, are accounted for as the charity earns the right to consideration by its performance

(V) Fixed assets

All fixed assets are initially recorded at cost. The net book value of the assets taken over from Merton Oasis Project were recorded as cost to the charity

MERTON OASIS

NOTES TO THE FINANCIAL STATEMENTS

PERIOD FROM 1 NOVEMBER 2006 TO 31 MARCH 2007

1. ACCOUNTING POLICIES *(continued)*

(vi) Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows

25% on straightline basis
25% on straightline basis

2. VOLUNTARY INCOME

	Unrestricted Funds £	Total Funds 2007 £
Grants receivable		
Merton Voluntary Service Council	<u>1,425</u>	<u>1,425</u>

3. INCOMING RESOURCES FROM ACTIVITIES FOR GENERATING FUNDS

	Unrestricted Funds £	Total Funds 2007 £
Fundraising events	<u>884</u>	<u>884</u>

4. INVESTMENT INCOME

	Unrestricted Funds £	Total Funds 2007 £
Bank interest receivable	<u>350</u>	<u>350</u>

5. INCOMING RESOURCES FROM CHARITABLE ACTIVITIES

	Unrestricted Funds £	Total Funds 2007 £
Fees on providing day services	49,801	49,801
Participants' contribution- meals	<u>575</u>	<u>575</u>
	<u>50,376</u>	<u>50,376</u>

MERTON OASIS

NOTES TO THE FINANCIAL STATEMENTS

PERIOD FROM 1 NOVEMBER 2006 TO 31 MARCH 2007

6. COSTS OF CHARITABLE ACTIVITIES BY FUND TYPE

	Unrestricted Funds	Total Funds 2007
	£	£
Charitable activity		
Provision of day services	34,523	34,523
African Caribbean Elders Service	5,603	5,603
Learning in the community	593	593
Support costs	22,219	22,219
	<u>62,938</u>	<u>62,938</u>

7. COSTS OF CHARITABLE ACTIVITIES BY ACTIVITY TYPE

	Activities undertaken directly	Grant funding activities	Support costs	Total Funds 2007
	£	£	£	£
Charitable activity				
Provision of day services	34,523	—	22,219	56,742
African Caribbean Elders Service	—	5,603	—	5,603
Learning in the community	—	593	—	593
	<u>34,523</u>	<u>6,196</u>	<u>22,219</u>	<u>62,938</u>

8. GOVERNANCE COSTS

	Unrestricted Funds	Total Funds 2007
	£	£
Accountancy fees	450	450
AGM cost	586	586
Legal and professional fees	1,089	1,089
Costs of trustees' meetings	106	106
Bank charges	23	23
	<u>2,254</u>	<u>2,254</u>

9. OTHER RESOURCES EXPENDED

	Unrestricted Funds	Total Funds 2007
	£	£
Losses/(gains) on disposal of tangible fixed assets for charity's own use	<u>(909)</u>	<u>(909)</u>

MERTON OASIS

NOTES TO THE FINANCIAL STATEMENTS

PERIOD FROM 1 NOVEMBER 2006 TO 31 MARCH 2007

10. ANALYSIS OF SUPPORT COSTS

	Provision of day services £
Staff costs	5,768
Premises	12,388
Communications and IT	1,047
Other office cost	2,760
Depreciation	256
	<u>22,219</u>

11. NET OUTGOING RESOURCES FOR THE PERIOD

This is stated after charging

	Period from 1 Nov 06 to 31 Mar 07 £
Depreciation	<u>273</u>

12. STAFF COSTS AND EMOLUMENTS

Total staff costs were as follows:

	Period from 1 Nov 06 to 31 Mar 07 £
Wages and salaries including employers NI	<u>38,703</u>

Particulars of employees:

The average number of employees during the period, calculated on the basis of full-time equivalents, was as follows

	Period from 1 Nov 06 to 31 Mar 07 No
Co-ordinating staff	1
Counselling, advice and information	3
Administrative staff	1
	<u>5</u>

No employee received emoluments of more than £60,000 during the period

MERTON OASIS

NOTES TO THE FINANCIAL STATEMENTS

PERIOD FROM 1 NOVEMBER 2006 TO 31 MARCH 2007

13. TANGIBLE FIXED ASSETS

	Equipment £	Fixtures & Fittings £	Total £
COST			
Additions-from "Merton Oasis Project"	2,461	704	3,165
Disposals	(85)	(454)	(539)
At 31 March 2007	<u>2,376</u>	<u>250</u>	<u>2,626</u>
DEPRECIATION			
Charge for the period	247	26	273
At 31 March 2007	<u>247</u>	<u>26</u>	<u>273</u>
NET BOOK VALUE			
At 31 March 2007	<u>2,129</u>	<u>224</u>	<u>2,353</u>

14. DEBTORS

	31 Mar 07 £
Trade debtors	29,421
Other debtors	625
	<u>30,046</u>

15. CREDITORS: Amounts falling due within one year

	31 Mar 07 £
Trade creditors	8,444
Accruals	7,948
	<u>16,392</u>

16. UNRESTRICTED INCOME FUNDS

	From "Merton Oasis Project" at 1.11. 2006 £	Incoming resources £	Transfers £	Balance at 31 March 2007 £
General Funds	117,948	(7,437)	(4,643)	105,868
Learning in the Community	508	832		1,340
African Caribbean Elders Service		(4,643)	4,643	-
Total General Funds	<u>118,456</u>	<u>(11,248)</u>	<u>-</u>	<u>107,208</u>

MERTON OASIS

NOTES TO THE FINANCIAL STATEMENTS

PERIOD FROM 1 NOVEMBER 2006 TO 31 MARCH 2007

17. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Tangible fixed assets £	Net current assets £	Total £
Unrestricted Income Funds:			
Learning in the Community	148	1,340	1,488
General Funds	2,206	103,514	105,720
	<u>2,354</u>	<u>104,854</u>	<u>107,208</u>
Total Funds	<u>2,354</u>	<u>104,854</u>	<u>107,208</u>