

VITAL
REGISTERED CHARITY
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2009

Charity Number 1121532

DIXON WALSH
Chartered Accountants
St. Mary's House
Magdalene Street
Taunton
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VITAL
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2009

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VITAL
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2009

Trustees	Yvonne Neuman BPharm, ITEC, CELTA Michael E Neuman BA, MBA Aravinda Neuman BA Arjuna Neuman BA,PGC Christel Cornelisen Gloria Proops (Appointed 30 March 2009) Michelle Fraedrick (Appointed 30 March 2009)
Patrons	Baroness Doreen Miller Lord David Evans Julie Spencer-Cingoz
Registered charity name	VITAL
Registered charity number	1121532
Registered office	Ulysses Park Heron Road Exeter Devon EX2 7LL
Independent Examiner	Mr J B Lewis ACA Dixon Walsh Chartered Accountants St. Mary's House Magdalene Street Taunton Somerset TA1 1SB
Bankers	HSBC 38 High Street Exeter EX4 3LP

VITAL
TRUSTEES' ANNUAL REPORT
FOR THE YEAR ENDED 31 AUGUST 2009

STRUCTURE, GOVERNANCE AND MANAGEMENT

The Trustees present their report together with financial statements for the year ending 31st August 2009. The financial statements comply with charity law, the Charity's Trust Deed and the Statements of Recommended Practice – Accounting and Reporting by Charities, issued in 2008.

The Charity was formed under its Trust Deed dated 28 October 2007. The Charity was registered with the Charity Commission in England and Wales on 8 November 2007.

The Trust deed provides that the minimum number of Trustees will be three. The Trustees may appoint such additional persons as they in their discretion consider suitable to be Trustees. In selecting individuals for appointment as Trustees, the Trustees must have regard to skills, knowledge and experience needed for the effectiveness administration of the Charity.

OBJECTIVES AND ACTIVITIES

Under its Trust Deed the Trustees shall hold the trust fund and its income upon trust and to apply it with special and primary focus on children in developing countries, starting with India to promote and protect good health, to relieve sickness, to advance education and to relieve poverty and to support such other general charitable purposes as the Trustees from time to time determine.

ACHIEVEMENTS AND PERFORMANCE

Developments of VITAL

The Board remains committed to VITAL'S vision of a world where no child suffers the injustice of poverty. With growing interest from the public we hope to stimulate and eventually generate revenue to increase the number of projects we fund.

We will aim not only to increase the numbers of beneficiaries but will identify and exploit opportunities for partnership and revenue generation. The Board will review options on phases and fundraising proposals as they emerge.

FINANCIAL REVIEW

With the support of Westrock Limited and the Neuman Foundation, the sustainability of the Charity's income is ensured allowing VITAL to sponsor various projects in its first year. Donations, voluntary income and income from sales of merchandise have been allocated towards projects in our second financial year.

During the year the Charity has benefited from the following non monetary contributions, which have not been recognised in the financial statements:

- Costs of generating fundraising income, flights and hotel to India to set up VITAL plus Trustees visit to projects in excess of £10,000, borne by the Founder.
- Costs of VITAL merchandise i.e. tee and sweatshirts and shopping bags borne by the Neuman Foundation.
- Costs of administration, advertising and brochures borne by Westrock Limited.
- Costs of accountancy and independent examination borne by Dixon Walsh.

VITAL
TRUSTEES' ANNUAL REPORT
FOR THE YEAR ENDED 31 AUGUST 2009

RISK MANAGEMENT

In today's climate for the voluntary sector, the greatest risk for many charities is insufficient income generation on a regular and predictable basis. VITAL is fortunate to have the backing of Westrock Limited and the Neuman Foundation to continue in perpetuity in its mission of the sustainable development of the children living on the streets of Calcutta.

RESERVES POLICY

Reserves are maintained at a level to ensure they are sufficient to meet the day to day running costs of the Charity.

PLANS FOR FUTURE PERIODS

The Board has a clear strategy in place to achieve greater national and international presence, linking directly to a focus on infrastructure, people and services. This will ensure the sustainability of the Charity's income and minimise the risk of any imbalance between income and operating costs.

