

Company number 5425951

COEXIST FOUNDATION
(REGISTERED CHARITY NUMBER 1113284)

ANNUAL REPORT AND ACCOUNTS
YEAR ENDED 30 SEPTEMBER 2010

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Coexist Foundation
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Coexist Foundation Administrative Details

Directors and Trustees

Edward Gerard Francis McCabe (Chairman)
Lord Janner of Braunstone
The Right Honourable and the Right Reverend Richard John Carew Chartres
Christopher Stanton Griffiths
Mohammed Abdul Latif Jameel
Timothy John Ryan
Professor Muhammad Yunus
Sheikh Ali Goma'a
Rabbi David Rosen

Company Secretary

Mitre Secretaries Limited

Registered Office

c/o CMS Cameron McKenna LLP
Mitre House
160 Aldersgate Street
London
EC1A 4DD

Principal Office

17-19 Bedford Street
London
WC2E 9HP

Bankers

HSBC Bank plc
8 Canada Square
London
E14 5HQ

Solicitors

CMS Cameron McKenna LLP
Mitre House
160 Aldersgate Street
London
EC1A 4DD

Auditors

PKF (UK) LLP
Pannell House
Park Street
Guildford
Surrey
GU1 4HN

Charity Registration Number 1113284

Company Registration Number 5425951

Coexist Foundation Trustees' Report

The directors, who are also the charity Trustees, present their report together with the financial statements of the charity for the year ended 30 September 2010

Structure, Governance and Management

Coexist Foundation is a company limited by guarantee incorporated on 15 April 2005. On 15th March 2006 the company was entered in the Central Register of Charities under number 1113284 as a registered charity. The number of members is limited by the Articles of Association to ten and no person can become a member unless they are also a director.

Directors are invited to the Board based on their expertise and relevance to the role. The Board is reviewing the procedures for appointing new directors with a view to introducing a formal induction and training programme so that new directors are fully aware of their responsibilities as Trustees of the charity.

The directors have chosen to delegate the duty of the day to day running of the charity to a non-executive officer, James Kidner, a person who was appointed because of his experience and expertise held in previous relevant positions.

The directors who served during the year are as follows:

Edward Gerard Francis McCabe (Chairman)
Lord Janner of Braunstone
The Right Honourable and the Right Reverend Richard John Carew Chartres
Christopher Stanton Griffiths
Mohammed Abdul Latif Jameel
Timothy John Ryan
Professor Muhammad Yunus
Sheikh Ali Goma'a
Rabbi David Rosen

Objectives and Activities

The main objective of the charity is to promote, encourage and support engagement between Jews, Christians and Muslims, both individually and through their respective communities, through education, dialogue and research. As a means of achieving this, Coexist plans to:

- Raise funds for projects, and forge and facilitate new partnerships and programmes, which help people to understand better what it means to be Jewish, Christian or Muslim today,
- Raise funds to support an inter-faith programme at a leading university,
- Raise funds with the aim of building a Centre where students and the wider public can learn about Judaism, Christianity and Islam, with inspiring educational programmes and events for people of all ages. The Centre will hold conferences and seminars, organise lectures, provide a library and other facilities for research, arrange events and exhibitions, provide areas for contemplation and prayer, and focus on attracting young people,
- Support the development of educational materials and of projects and programmes which encourage a better understanding of Jews, Christians and Muslims, and so build bridges between these communities and others.

To support and sustain its operations, Coexist is aiming to increase its fundraising through wealthy individuals, corporations and Foundations.

In terms of the Charity Commission's guidance on public benefit, the Trustees are clear that all the work of the Coexist Foundation falls within the terms of the public benefit requirement, as demonstrated under "Achievements and Performance" below.

Coexist Foundation Trustees' Report

Achievements and Performance

The Coexist Foundation has made the following progress against its objectives during the year

The charity has built up its operations in the USA, where a sister organisation, Coexist Foundation USA, has been registered as a US 501 (c) (3) non profit corporation. It has been supporting work with organisations such as the Gallup Muslim West Facts Initiative, Meedan (a not-for-profit organisation specialising in bridging language barriers), Search for Common Ground (a charity which promotes better understanding through the Media), and the New York Public Library. The New York Public Library's "Three Faiths" exhibition, inspired by the British Library's "Sacred", has been co-sponsored by Coexist, and will run from 22nd October 2010-27th February 2011. Coexist has appointed a part-time Director in the USA, and is working to appoint Trustees there, as well as developing new programmes, and raise funds there.

