

2663906

**ISLINGTON CHINESE ASSOCIATION
(A Company Limited by Guarantee)
and
(A Registered Charity)**

**DIRECTORS REPORT
AND
FINANCIAL STATEMENTS**

31ST MARCH 2000



ISLINGTON CHINESE ASSOCIATION

CONTENTS

	Page
Legal and Administrative Information	2
Directors' Report	3
Auditors' Report	4
Statement of Financial Activities and Income and Expenditure Account	5
Balance Sheet	6
Notes to the Financial Statements	7-8
Detailed Income and Expenditure Account	9

ISLINGTON CHINESE ASSOCIATION

**LEGAL AND ADMINISTRATIVE INFORMATION
AS AT 31ST MARCH 2000**

STATUS

The company is limited by guarantee without a share capital under registration number 2663906 and is a registered charity under number 1042435.

DIRECTORS

The directors who served during the year were:

Yuk Ying Cheung	-	Throughout the year
For Chuen Wong	-	" " "
Stanley Hui	-	" " "
Yuen Liu	-	" " "
Hans Hung	-	" " "
Yuen Ching Cheung	-	Appointed October 1999
Henry So	-	" " "
Evelyn Steele	-	" " "
Daniel Au	-	Resigned October 1999
Susanna Ng	-	" " "
Fong Tai Pang	-	" " "
Suk Yin To	-	" " "
Timothy Lee	-	" January 2000

The directors of the company are also trustees of the charity and there are no other trustees.

The directors are all members of the company and collectively comprise the management committee which is the governing body of the company.

REGISTERED OFFICE 33 Giesbach Road
London
N19 3DA

BANKERS Lloyds Bank Plc
31/33 Holloway Road
London
N7 8JP

AUDITORS John Rogers & Co.
232 Leigham Court Road
London
SW16 2RB

ISLINGTON CHINESE ASSOCIATION

DIRECTORS' REPORT FOR THE YEAR ENDED 31ST MARCH 2000

The directors present their report and the financial statements for the year ended 31st March 2000.

ACTIVITIES

The company's principal activity is the pursuance of any charitable object calculated to benefit the community, and in particular members of the Chinese community, within the Borough of Islington.

REVIEW OF YEAR

During the year under review, the Association had experienced many difficulties in the area of funding. In spite of the constraints, the Association was proud to be able to continue the services provided to its members. In fact the Association has improved its services particularly to the elderly Chinese members.

The Association has relied on the funding from the London Borough of Islington's Race Equality Committee for the general running costs over the past years. This funding was ceased in September 2000. Although the transitional funding has been granted, it only represents approximately 40% of the original funding and only lasts for one year till September 2001.

The grant from Bridge House Estate Trust Fund for the running of the Luncheon Club for the elderly will also cease in October 2000. Applications for alternative funding have been made and the result is due soon. Despite of this, the Association will be financially capable to continue the Luncheon Club in the foreseeable future, by using its reserve built up over the years.

It was planned that in order to improve the efficiency, the Association considered to refurbish the main hall and office. A provision of £50,000 was considered in this respect. However, due to the reduction of resources, the plan will have to be reviewed.

In spite of all these, the Association is confident to continue in operational existence for the foreseeable future. Nevertheless, more resources will need to be committed for developing the fundraising strategy. A fundraising consultant will commence next year. Also running costs will need to be carefully controlled and closely monitored to ensure the survival of the Association in the long term.

FINANCIAL RESULTS

The results for the year are set out on page 5.

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are required by law to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity as at the end of the financial year and of the income and expenditure of the charity for that period. In preparing those financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are prudent;
- follow applicable accounting standards;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

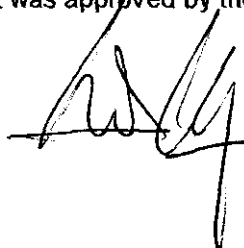
The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Companies Act. They are also responsible for safeguarding the assets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

AUDITORS

The auditors, John Rogers & Co, are willing to stand for re-appointment and a proposal for their re-appointment will be put to the annual general meeting.

APPROVAL

This report was approved by the directors on 10th September 2000 and signed by Order of the Board.



ISLINGTON CHINESE ASSOCIATION

REPORT OF THE AUDITORS TO THE MEMBERS OF
ISLINGTON CHINESE ASSOCIATION

We have audited the financial statements on pages 5 to 9 which have been prepared under the historical cost convention and the accounting policies set out on page 7.

Respective responsibilities of the directors and auditors

As described on page 3, the charity's trustees who are also the directors of the company for the purposes of company law are responsible for the preparation of financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

Basis of opinion

We conducted our audit in accordance with auditing standards 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 judgements 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 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 have also evaluated the overall adequacy of the presentation in the financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the charity's affairs at 31st March 2000 and of its incoming resources and application of resources, including its income and expenditure, in the period then ended and have been properly prepared in accordance with the provisions of the Companies Act 1985.

