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Charity Registration No 1112339

Company Registration No 5609241 (England and Wales)

MENTOR FOUNDATION UK
(A COMPANY LIMITED BY GUARANTEE)
TRUSTEES' REPORT AND ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2008

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MENTOR FOUNDATION UK
(A COMPANY LIMITED BY GUARANTEE)
LEGAL AND ADMINISTRATIVE INFORMATION

Patrons	Professor Baroness Greenfield Mrs Eva Rausing
Trustees	Ms Sim Scavazza (Chairman) Mr Martin Paisner (Hon Secretary) The Rt Hon The Lord Mancroft Ms Louise O'Connor Ms Ellen O'Donoghue The Hon Sir David Sieff Sir Jack Stewart Clark Mrs Helen Watson
Chief Executive and Company Secretary	Mr Eric Carlin
Charity number	1112339
Company number	5609241
Principal address	4th Floor 74 Great Eastern Street London EC2A 3JG
Auditors	H W Fisher & Company Acre House 11-15 William Road London NW1 3ER
Bankers	HSBC 90 Baker Street London W1M 2AX
Solicitors	Berwin Leighton Paisner Adelaide House London Bridge London EC4R 9HA

**MENTOR FOUNDATION UK
(A COMPANY LIMITED BY GUARANTEE)
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MENTOR FOUNDATION UK (A COMPANY LIMITED BY GUARANTEE)

TRUSTEES' REPORT FOR THE YEAR ENDED 31 MARCH 2008

The Board of Trustees of Mentor Foundation UK presents its annual report and accounts for the year ended 31 March 2008

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the Charity's Memorandum and Articles of Association, the Companies Act 1985 and the Statement of Recommended Practice, "Accounting and Reporting by Charities", issued in March 2005

Objects of the Charity

The charity's objects are -

- To advance education and particularly, but without prejudice to the generality of the foregoing, the education of children, young persons, parents and other carers in the home and community in the harmful effects of substance and drug abuse,
- To promote health and prevention of sickness, in particular but without prejudice to the generality of the foregoing, sickness caused by substance and drug abuse,

To achieve any other charitable purpose which the Directors in their absolute discretion from time to time think fit

Structure, governance and management

Mentor Foundation UK is a registered charity and company limited by guarantee, governed by its Memorandum and Articles, dated 1 November 2005

The Trustees (and Directors for the purposes of law), who served during the year were

Sim Scavazza (Chairman)	(appointed 1 November 2005)
Mary King (Treasurer)	(resigned 21 February 2008)
The Rt Hon The Lord Mancroft	(appointed 1 November 2005)
Ellen O'Donoghue	(appointed 6 December 2006)
Louise O'Connor	(appointed 28 March 2007)
Martin Paisner	(appointed 1 November 2005)
The Hon Sir David Steff	(appointed 1 November 2005)
Sir Jack Stewart Clark	(appointed 1 November 2005)
Tom Wass	(resigned 5 March 2008)
Helen Watson	(appointed 1 November 2005)

Each Trustee is provided with a job description and an induction plan, which includes Charity Commission guidance on the roles and responsibilities of charity Trustees. The Board endeavours to ensure that it maintains an appropriate mix of skills and experience to enable it to fulfil its mission, and also to ensure that it adequately represents the communities it serves. The Board is currently in the process of establishing a Development sub-committee to support fundraising activities

MENTOR FOUNDATION UK (A COMPANY LIMITED BY GUARANTEE)

TRUSTEES' REPORT FOR THE YEAR ENDED 31 MARCH 2008

Staffing

The Chief Executive, Mr Eric Carlin, is accountable to the Board of Trustees, chaired by Sim Scavazza, and manages other Mentor UK staff (6 in 2007-2008). Some tasks, including some elements of fundraising, and marketing and media relations were undertaken by external contractors.