The Board remains unanimously satisfied that this strategy is entirely appropriate to enable VITAL's real potential to be achieved and support a sustainable and balanced relationship between income and costs in a highly competitive environment.

This report was approved by the Trustees on 4 May 2010 and is signed on their behalf by:

Yvonne Neuman

Trustee

VITAL

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF VITAL FOR THE YEAR ENDED 31 AUGUST 2009

I report on the accounts of the Trust for the year to 31 August 2009, which are set out on pages 6 to 11.

Respective responsibilities of trustees and examiner

The Charity's Trustees are responsible for the preparation of the accounts. The Charity's Trustees consider that an audit is not required for this year under section 43(2) of the Charities Act 1993 (the 1993 Act) and that an independent examination is needed.

It is my responsibility to:

- examine the accounts under section 43(2)(a) of the 1993 Act;
- to follow the procedure laid down in the General Directions given by the Charity Commissioners under section 43(7)(b) of the 1993 Act; and
- to state whether particular matters have come to my attention.

Basis of independent examiner's report

My examination was carried out in accordance with the General Directions given by the Charity Commissioners. An examination includes a review of the accounting records kept by the Charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and the seeking of explanations from you as Trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and, consequently, I do not express an audit opinion on the view given by the accounts.

Independent examiner's statement

In connection with my examination, no matter has come to my attention:

1. Which gives me reasonable cause to believe that, in any material respect, the requirements:
 - to keep accounting records in accordance with s41 of the 1993 Act; and
 - to prepare accounts which accord with the accounting records and to comply with the accounting requirements of the 1993 Acthave not been met; or
2. to which, in my opinion, attention should be drawn in order to enable proper understanding of the accounts to be reached.

Mr J B Lewis ACA
Dixon Walsh Chartered Accountants
St. Mary's House
Magdalene Street
Taunton
Somerset
TA1 1SB

Date: 6 May 2010

VITAL
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 AUGUST 2009

	Note	Total Funds Year 1 Sep 2008 – 31 Aug 2009 £	Total Funds Period 8 Nov 2007 – 31 Aug 2008
INCOMING RESOURCES			
Incoming resources from generating funds:			
Voluntary income	2	218,454	14,927
Activities for generating funds	3	7,325	69
Investment income	4	2	-
TOTAL INCOMING RESOURCES		225,781	14,996
RESOURCES EXPENDED			
Cost of generating funds	5	4,051	-
Charitable activities	6	216,975	11,215
Governance costs	7	-	-
TOTAL RESOURCES EXPENDED		221,026	11,215
NET INCOMING RESOURCES FOR THE YEAR/NET INCOME FOR THE YEAR		4,755	3,781
RECONCILIATION OF FUNDS			
Total funds brought forward		3,781	-
TOTAL FUNDS CARRIED FORWARD		8,536	3,781

All funds are unrestricted

The Statement of Financial Activities includes all gains and losses in the year and therefore
A separate Statement of Total Recognised Gains and Losses has not been prepared.

All of the above amounts relate to continuing activities.

The notes on pages 8 to 11 form part of these financial statements

VITAL
BALANCE SHEET
AS AT 31 AUGUST 2009

	Note	2009 £	2008 £
CURRENT ASSETS			
Debtors	8	-	177
Cash at bank and in hand		<u>8,536</u>	<u>3,604</u>
NET ASSETS		<u>8,536</u>	<u>3,781</u>
FUNDS			
Unrestricted income funds		<u>8,536</u>	<u>3,781</u>
TOTAL FUNDS		<u><u>8,536</u></u>	<u><u>3,781</u></u>

These financial statements were approved by the Trustees on 4 May 2010 and are signed on their behalf by:

Yvonne Neuman

Trustee

The notes on pages 8 to 11 form part of these financial statements

VITAL
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2009

1. Accounting policies

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" (SORP 2008), The Financial Reporting Standard for Smaller Entities (effective April 2008) and the Charities Act.

Incoming resources

All incoming resources are recognised once the Charity has entitlement to the resources, it is certain that the resources will be received and the monetary value of incoming resources can be measured with sufficient reliability.

