

**Report of the Directors and
Financial Statements
for the Year Ended 31 December 2010
for
DI International Ltd**



DI International Ltd

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DI International Ltd

Company Information for the Year Ended 31 December 2010

DIRECTORS: A C German
Ms J Randel

SECRETARY: M J Bowe

REGISTERED OFFICE: 1st Floor
Keward Court
Keward Business Park
Wells
Somerset
BA5 1DB

REGISTERED NUMBER: 05802543

**SENIOR STATUTORY
AUDITOR:** Sarah Jenkins

DI International Ltd

Report of the Directors for the Year Ended 31 December 2010

The directors present their report with the financial statements of the company for the year ended 31 December 2010

PRINCIPAL ACTIVITY

The principal activity of the company in the year under review was that of the provision of research and consultancy in respect of delivery of aid within the UK and overseas

DIRECTORS

The directors shown below have held office during the whole of the period from 1 January 2010 to the date of this report

A C German
Ms J Randel

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are responsible for preparing the Report of the Directors and the financial statements in accordance with applicable law and regulations

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to

- select suitable accounting policies and then apply them consistently,
- make judgements and accounting estimates that are reasonable and prudent,
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company 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 company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities

STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and each director has taken all the steps that he or she ought to have taken as a director in order to make himself or herself aware of any relevant audit information and to establish that the company's auditors are aware of that information

AUDITORS

The auditors, Milsted Langdon, will be proposed for re-appointment at the forthcoming Annual General Meeting

DI International Ltd

Report of the Directors for the Year Ended 31 December 2010

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies

ON BEHALF OF THE BOARD:



Ms J Randel - Director

Date 23/2/11

Report of the Independent Auditors to the Shareholders of DI International Ltd

We have audited the financial statements of DI International Ltd for the year ended 31 December 2010 on pages six to twelve. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (effective April 2008) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities)

This report is made solely to the company'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 company's members those matters we are required to state to them in a Report of the Auditors and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors

As explained more fully in the Statement of Directors' Responsibilities set out on page two, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the directors, and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Directors' Report to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements

- give a true and fair view of the state of the company's affairs as at 31 December 2010 and of its profit for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities, and
- have been prepared in accordance with the requirements of the Companies Act 2006

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements.

**Report of the Independent Auditors to the Shareholders of
DI International Ltd**

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us, or
- the financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of directors' remuneration specified by law are not made, or
- we have not received all the information and explanations we require for our audit, or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption in preparing the Report of the Directors

Milsted Langdon LLP

Sarah Jenkins (Senior Statutory Auditor)
For and on behalf of
Milsted Langdon LLP
Chartered Accountants and Statutory Auditors
Bristol

Date

27/9/11

DI International Ltd

Profit and Loss Account for the Year Ended 31 December 2010

	Notes	Year Ended 31 12 10 £	Period 1 5 09 to 31 12 09 £
TURNOVER	2	736,555	221,237
Administrative expenses		<u>909,085</u>	<u>308,627</u>
		(172,530)	(87,390)
Other operating income		<u>343,933</u>	<u>121,373</u>
OPERATING PROFIT	3	171,403	33,983
Interest receivable and similar income		<u>20</u>	<u>22</u>
		171,423	34,005
Interest payable and similar charges		<u>100</u>	<u>-</u>
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		171,323	34,005
Tax on profit on ordinary activities	4	<u>41,365</u>	<u>5,302</u>
PROFIT FOR THE FINANCIAL YEAR		<u>129,958</u>	<u>28,703</u>

The notes form part of these financial statements

DI International Ltd
 (Company registered number 05802543)
Balance Sheet
 31 December 2010

	Notes	31 12 10		31 12 09	
		£	£	£	£
FIXED ASSETS					
Tangible assets	6		40,973		19,717
CURRENT ASSETS					
Debtors	7	151,158		8,956	
Cash at bank and in hand		<u>77,603</u>		<u>51,177</u>	
			228,761		60,133
CREDITORS					
Amounts falling due within one year	8	<u>140,348</u>		<u>57,481</u>	
NET CURRENT ASSETS			<u>88,413</u>		<u>2,652</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			129,386		22,369
CREDITORS					
Amounts falling due after more than one year	9		(14,500)		-
PROVISIONS FOR LIABILITIES	11		<u>(2,559)</u>		-
NET ASSETS			<u>112,327</u>		<u>22,369</u>
CAPITAL AND RESERVES					
Called up share capital	12		2		2
Profit and loss account	13		<u>112,325</u>		<u>22,367</u>
SHAREHOLDERS' FUNDS			<u>112,327</u>		<u>22,369</u>

The financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective April 2008)

These accounts were approved and authorised for issue by the board on
 were signed on its behalf by

23/9/11

and


 Ms J Randel - Director

The notes form part of these financial statements

DI International Ltd

Notes to the Financial Statements for the Year Ended 31 December 2010

1 ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

Turnover

Turnover comprises the total invoiced value of services supplied by the company during the year, excluding Value Added Tax. An adjustment has been made to exclude the value of income invoiced in advance during the year. The company has applied Paragraph 4.12 of FRSSE 2008. As a result revenue has been recognised for all work which had been completed before the year-end but not invoiced.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Computers, fixtures & fittings	- 25% on cost
Office equipment	- 10% on cost

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the balance sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is the shorter. The interest element of these obligations is charged to the profit and loss account over the relevant period. The capital element of the future payments is treated as a liability. Rentals paid under operating leases are charged to the profit and loss account on a straight line basis over the period of the lease.

Foreign currencies

Transactions recorded in foreign currencies are recorded at the exchange rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated at the closing rates at the balance sheet date. All exchange differences are included within the profit and loss account.

2 TURNOVER

The turnover and profit before taxation are attributable to the one principal activity of the company.

An analysis of turnover by geographical market is given below.

	Year Ended	Period
	31 12 10	1 5 09
		to
		31 12 09
Overseas	83.16%	77.71%
UK	<u>16.84%</u>	<u>22.29%</u>
	<u>100.00%</u>	<u>100.00%</u>

DI International Ltd

Notes to the Financial Statements - continued for the Year Ended 31 December 2010

3 OPERATING PROFIT

The operating profit is stated after charging

	Year Ended 31 12 10 £	Period 1 5 09 to 31 12 09 £
Depreciation - owned assets	9,677	6,629
Depreciation - assets on hire purchase contracts	6,249	-
Audit fees	<u>3,500</u>	<u>-</u>
Directors' remuneration and other benefits etc	<u>10,800</u>	<u>7,200</u>

4 TAXATION

Analysis of the tax charge

The tax charge on the profit on ordinary activities for the year was as follows

	Year Ended 31 12 10 £	Period 1 5 09 to 31 12 09 £
Current tax		
UK corporation tax	35,757	5,302
Tax re prior years	<u>3,049</u>	<u>-</u>
Total current tax	38,806	5,302
Deferred tax	<u>2,559</u>	<u>-</u>
Tax on profit on ordinary activities	<u>41,365</u>	<u>5,302</u>

5 DIVIDENDS

	Year Ended 31 12 10 £	Period 1 5 09 to 31 12 09 £
Ordinary shares of £1 each		
Final	<u>40,000</u>	<u>68,000</u>

DI International Ltd

Notes to the Financial Statements - continued for the Year Ended 31 December 2010

6 TANGIBLE FIXED ASSETS

	Plant and machinery etc £
COST	
At 1 January 2010	33,931
Additions	<u>37,182</u>
At 31 December 2010	<u>71,113</u>
DEPRECIATION	
At 1 January 2010	14,214
Charge for year	<u>15,926</u>
At 31 December 2010	<u>30,140</u>
NET BOOK VALUE	
At 31 December 2010	<u>40,973</u>
At 31 December 2009	<u>19,717</u>

Fixed assets, included in the above, which are held under hire purchase contracts are as follows

	Plant and machinery etc £
COST	
Additions	<u>24,995</u>
At 31 December 2010	<u>24,995</u>
DEPRECIATION	
Charge for year	<u>6,249</u>
At 31 December 2010	<u>6,249</u>
NET BOOK VALUE	
At 31 December 2010	<u>18,746</u>

DI International Ltd

Notes to the Financial Statements - continued for the Year Ended 31 December 2010