Review of activities

Mentor UK's current situation

In 2007-2008, as well as undertaking successful activities as follows

- Youth Involvement
- Muslim Youth Involvement
- CHAMP Awards
- Drug Education Forum
- Russian Exchange Project
- Coastal and Ex-Mining Areas Project
- Grandparents Project dissemination
- Evaluation of Children's Charities
- United Nations Vienna NGO Committee

Mentor UK has enhanced its relationships and influence with Government, including exerting a major influence on policy, including the new Drugs Strategy and through the Chief Executive being appointed to the Advisory Council on the Misuse of Drugs. He was also elected as Vice Chair of the Vienna NGO Committee on Narcotic Drugs and in partnership with Mentor International, Mentor UK is a key player in shaping international drugs policy. In the UK, Mentor UK continues to build its reputation in the professional field, for example, through the Drug Education Forum and with the media, with the CHAMP Awards, for example, gaining substantial coverage.

Mentor UK is having a significant impact. Here are just a few examples.

The Drug Education Forum was the only non-governmental organisation mentioned in the Government's new Drug Strategy action plan. It also successfully lobbied for funding of £4m for support to drug education. It has become the key player in the development of drug education policy, including the review of effective drug education in England for the Department for Children, Schools and Families (DCSF).

Consultancy support offered through the CHAMP Awards in 2007 and 2008 has led one agency to commission a unique, controlled evaluation of its work which will inform the development of future prevention initiatives across the UK. As well as working specifically on this project, the personal relationships have developed so that, for example, Diageo Great Britain have called on Mentor UK's expertise to advise their senior managers in developing their corporate social responsibility plans.

Mentor UK's Muslim Youth Project, in partnership with Right Start Foundation UK, worked with 30 young Muslim boys and girls to talk about their needs in relation to drugs. We have now produced and disseminated a DVD with their stories, groundbreaking given the stigma around drugs in these communities. The project was presented to 210 delegates at Right Start's conference and the young people presented their ideas to key civil servants in DCSF and the Home Office ahead of the publication of the drug strategy.

In 2007-2008, young people taking part in Mentor UK's Youth Involvement project had a significant input through meetings and focus groups to influence the new Drugs Strategy. They also presented to the Office of the Children's Commissioner in April 2007. Mentor UK consulted with the young people in constructing its new Strategic Plan. They also influenced new NICE guidance on alcohol interventions delivered in schools. In February – March 2008 they presented their views to the Commonwealth Parliamentary Association conference, *'Tackling Drugs, Changing Communities Challenges for Parliamentarians'*, the

MENTOR FOUNDATION UK (A COMPANY LIMITED BY GUARANTEE)

TRUSTEES' REPORT *FOR THE YEAR ENDED 31 MARCH 2008*

All Party Parliamentary Group on Drug Misuse and to Vernon Coaker MP, Parliamentary Under Secretary of State for Crime Reduction at the Home Office

The young people found the opportunity to influence policy empowering and we observed their growing confidence. Some of the young people developed a real interest in drug prevention work and continued work in this area after the project had ended. One young person has gone on to carry out a survey of drug education in his area and another to chair a national drug conference.

At the inception of the Youth Involvement Project NICE did not routinely involve young people in developing their public health guidance. The project's input highlighted the importance of engaging with young people to make guidance more relevant to them. NICE have since confirmed that they are now working on consulting with children and young people, (where appropriate), as a regular part of the development of public health guidance.

Likewise, the young people's presentation to the All Party Parliamentary Group on Drug Misuse enabled this group of MPs, Peers and others key people with an interest in drug misuse issues to hear from a group of young people for the first time in many years.

Overall, the project demonstrated to policy makers that meaningful consultation with young people in the development of policy can make this more relevant to young people and therefore more effective in helping them avoid drugs. This has changed the way that key stakeholders such as NICE involve young people in their work.

To plan for the future, Trustees have developed a new Five Year Strategic Plan, agreed in July 2008, which includes yearly targets for activities and fundraising. The charity has used its resources and reserves successfully to support longer-term, large project fundraising efforts, including from Futurebuilders England and the European Union. They have also used cash resources to continue important pieces of work such as the Youth Involvement Project, while submitting project funding applications to try to support this work. Although this focus on the longer term has meant that the past year has been difficult, with a significant reduction in income in the past year, it has resulted in attracting new future funds of just under £1.5 million from a wide range of sources, as well as setting up Quality Counts as an income generating scheme.