Work continues towards the development of the partnership between Coexist and Cambridge, where the long-term objective is to build a Centre in London, inspired and driven by the University of Cambridge, where the public can learn about what it means to be Jewish or Christian or Muslim today. Cambridge has, with Coexist's help, appointed new staff, and a part-time Director of the Cambridge-Coexist Programme joined the charity in January from the BBC. Cambridge has made useful progress towards building structures for the long-term governance of the London Centre, while Coexist supported, with Cambridge's encouragement, a long-term partnership between the University and others, to translate key discussions and documents between Arabic and English, through the US-based charity Meedan.

Coexist has continued its support for Religious Education teacher-training programmes at Heythrop College, and through specialist education providers Eudaemonia Conferences. These have now run not only in the UK but also in Australia and New Zealand. Heythrop continue to attract strong students to their BA in Abrahamics and, in September with Coexist's support, launched a new MA in Abrahamics – the world's first.

Coexist's on-line learning resource, "Understanding Faiths", was launched in conjunction with the specialist computer-education company Microbooks. The first major programme in a series of three, "Understanding Islam" received very positive reviews in the press and from users. "Understanding Christianity" will be launched in 2011, and "Understanding Judaism" in 2012.

During the year, Coexist wound up its financial support for Gallup's Muslim West Facts Initiative, though the two organisations continue to engage actively in encouraging a more nuanced, facts-based assessment of public opinion about faith issues.

Coexist has developed new branding and publicity materials over the course of the year, including a new website, new brochures, and a new logo – all of which are aimed at bringing the charity's message to a wider, younger audience.

Coexist continues to work to widen its networks, and to support other organisations which share its ideals. Among others, Coexist works with the UN Alliance of Civilisations, the British Council, the Tony Blair Faith Foundation, the Foundations' Forum, Religions for Peace, the Abraham Path Initiative, the Three Faiths Forum, the Coexistence Trust, St Ethelburga's, CTVC, Theos, the Council for Christians and Jews, J-Street, the Alliance of Religions and Conservation, Forward Thinking, the Rank Trust, the Rayne Foundation, the Al-Tajjir Trust and many others. The Charity supported a pioneering event organised at Windsor Castle ahead of the Copenhagen Climate Change Conference, bringing together faith communities committed to better environmental stewardship. They also supported a tour by acclaimed author William Dalrymple to promote better inter-faith understanding in India and Pakistan, and helped renovate the Tent at St Ethelburga's Centre for Reconciliation and Peace.

Financial Review

During the year under review, the charity received donations of £2,439,606 (2009 £2,513,442) and incurred expenditure of £2,426,497 (2009 £2,513,913). The great majority of the expenditure was in relation to direct charitable activities.

Key expenditure during the year has included a donation of £114,000 to Cambridge University to support their inter-faith programme, a payment of £244,000 for The New York Public Library's "Three Faiths" exhibition, a payment of £199,000 in support of Meedan, and a payment of £892,000 to Gallup in relation to the World Poll of Muslim Opinion, although Coexist wound up its financial support for Gallup's Muslim West Facts Initiative during the year. The charity has also donated £124,000 to Search for Common Ground.

Coexist Foundation Trustees' Report

Reserves Policy

The Trustees are seeking to build a secure level of reserves for the long term, but the charity is still at an early stage in fundraising. One Trustee has given his assurance that he will meet the obligations of the charity were it necessary to wind it up.

Risk Management

The Trustees are in the process of examining the strategic, business and operational risks which the charity faces with a view to introducing the necessary procedures to mitigate against these risks. Their staff attended courses during the year to learn how better to achieve this.

Statement of Trustees' Responsibilities

The trustees are responsible for preparing the trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the trustees to prepare financial statements for each financial year that give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the net income or expenditure, of the charity for the year. In preparing those financial statements the trustees are required to

- select suitable accounting policies and then apply them consistently,
- observe the methods and principles in the Charities SORP,
- make judgments 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 business.

The trustees are responsible for keeping accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Companies Act 2006. They 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.

Statement as to disclosures of information to Auditors

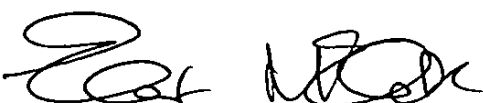
The Trustees in office at the date of the report have confirmed that, as far as they are aware, there is no relevant audit information of which the Auditors are unaware. Each of the Trustees has confirmed that they have taken all the steps that they ought to have taken as Trustees in order to make themselves aware of any relevant audit information and to establish that it has been communicated to the auditor.

The Trustees' Report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small entities.

Approved by the Trustees and signed on their behalf on

5 May

2011



Edward G F McCabe
Trustee

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF COEXIST FOUNDATION

We have audited the financial statements of Coexist Foundation for the year ended 30 September 2010 which comprise the statement of financial activities, the balance sheet, and the related notes. The financial statements have been prepared under the accounting policies set out therein.