Resources expended

Liabilities are recognised as resources expended as soon as there is a legal or constructive obligation committing the Charity to the expenditure. All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category.

Charitable Activities

Charitable activities comprise all costs directly incurred in undertaking activities to fulfil the Charity's objects. Cost of charitable activities consists entirely of grants paid.

Governance costs

Governance costs comprise all costs incurred in running the Charity itself as an organisation, and its compliance with regulation and good practice.

Tax status

Under section 505 ICTA 1988 the Charity is exempt from certain taxes. Full account is taken of tax credits attaching to gifts and qualifying donations.

Fund accounting

The unrestricted general fund represents the accumulation of the Charity's income and expenditure that has not been earmarked for specific projects and is not considered by the Trustees to be for a restricted purpose. To the extent that the fund is represented by readily realisable assets it provides a means of financing the day-to-day operations.

Restricted funds represent the funds received by the Charity for particular purposes as directed by the donors.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Any exchange losses resulting from translation are included within support costs.

VITAL
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2009

2. Voluntary income

	1 Sep 2008 – 31 Aug 2009 £	8 Nov 2007 – 31 Aug 2008 £
Donations	218,178	14,609
Gift aid	276	318
	<u>218,454</u>	<u>14,927</u>

3. Activities for generating funds

	1 Sep 2008 – 31 Aug 2009 £	8 Nov 2007 – 31 Aug 2008 £
Promotional items sold	105	69
Fundraising activities	7,220	-
	<u>7,325</u>	<u>69</u>

4. Investment income

	1 Sep 2008 – 31 Aug 2009 £	8 Nov 2007 – 31 Aug 2008 £
Bank interest received	2	-
	<u>2</u>	<u>-</u>

5. Cost of generating funds

	1 Sep 2008 – 31 Aug 2009 £	8 Nov 2007 – 31 Aug 2008 £
Cooking lesson expenses	1,245	-
Highgrove expenses	550	-
London Triathlon expenses	2,256	-
	<u>4,051</u>	<u>-</u>

VITAL
NOTES TO THE FINANCIAL STATEMENTS
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6. Charitable activities

	1 Sep 2008 – 31 Aug 2009 £	8 Nov 2007 – 31 Aug 2008 £
Direct costs:		
Grants paid	208,141	10,250
Equipment and toys provided	-	97
	<u>208,141</u>	<u>10,347</u>
Support costs:		
Travel expenses	6,232	868
Exchange losses	2,569	-
Bank charges	33	-
	<u>8,834</u>	<u>868</u>
	<u>216,975</u>	<u>11,215</u>

Grants paid comprise the following grants to institutions:

	£	£
Neuman Foundation	193,998	-
Hope Foundation	13,833	4,250
Child Rights and You	-	6,000
Prince Charities Trust	310	-
	<u>208,141</u>	<u>10,250</u>

7. Transactions with trustees

No remuneration has been paid to the Trustees during the current or preceding period. The Charity has not met any individual expenses incurred by the Trustees for services provided to the Charity

8. Debtors

	31 Aug 2009 £	31 Aug 2008
Prepayment and accrued income	<u>-</u>	<u>177</u>

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NOTES TO THE FINANCIAL STATEMENTS
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9. Related Parties

The Trustees, Michael E Neuman and Aravinda Neuman are also directors of Westrock Limited. During the period Westrock Limited have made donations totalling £202,828 (2008: £10,345) to the Charity, which have been recognised as voluntary income within the SOFA. This amount includes a donation of \$280,000 (£196,566) towards the running costs of VITAL and this was paid out as a grant of \$280,000 (£193,998) to the Neuman Foundation, a not-for-profit organisation in the United States of America, who provide the administration support for VITAL. The Trustees Yvonne Neuman, Michael Neuman and Aravinda Neuman are also officers of the Neuman Foundation.

Westrock Limited have also made non-monetary contributions in respect of assistance with administration, advertising and brochures, the costs of which have not been recognised within the financial statements.

In addition the Neuman family have procured non monetary contributions for the benefit of the Charity.