Trustees continue to be aware that we need to bring in more unrestricted income. In September 2007 an event was held with the support of a Trustee, with the intention of attracting more supporters. In March 2008, Trustees engaged a fundraising consultant to advise on how to secure more unrestricted income. She made a series of recommendations, prime among them being that we need to appoint a fundraiser to target potential major donors. She is now working two days a week to recruit a permanent fundraiser, primarily to bring in core income. She is also recruiting existing Trustees and external people to a new Development sub-committee to support fundraising activities.

The new "Quality Counts" project, funded by Futurebuilders England from April 2008, is intended to fund the establishment of a UK Quality Mark for drug prevention and consultancy services which will be sold to support the achievement of this. As well as achieving our mission, it is planned as an income-generating scheme.

Although bringing in unrestricted income is being actioned on several fronts, it remains a challenge. However, the charity currently has more guaranteed future project income than at any time in its history.

MENTOR FOUNDATION UK (A COMPANY LIMITED BY GUARANTEE)

TRUSTEES' REPORT FOR THE YEAR ENDED 31 MARCH 2008

Mentor Foundation International

Mentor International continued its support to the work and development of Mentor Nationals and Mentor's work internationally. In 2007-2008, this included further development of the roles and work programmes of Mentor Arabia and Mentor USA.

The Mentor website, which includes a section hosted for Mentor UK, was further developed and improved. Mentor International continued to develop "Prevention On Line", an interactive web-based resource for parents, as well as its advocacy work, conference inputs and collaboration with other major agencies including United Nations agencies, the International Olympic Committee and FIFA.

Review of the financial position

In 2007-2008 monies were gratefully received from the following:

The Department for Children, Schools & Families

Diageo Great Britain

The Dorset Foundation

The Arabella Duffield Trust

The Dundas Foundation

The Home Office

The Rank Foundation

Thanks to all other donors including those who elected to remain anonymous and to individuals who have supported Mentor UK's work.

During 2007-2008, Mentor UK focussed its efforts on raising funds for 2 major new projects: the "Quality Counts" project and the European Kinship Carers Project. Mentor UK was successful in raising significant income from Futurebuilders England and the EU Public Health Executive Agency over the forthcoming 3 years, although this was not actually received until after the accounting period ended 31st March 2008.

Mentor UK hosted a profile-raising event in the City of London with the support of one of the Trustees, which resulted in several donations towards core costs.

Mentor UK had not planned to hold a major fundraising event during 2007-2008. Consequently its income has reduced in comparison with the previous year when it held a Gala Dinner and Auction in collaboration with Mentor International.

Reserves Policy

The Board of Trustees has established a policy whereby the unrestricted funds not committed or invested in tangible fixed assets ("the free reserves") held by the charity should be between 3 and 6 months' of core costs, which for 2008 would equate to a minimum of £46,107 in general funds. At 31 March 2008, the free reserves amounted to £7,995, falling below the minimum set out in this policy, owing to a reduction in unrestricted income during the year. Trustees will prioritise fundraising for unrestricted grants and donations so as to reinstate reserves to at least 3 months' running costs as soon as possible.

**MENTOR FOUNDATION UK
(A COMPANY LIMITED BY GUARANTEE)**

**TRUSTEES' REPORT
FOR THE YEAR ENDED 31 MARCH 2008**

Investment Policy

The charity currently retains surplus funds in low risk, easy access accounts in order to accommodate variable cash-flow. It will review its investment policy at least annually.

Risk Management

The Board of Trustees is required to assess the major risks to which the charity is exposed and establish systems to mitigate these risks. The Board is also required to ensure that the charity complies fully with the law and eliminates all risk of breaching the law. Mentor Foundation UK has a Risk Management and Legal Compliance Strategy that comprises identification of risks, evaluation of their potential impact, design of risk management and legal compliance programmes followed by implementation and review points.

Asset cover for funds

Note 14 sets out an analysis of the assets attributable to the various funds and a description of the trusts. These assets are sufficient to meet the charity's obligations on a fund by fund basis.