This report is made solely to the charity's members as a body, in accordance with Chapter 3 of part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charity'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 charity and the charity'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

The responsibilities of the trustees (who are also the directors of the company for the purposes of company law) for preparing the trustees' annual report and the financial statements in accordance with applicable law and United Kingdom accounting standards ('United Kingdom Generally Accepted Accounting Practice') and for being satisfied that the financial statements give a true and fair view are set out in the statement of trustees' responsibilities.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view, have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and have been prepared in accordance with the Companies Act 2006. We also report to you whether in our opinion the information given in the trustees' report is consistent with those financial statements.

In addition we report to you if, in our opinion, the charity has not kept adequate accounting records, if the charity's financial statements are not in agreement with those accounting records, if we have not received all the information and explanations we require for our audit or if certain disclosures of trustees' remuneration specified by law are not made.

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

Basis of audit opinion

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) 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 judgments made by the trustees in the preparation of the financial statements, and of whether the accounting policies are appropriate to the charity's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations 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.

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF COEXIST FOUNDATION

Opinion

In our opinion

- the financial statements give a true and fair view of the state of the charity's affairs as at 30 September 2010 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended,
- the financial statements have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice,
- the financial statements have been prepared in accordance with the Companies Act 2006, and
- the information given in the trustees' report is consistent with the financial statements

Michael Bridge

Michael Bridge

Senior statutory auditor

For and on behalf of PKF (UK) LLP, Statutory auditors

Guildford

Date *25 May* 2011

Coexist Foundation
Statement of Financial Activities for the year ended 30 September 2010
(Incorporating an Income & Expenditure Account)

	Notes	30 September 2010 £	30 September 2009 £
Incoming resources			
Incoming resources from generated funds			
Voluntary income	2	2,439,606	2,513,442
Interest received		-	15
Total incoming resources		2,439,606	2,513,457
Resources expended			
Costs of generating funds	3	125,990	101,360
Charitable activities	4	2,257,964	2,369,624
Governance costs	5	42,997	32,398
Other resources expended	6	(454)	10,531
Total resources expended	8	2,426,497	2,513,913
Net incoming/(outgoing) resources		13,109	(456)
Surplus of funds brought forward		12,921	13,377
Total funds carried forward	10	26,030	12,921

All amounts relate to continuing activities

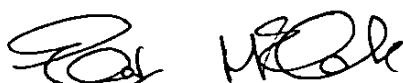
The notes on pages 9 to 12 form part of these financial statements

Coexist Foundation
Registered number 5425951
Balance Sheet as at 30 September 2010

	Notes	2010	2009
		£	£
Current assets			
Other debtors		40,794	84,301
Cash		28,624	2,256
		<hr/>	<hr/>
		69,418	86,557
Creditors			
Amounts falling due within one year	9	(43,388)	(73,636)
		<hr/>	<hr/>
Net assets		26,030	12,921
The funds of the charity:			
Unrestricted funds	10	26,030	12,921
		<hr/>	<hr/>
		26,030	12,921
		<hr/>	<hr/>

The financial statements have been prepared in accordance with the special provisions of the Companies Act 2006 relating to companies subject to the small companies regime, and in accordance with the Financial Reporting Standard for Smaller entities (effective April 2008)

The Financial Statements were approved and authorised for issue by the Trustees and were signed on its behalf on *5 May* 2011 by



Edward G F. McCabe
Trustee

The notes on pages 9 to 12 form part of these financial statements

**Notes to the Financial Statements
For the year ended 30 September 2010**

1. Accounting Policies

Basis of accounting

The financial statements have been prepared under the historical cost convention and in accordance with the requirements of the Statement of Recommended Practice 'Accounting and Reporting by Charities' (SORP 2005) issued in March 2005 and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008) and the Companies Act 2006

Incoming resources

Voluntary income

Gifts, donations and grants are recognised in the year in which they become receivable. Gifts in kind, which are held for charity activities, are valued at an estimated open market value and recognised when distributed. Donated facilities are valued at an estimated open market value, only if the value can be reasonably quantified and are recognised in the year in which they become receivable.

Activities for generating funds

Income from fundraising campaigns is recognised in the year in which it becomes receivable.

Resources expended

Resources expended are included in the Statement of Financial Activities on an accruals basis, inclusive of any VAT which cannot be recovered.

Cost of generating funds

Cost of generating funds are those costs incurred in attracting voluntary income and fundraising activities, and includes a proportion of salary and support costs based on an estimate of the proportion of time spent on these activities.

Charitable activities

Expenditure allocated to this category are costs directly relating to the activities of promoting interfaith relations and includes a proportion of salary and support costs based on an estimate of the proportion of time spent on the activities.

