

VITAL
REGISTERED CHARITY
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2011

Charity Number 1121532

BJ DIXON WALSH LTD

Chartered Accountants
Rumwell Hall
Rumwell
Taunton
Somerset
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VITAL
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2011

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VITAL
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2011

Trustees	Yvonne Neuman BPharm, ITEC, CELTA Michael E Neuman BA, MBA Aravinda Neuman BA Arjuna Neuman BA,PGC, MFA Christel Cornelisen (Resigned December 2011) Gloria Proops Jessica Bass (Appointed January 2012)
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 FCA BJ Dixon Walsh Ltd Chartered Accountants Rumwell Hall Rumwell Taunton Somerset TA4 1EL
Bankers	HSBC 38 High Street Exeter EX4 3LP

VITAL
TRUSTEES' ANNUAL REPORT
FOR THE YEAR ENDED 31 AUGUST 2011

STRUCTURE, GOVERNANCE AND MANAGEMENT

The Trustees present their report together with financial statements for the year ending 31st August 2011. The financial statements comply with charity law, the Charity's Trust Deed and the Statement of Recommended Practice – Accounting and Reporting by Charities published 2005.

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. Donations, voluntary income and income from sales of merchandise have been allocated towards projects.

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

- 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 BJ Dixon Walsh Ltd.

VITAL USA provided an overnight beach trip and day at the WaterPark for the children in the schools VITAL supports.

VITAL

TRUSTEES' ANNUAL REPORT

FOR THE YEAR ENDED 31 AUGUST 2011

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 2012 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 2011

I report on the accounts of the Trust for the year to 31 August 2011, which are set out on pages 6 to 12.

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 144 of the Charities Act 2011 (the Charities Act) and that an independent examination is needed.

It is my responsibility to:

- examine the accounts under section 145 of the Charities Act,
- to follow the procedures laid down in the general Directions given by the Charity Commission (under section 145(5)(b) of the Charities 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 general Directions given by the Charity Commission. 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 seeking explanations from the trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts present a 'true and fair' view and the report is limited to those matters set out in the statement below.

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 section 130 of the Charities Act; and
 - to prepare accounts which accord with the accounting records and comply with the accounting requirements of the Charities Act have not been met; or
2. to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

.....
Mr J B Lewis FCA
BJ Dixon Walsh Ltd
Chartered Accountants
Rumwell Hall
Rumwell
Taunton
Somerset
TA4 1EL

Date:..... 2012

VITAL
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 AUGUST 2011

	Note	Unrestricted Funds 2011	Restricted Funds 2011	Total Funds 2011 £	Total Funds 2010 £
INCOMING RESOURCES					
Incoming resources from generating funds:					
Voluntary income	2	21,478	44,713	66,191	9,488
Activities for generating funds	3	13,295	-	13,295	28,218
Investment income	4	-	-	-	2
TOTAL INCOMING RESOURCES		34,773	44,713	79,486	37,708
RESOURCES EXPENDED					
Cost of generating funds	5	2,528	-	2,528	6,417
Charitable activities	6	24,207	28,633	52,840	25,708
TOTAL RESOURCES EXPENDED		26,735	28,633	55,368	32,125
NET INCOMING RESOURCES FOR THE YEAR/NET INCOME FOR THE YEAR					
		8,038	16,080	24,118	5,583
RECONCILIATION OF FUNDS					
Total funds brought forward		14,119	-	14,119	8,536
TOTAL FUNDS CARRIED FORWARD		22,157	16,080	38,237	14,119

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 12 form part of these financial statements

VITAL
BALANCE SHEET
AS AT 31 AUGUST 2011

	Note	2011 £	2010 £
CURRENT ASSETS			
Cash at bank and in hand		<u>38,237</u>	<u>14,119</u>
NET ASSETS		<u>38,237</u>	<u>14,119</u>
FUNDS			
Restricted income funds	7	16,080	-
Unrestricted income funds	7	22,157	14,119
TOTAL FUNDS		<u>38,237</u>	<u>14,119</u>