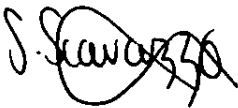
Disclosure of information to auditors

Each of the Trustees has confirmed that there is no information of which they are aware which is relevant to the audit, but of which the auditor is unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditors are aware of such information.

Auditors

H W Fisher & Company were appointed auditors to the company and in accordance with section 385 of the Companies Act 1985, a resolution proposing that they be re-appointed will be put to the Annual General Meeting.

On behalf of the Board of Trustees



Sim Scavazza

Chair

Dated 3rd September 2008.

**MENTOR FOUNDATION UK
(A COMPANY LIMITED BY GUARANTEE)
STATEMENT OF TRUSTEES' RESPONSIBILITIES**

The Trustees are responsible for preparing the accounts in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice

Company law requires the Trustees to prepare accounts for each financial year which give a true and fair view of the state of affairs of the Foundation and of its incoming resources and application of resources, including its net income and expenditure for the year

In preparing these accounts, the Trustees are required to

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

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

**MENTOR FOUNDATION UK
(A COMPANY LIMITED BY GUARANTEE)
INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF MENTOR FOUNDATION UK**

We have audited the accounts of Mentor Foundation UK for the year ended 31 March 2008 set out on pages 9 to 16. These accounts have been prepared under the accounting policies set out on page 11.

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. 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 an auditor's 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 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 Trustees and auditors

As described on page 6, the Trustees, who are also the directors of Mentor Foundation UK for the purpose of company law, are responsible for preparing the Trustees' Report and the accounts in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice). Our responsibility is to audit the accounts 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 accounts give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you whether in our opinion the information given in the Trustees' Report is consistent with the accounts, if the charity has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding trustees' remuneration and transactions with the Foundation is not disclosed.

We read other information contained in the Trustees' Report, and consider whether it is consistent with the audited accounts. We consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the accounts. Our responsibilities do not extend to any other information.

Basis of 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 accounts. It also includes an assessment of the significant estimates and judgements made by the Trustees in the preparation of the accounts, and of whether the accounting policies are appropriate to the Foundation's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the accounts 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 accounts.

**MENTOR FOUNDATION UK
(A COMPANY LIMITED BY GUARANTEE)
INDEPENDENT AUDITORS' REPORT (CONTINUED)
TO THE MEMBERS OF MENTOR FOUNDATION UK**

Opinion

In our opinion

- the accounts give a true and fair view in accordance with United Kingdom Generally Accepted Accounting Practice of the state of the Foundation's affairs as at 31 March 2008 and of its incoming resources and application of resources in the year then ended,
- the accounts have been properly prepared in accordance with the Companies Act 1985, and
- the information given in the Trustees' Report is consistent with the accounts

H W Fisher & Co.

H W Fisher & Company

Chartered Accountants

Registered Auditor

Acre House

11-15 William Road

London

NW1 3ER

Dated

11 September 2008

MENTOR FOUNDATION UK
(A COMPANY LIMITED BY GUARANTEE)
STATEMENT OF FINANCIAL ACTIVITIES
INCLUDING INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2008

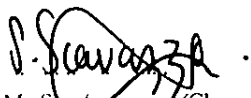
	Notes	Unrestricted funds £	Restricted funds £	Total 2008 £	Total 2007 £
<u>Incoming resources from generated funds</u>					
Donations & legacies	2	57,111	232,173	289,284	632,140
Investment income	3	139	-	139	800
		57,250	232,173	289,423	632,940
Other income	4	4,464	-	4,464	1,616
Total incoming resources		61,714	232,173	293,887	634,556
<u>Resources expended</u>					
Costs of generating funds					
Fundraising and publicity costs	5	24,832	-	24,832	38,960
Charitable activities					
Drug related projects		146,712	294,312	441,024	599,386
Governance costs	6	12,886	-	12,886	8,716
Total resources expended		184,430	294,312	478,742	647,062
Net outgoing resources before transfers		(122,716)	(62,139)	(184,855)	(12,506)
Gross transfers between funds	9	2,853	(2,853)	-	-
Net expenditure for the year/ Net movement in funds		(119,863)	(64,992)	(184,855)	(12,506)
Fund balances at 1 April 2007		131,136	119,288	250,424	262,930
Fund balances at 31 March 2008		11,273	54,296	65,569	250,424