Governance costs

Governance costs relate to expenditure incurred on the statutory and legal obligations of running the charity and include the costs of Trustees' meetings, audit fees and certain legal costs.

Fund accounting

Funds held by the charity are either

- Unrestricted funds – these are funds which can be used in accordance with the charitable objects at the discretion of the Trustees
- Restricted funds – these are funds that can only be used for particular restricted purposes when specified by the donor or when funds are raised for particular restricted purposes

Foreign Currencies

Monetary assets and liabilities expressed in foreign currencies are translated into sterling at the rates of exchange at the balance sheet date. Transactions entered into in foreign currencies are recorded at the rate of exchange ruling at the transaction date. All translation differences are dealt with in the statement of financial activities.

Coexist Foundation
Notes to the Financial Statements

2 Voluntary Income

	2010 £	2009 £
Donations	2,439,606	2,513,442

3 Costs of Generating Funds

	2010 £	2009 £
Staff costs	46,420	46,453
Support costs	79,570	54,907
	125,990	101,360

4 Charitable Activities

	2010 £	2009 £
Inter-faith University programme	113,958	135,713
Payments to Gallup	892,207	1,581,587
Understanding Islam Project	230,452	174,660
British Library	-	3,843
Insight film Festival	30,000	-
Alliance of Religions for Conservation	18,000	-
Nine Lives Show	10,000	-
Meedan Project	199,084	-
New York Public Library	243,838	-
Hollister awards Ceremony	4,442	-
WPCT	105	-
Joseph Interfaith Foundation	30	-
St Ethelburga's	20,000	403
World Religions for Peace	-	15,351
London Diocesan Fund	32,591	31,827
Eudaemonia conferences	43,812	23,500
Heythrop College	40,000	-
Coexistence Trust	-	25,000
Coexist Foundation USA	-	12,196
Jaipur Festival	-	8,777
International Medical Corps	-	16,205
Search for Common Ground	123,648	134,771
Staff costs	94,246	94,313
Support costs	161,551	111,478
	2,257,964	2,369,624

Coexist Foundation
Notes to the Financial Statements

5. Governance Costs

	2010 £	2009 £
Audit and accountancy fees	15,351	11,230
Legal fees	27,646	21,168
	<u>42,997</u>	<u>32,398</u>

6. Other Resources Expended

	2010 £	2009 £
(Profit)/Loss on exchange	(2,304)	9,696
Bank interest and charges	1,850	835
	<u>(454)</u>	<u>10,531</u>

7 Support Costs

	2010 £	2009 £
Salaries	140,666	140,766
Hotels, Travel and Subsistence	29,182	13,873
Rent	36,400	36,404
Telephone	3,344	2,935
Entertainment	9,210	7,671
Sundry Expenses	7,486	5,801
Postage, Stationery and Printing	2,333	7,078
Consultancy	141,490	79,109
Recruitment	-	8,050
Insurance	2,940	3,413
Computer and Website costs	6,778	2,051
Marketing and Advertising	1,958	-
	<u>381,787</u>	<u>307,151</u>

Support costs are allocated between the costs of generating funds and charitable activities on a basis that the Trustees believe is a fair representation of the effort that has gone in to those activities. The allocation between these two categories of resources expended is 33% and 67% respectively (2009 33% and 67%) Excluding Trustees, the charity had 2 employees throughout the year (2009 2)

Coexist Foundation
Notes to the Financial Statements

8. Total Resources Expended

	Staff Costs £	Other direct costs £	Support costs £	Total 2010 £
Charitable activities	94,246	2,002,167	161,551	2,257,964
Governance costs	-	42,997	-	42,997
Cost of generating voluntary income	46,420	-	79,570	125,990
Other resources expended	-	(454)	-	(454)
	<u>140,666</u>	<u>2,044,710</u>	<u>241,121</u>	<u>2,426,497</u>

Governance costs include
Audit Fee

5,950

No Trustees received any remuneration during the year Two Trustees were reimbursed expenses of £7,634 (2009 £5,062)

9 Creditors

	2010 £	2009 £
Amounts falling due within one year		
Other creditors	43,388	73,636
	<u>43,388</u>	<u>73,636</u>

10. Movement in Funds

	2010 £	2009 £
Fund balances at 1 October 2009	12,921	13,377
Incoming resources	2,439,606	2,513,457
Outgoing resources	(2,426,497)	(2,513,913)
	<u>26,030</u>	<u>12,921</u>
Fund balances at 30 September 2010		

All funds are considered to be unrestricted

11. Analysis of Net Assets Between Funds

	Net Current Assets £	Total 2010 £
Unrestricted funds	26,030	26,030