7	DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	31 12 10	31 12 09
		£	£
	Trade debtors	142,806	436
	Amounts owed by connected companies	-	4,375
	Other debtors	<u>8,352</u>	<u>4,145</u>
		<u>151,158</u>	<u>8,956</u>
8	CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	31 12 10	31 12 09
		£	£
	Hire purchase contracts	4,939	-
	Trade creditors	42,540	4,981
	Amounts owed to connected companies	8,628	-
	Taxation and social security	49,854	50,323
	Other creditors	<u>34,387</u>	<u>2,177</u>
		<u>140,348</u>	<u>57,481</u>
9	CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR	31 12 10	31 12 09
		£	£
	Hire purchase contracts	<u>14,500</u>	<u>-</u>
10	OPERATING LEASE COMMITMENTS		
	The following operating lease payments are committed to be paid within one year		
		31 12 10	31 12 09
		£	£
	Expiring		
	Between one and five years	<u>16,000</u>	<u>16,000</u>
11	PROVISIONS FOR LIABILITIES	31 12 10	31 12 09
		£	£
	Deferred tax	<u>2,559</u>	<u>-</u>
			Deferred tax
			£
	Accelerated capital allowances		<u>2,559</u>
	Balance at 31 December 2010		<u>2,559</u>

DI International Ltd

Notes to the Financial Statements - continued for the Year Ended 31 December 2010

12 CALLED UP SHARE CAPITAL

Allotted, issued and fully paid			31 12 10	31 12 09
Number	Class	Nominal value	£	£
2	Ordinary	£1	<u>2</u>	<u>2</u>

13 RESERVES

	Profit and loss account £
At 1 January 2010	22,367
Profit for the year	129,958
Dividends	<u>(40,000)</u>
At 31 December 2010	<u>112,325</u>

14 RELATED PARTY DISCLOSURES

During the period the company recharged salary costs of £236,501 (2009 £201,042) and overheads of £107,432 (2009 £121,373) to Development Initiatives Poverty Research Ltd, a "not for profit" company limited by guarantee which is under common control with the company. At 31 December 2010 the cross charging overhead adjustment between DIPR and DIIL was £8,628 (2009 £4,375 debtor).

During the year the company paid dividends to the directors of the company in the amount of £20,000 each.

15 ULTIMATE CONTROLLING PARTY

The company is controlled by the directors and shareholders acting in concert.

DI International Ltd

Profit and Loss Account for the Year Ended 31 December 2010

	Year Ended 31 12 10		Period 1 5 09 to 31 12 09	
	£	£	£	£
Fee income		736,555		221,237
Other income				
Overhead recharges	343,933		322,415	
Deposit account interest	<u>20</u>		<u>22</u>	
		<u>343,953</u>		<u>322,437</u>
		1,080,508		543,674
Expenditure				
Hire of plant and machinery	1,574		-	
Rent	25,944		16,471	
Rates and water	9,606		7,211	
Insurance	3,818		4,582	
Light and heat	4,084		1,341	
Repairs to property	598		108	
Directors' salaries	10,800		7,200	
Wages	486,473		307,522	
Social security	45,810		29,843	
Telephone	20,994		8,114	
Post and stationery	11,938		4,464	
Advertising	22,973		47,454	
Travelling	79,925		41,413	
Motor expenses	723		-	
Expensed equipment	2,012		1,692	
Software and computer	10,968		5,505	
Household and cleaning	2,164		680	
Staff training and welfare	3,307		(432)	
Staff recruitment / relocation	11,753		156	
Staff meetings	10,045		488	
Sundry expenses	2,055		4,231	
Accountancy	815		1,920	
Subscriptions	2,074		688	
Legal and professional fees	115,475		11,153	
Auditors' remuneration	3,500		-	
Donations	1,550		-	
Depreciation of tangible fixed assets				
Plant and machinery	15,926		6,629	
Entertainment	<u>1,372</u>		<u>716</u>	
		<u>908,276</u>		<u>509,149</u>
Carried forward		172,232		34,525

This page does not form part of the statutory financial statements

DI International Ltd

Profit and Loss Account for the Year Ended 31 December 2010

	Year Ended 31 12 10		Period 1 5 09 to 31 12 09	
	£	£	£	£
Brought forward		172,232		34,525
Finance costs				
Bank charges	809		520	
Hire purchase interest	<u>100</u>		<u>-</u>	
		<u>909</u>		<u>520</u>
NET PROFIT		<u>171,323</u>		<u>34,005</u>

This page does not form part of the statutory financial statements