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 1985

MENTOR FOUNDATION UK
(A COMPANY LIMITED BY GUARANTEE)
BALANCE SHEET
AS AT 31 MARCH 2008

	Notes	2008 £	£	2007 £	£
Fixed assets					
Tangible assets	10		3,278		7,579
Current assets					
Debtors	11	9,753		121,308	
Cash at bank and in hand		67,990		145,322	
		<u>77,743</u>		<u>266,630</u>	
Creditors amounts falling due within one year	12	<u>(15,452)</u>		<u>(23,785)</u>	
Net current assets			<u>62,291</u>		<u>242,845</u>
Total assets less current liabilities			<u>65,569</u>		<u>250,424</u>
Income funds					
Restricted funds	13		54,296		119,288
Unrestricted funds			<u>11,273</u>		<u>131,136</u>
			<u>65,569</u>		<u>250,424</u>

The accounts were approved by the Board on 3rd September 2008



Ms Sim Scavazza (Chairman)
 Trustee

MENTOR FOUNDATION UK
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2008

1 Accounting policies

11 Basis of preparation

The accounts have been prepared under the historical cost convention

The accounts have been prepared in accordance with applicable accounting standards, the Statement of Recommended Practice, "Accounting and Reporting by Charities", issued in March 2005 and the Companies Act 1985

12 Incoming resources

Donations, legacies and other forms of voluntary income are recognised as incoming resources when receivable, except insofar as they are incapable of financial measurement

Investment income is accounted for on a receivable basis

13 Resources expended

Expenditure is included on an accruals basis

Governance costs represent cost incurred by the Charity in respect of management of the Charity's assets, organisational administration and compliance with constitutional and statutory requirements

Expenditure is classified under the Charity's principal categories of activity. Staff costs and overhead expenses are allocated to activities on the basis of staff time spent on those activities

14 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows

Fixtures, fittings & equipment 25% straight line

15 Leasing and hire purchase commitments

Rentals payable under operating leases are charged against income on a straight line basis over the period of the lease

16 Pensions

Mentor UK operates a group personal pension plan and contributes 6% of employees gross salary to a personal pension plan for each employee. Contributions are charged to the profit and loss account in the year in which they become payable. The assets of the scheme are held separately from those of the charity in an independently administered fund

17 Accumulated funds

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the accounts

Unrestricted funds are donations and other income received or generated for the objects of the Charity without further specified purpose, and are available as general funds

2 Donations & legacies

	Unrestricted funds £	Restricted funds £	Total 2008 £	Total 2007 £
Donations and gifts	57,111	232,173	289,284	632,140
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

MENTOR FOUNDATION UK
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2008

3 Investment income

	2008	2007
	£	£
Interest receivable	139	800
	<u>139</u>	<u>800</u>

4 Other income

	2008	2007
	£	£
Other income	4,464	1,616
	<u>4,464</u>	<u>1,616</u>

5 Total resources expended

	Staff costs	Depreciation	Other costs	Total 2008	Total 2007
	£	£	£	£	£
Costs of generating funds					
Fundraising and publicity costs	-	-	24,832	24,832	38,960
Charitable activities					
<u>Drug related projects</u>					
Activities undertaken directly	237,175	4,194	199,655	441,024	599,386
Governance costs	-	-	12,886	12,886	8,716
	<u>237,175</u>	<u>4,194</u>	<u>237,373</u>	<u>478,742</u>	<u>647,062</u>

Governance costs includes payments to the auditors of £3,995 For audit fees £495 of this figure is underprovision of audit fees from 2007 £nil for other services

6 Governance costs

	2008	2007
	£	£
Other governance costs comprise		
Auditors remuneration	3,995	3,500
Trustee meetings	1,451	1,286
Annual General Meeting and Annual Report	7,440	3,930
	<u>12,886</u>	<u>8,716</u>