These financial statements were approved by the Trustees on 2012 and are signed on their behalf by:

.....
Yvonne Neuman
Trustee

The notes on pages 8 to 12 form part of these financial statements

VITAL
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2011

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 2005), 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 2011

2. Voluntary income

	Unrestricted Funds	Restricted Funds	Total Funds 2011	Total Funds 2010
	£	£	£	£
Donations	21,089	44,713	65,802	8,686
Gift aid	389	-	389	802
	<u>21,478</u>	<u>44,713</u>	<u>66,191</u>	<u>9,488</u>

3. Activities for generating funds

	Unrestricted Funds	Restricted Funds	Total Funds 2011	Total Funds 2010
	£	£	£	£
Promotional items sold	342	-	342	-
Fundraising activities	12,953	-	12,953	28,218
	<u>13,295</u>	<u>-</u>	<u>13,295</u>	<u>28,218</u>

4. Investment income

	Unrestricted Funds	Restricted Funds	Total Funds 2011	Total Funds 2010
	£	£	£	£
Bank interest received	-	-	-	2

5. Cost of generating funds

	Unrestricted Funds	Restricted Funds	Total Funds 2011	Total Funds 2010
	£	£	£	£
Nightrider expenses	1,725	-	1,725	-
Highgrove expenses	-	-	-	521
Fundraising course	803	-	803	-
House of Lords expenses	-	-	-	5,896
	<u>2,528</u>	<u>-</u>	<u>2,528</u>	<u>6,417</u>

VITAL
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2011

6. Charitable activities

	Unrestricted Funds	Restricted Funds	Total Funds 2011	Total Funds 2010
	£	£	£	£
Direct costs:				
Grants paid	19,567	28,633	48,200	20,934
Activities, equipment and toys provided	1,526	-	1,526	-
	<u>21,093</u>	<u>28,633</u>	<u>49,726</u>	<u>20,934</u>
Support costs:				
Travel expenses	3,114	-	3,114	4,782
Exchange losses	-	-	-	-
Bank charges	-	-	-	(8)
	<u>3,114</u>	<u>-</u>	<u>3,114</u>	<u>4,774</u>
	<u>24,207</u>	<u>28,633</u>	<u>52,840</u>	<u>25,708</u>

The travel expenses have been paid for by donations from Westrock Limited.

Grants paid comprise the following grants to institutions:

	Unrestricted Funds	Restricted Funds	Total Grants 2011	Total Grants 2010
	£	£	£	£
Hope Foundation	8,876	16,777	25,653	10,664
Children In Need Institute	8,691	-	8,691	10,000
Anirban Project	2,000	-	2,000	-
Child Right Protection (CRY)	-	11,856	11,856	-
Prince Charities Trust	-	-	-	270
	<u>19,567</u>	<u>28,633</u>	<u>48,200</u>	<u>20,934</u>

VITAL
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2011

7. UNRESTRICTED AND RESTRICTED FUNDS

	Balance at 1 Sep 10 £	Incoming resources £	Outgoing resources £	Transfers £	Balance at 31 Aug 11 £
General Funds	14,119	34,773	(26,735)	-	22,157
Restricted Funds					
Goldman Sachs Gives	-	38,463	(22,383)	-	16,080
Allan Nesta Foundation	-	6,250	(6,250)	-	-
	-	44,713	(28,633)	-	16,080
Total Funds	14,119	79,486	(55,368)	-	38,237

The Goldman Sachs Gives fund represents a donation received for specific donations to the Hope Foundation and the Coalition for Child Right Protection (CRY).

The Allan Nesta Foundation fund represents a donation received for specific donation to the Hope Foundation.

8. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Net Current Assets Total £
Restricted funds	
Goldman Sachs Gives	16,080
Allan Nesta Foundation	-
Restricted funds	16,080
Unrestricted funds	22,157
	<u>38,237</u>

9. 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.

VITAL
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2011

10. 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 £7,680 (2010: £3,500) to the Charity, which have been recognised as voluntary income within the SOFA.

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.