7 Trustees

None of the Trustees (or any persons connected with them) received any remuneration during the year

MENTOR FOUNDATION UK
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2008

8 Employees

Number of employees

The average monthly number of employees during the year was

	2008 Number	2007 Number
Chief Executive	1	1
Business Manager	1	1
Development Officer	1	2
Project Manager	1	1
Project Officer	1	1
DEF Coordinator	1	1
	<u>6</u>	<u>7</u>

Employment costs

	2008 £	2007 £
Wages and salaries	205,156	188,758
Social security costs	22,142	20,203
Other pension costs	9,877	10,482
	<u>237,175</u>	<u>219,443</u>

The number of employees whose annual emoluments were £60,000 or more were

	2008 Number	2007 Number
£60,000 to £69,999	<u>1</u>	<u>-</u>

9 Transfers

A transfer of £2,853 was made to unrestricted funds upon the completion of some restricted fund projects

MENTOR FOUNDATION UK
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2008

10 Tangible fixed assets

	Fixtures, fittings & equipment
	£
Cost	
At 1 April 2007	18,952
Additions	454
	<hr/>
At 31 March 2008	19,406
	<hr/>
Depreciation	
At 1 April 2007	11,934
Charge for the year	4,194
	<hr/>
At 31 March 2008	16,128
	<hr/>
Net book value	
At 31 March 2008	3,278
	<hr/> <hr/>
At 31 March 2007	7,579
	<hr/> <hr/>

11 Debtors	2008	2007
	£	£
Prepayments and accrued income	9,753	121,308
	<hr/>	<hr/>

12 Creditors amounts falling due within one year	2008	2007
	£	£
Taxes and social security costs	6,537	6,963
Accruals	8,915	16,822
	<hr/>	<hr/>
	15,452	23,785
	<hr/> <hr/>	<hr/> <hr/>

MENTOR FOUNDATION UK
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2008

13 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes

	Movement in funds				Balance at 31 March 2008
	Balance at 1 April 2007	Incoming resources	Expenditure	Transfers	
	£	£	£	£	£
Coastal & Ex-Mining Areas Project	42,653	-	(41,487)	(1,166)	-
Grandparents Project	952	-	(751)	(201)	-
Evaluation of Children's Charities Project	2,286	-	(1,213)	(1,073)	-
Youth Involvement Project	7,504	30,182	(38,995)	1,309	-
Alcohol Misuse Prevention Awards Scheme	32,713	79,494	(102,722)	-	9,485
Drug Education Forum	31,458	56,450	(53,866)	-	34,042
Futurebuilders Development Grant	1,722	-	-	(1,722)	-
Muslim Youth Project	-	56,826	(48,622)	-	8,204
EU/UNODC Russia Project	-	9,221	(6,656)	-	2,565
	<u>119,288</u>	<u>232,173</u>	<u>(294,312)</u>	<u>(2,853)</u>	<u>54,296</u>

Funding was received in 2007-2008 from the Department for Children, Schools and Families for the Drug Education Forum and the Muslim Youth Project. Funding for the Alcohol Misuse Prevention Awards Scheme was received from Diageo Great Britain. The Youth Involvement Project was funded by grants from the Rank Foundation and the Dundas Foundation. The exchange project in Russia was funded by the European Union via the UNODC Office for Russia and Belarus.

Further details of these projects are available on the charity's website at www.mentorfoundation.org/uk

14 Analysis of net assets between funds

	Unrestricted funds	Restricted funds	Total
	£	£	£
Fund balances at 31 March 2008 are represented by			
Tangible fixed assets	3,278	-	3,278
Current assets	23,447	54,296	77,743
Creditors' amounts falling due within one year	(15,452)	-	(15,452)
	<u>11,273</u>	<u>54,296</u>	<u>65,569</u>

MENTOR FOUNDATION UK
(A COMPANY LIMITED BY GUARANTEE)
NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2008

15 Commitments under operating leases

At 31 March 2008 the company had annual commitments under non-cancellable operating leases as follows

	Land and buildings	
	2008	2007
Expiry date	£	£
Between two and five years	23,000	23,000