232 Leigham Court Road
London, SW16 2RB



John Rogers & Co.
Chartered Accountants
and
Registered Auditors

10th September 2000

ISLINGTON CHINESE ASSOCIATION

STATEMENT OF FINANCIAL ACTIVITIES
AND
SUMMARY INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31ST MARCH 2000

	Note	Unrestricted Funds £	Restricted Funds £	Total Funds 2000 £	Total Funds 1999 £
INCOME/INCOMING RESOURCES					
Grants and donations	2	1,136	125,453	126,589	131,870
Fundraising		3,847	-	3,847	1,282
Users' contributions		62,084	-	62,084	59,392
Bank interest		1,118	-	1,118	1,699
Membership fees		2,540	-	2,540	1,797
Other income		2,042	-	2,042	1,039
Total income/incoming resources		72,767	125,453	198,220	197,079
EXPENDITURE/RESOURCES EXPENDED					
Direct charitable expenditure	3	57,228	122,048	179,276	149,528
Fundraising and publicity		2,166	-	2,166	2,000
Management of the charity		15,163	-	15,163	33,090
Total expenditure/resources expended		74,557	122,048	196,605	184,618
NET INCOME/INCOMING RESOURCES AND NET MOVEMENT IN FUNDS					
		(1,790)	3,405	1,615	12,461
Funds brought forward		41,468	3,840	45,308	32,847
FUNDS CARRIED FORWARD		39,678	7,245	46,923	45,308

All of the above relates to continuing activities.

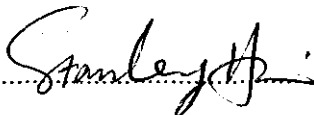
There were no recognised gains or losses apart from the above.

ISLINGTON CHINESE ASSOCIATION

BALANCE SHEET
AS AT 31ST MARCH 2000

	Note	2000		1999	
		£	£	£	£
CURRENT ASSETS					
Debtors	6	1,231		7,341	
Cash at bank and in hand		56,328		47,229	
		<u>57,559</u>		<u>54,570</u>	
Less:					
CREDITORS: amounts falling due within one year	7	(10,636)		(9,262)	
NET CURRENT ASSETS			46,923		45,308
			<u>46,923</u>		<u>45,308</u>
FUNDS					
RESTRICTED	8		7,245		3,840
UNRESTRICTED					
Designated funds	9	35,349		18,492	
Other charitable funds		4,329		22,976	
		<u>39,678</u>		<u>41,468</u>	
			<u>46,923</u>		<u>45,308</u>

Approved by the Board on 10.9.00 and signed on its behalf by:

 Stanley S. Hui Director

ISLINGTON CHINESE ASSOCIATION

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2000**

1. ACCOUNTING POLICIES

- A) The financial statements have been prepared under the historical cost convention and in accordance with the Statement of Recommended Practice - Accounting for Charities and the Companies Act 1985.
- B) The cost of furniture and office equipment is written off to revenue in the year of acquisition.
- C) Income is included in the Financial Statements in the year for which it is receivable.
- D) Expenditure is included in the Financial Statements on the accruals basis.

2. RESTRICTED GRANTS RECEIVABLE

	Running Luncheon		Club etc.	Activities	Women's Project	2000	1999
	Salaries	Costs				Total	Total
	£	£	£	£	£	£	
London Borough of Islington							
Race Equality Committee	32,658	22,102	-	-	-	54,760	57,250
Social Services Department	5,194	893	28,007	-	-	34,094	36,693
Meals on Wheels	-	-	9,660	-	-	9,660	7,982
Arts and Heritage Department	-	-	-	2,000	-	2,000	1,000
Youth & Playschemes	-	-	-	1,250	-	1,250	-
Bridge House Estates Trust Fund	-	-	20,000	-	-	20,000	23,500
Chinese Women Refuge Group	-	-	-	-	3,689	3,689	-
Charities Aid Foundation	-	-	-	-	-	-	2,260
Others	-	-	-	-	-	-	1,750
	37,852	22,995	57,667	3,250	3,689	125,453	130,435

3. EXPENDITURE/RESOURCES EXPENDED

	Salaries	Activities	Other Costs	2000	1999
				Total	Total
	£	£	£	£	£
Direct charitable expenditure	69,758	77,775	31,743	179,276	149,428
Fundraising and publicity	-	-	2,166	2,166	2,000
Management of the charity	7,751	-	7,412	15,163	33,090
	77,509	77,775	41,321	196,605	184,518

4. STAFF COSTS

	2000	1999
	£	£
Gross salaries	72,598	71,051
National insurance contributions	4,911	5,048
	77,509	76,099
Average number of employees	8	8

5. AUDITORS REMUNERATION (excluding VAT)

Audit fee	500	475
Other fees	500	475
	1,000	950

ISLINGTON CHINESE ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2000

6. DEBTORS

	2000	1999
	£	£
Accrued income	1,000	5,291
Prepayments	231	2,050
	<u>1,231</u>	<u>7,341</u>

7. CREDITORS

Payroll taxes	2,346	1,443
Accruals	6,543	5,462
Income received in advance	747	1,357
Others	1,000	1,000
	<u>10,636</u>	<u>9,262</u>

8. RESTRICTED FUNDS

	As at	Movement in Resources		As at
	1.4.99	Incoming	Outgoing	31.3.00
	£	£	£	£
Salaries	-	37,852	37,852	-
Running costs	-	22,995	22,995	-
Luncheon Club	-	57,667	57,667	-
Activities	-	3,250	2,333	917
Women's projects	-	3,689	1,201	2,488
Fundraising	3,840	-	-	3,840
	<u>3,840</u>	<u>125,453</u>	<u>122,048</u>	<u>7,245</u>

9. DESIGNATED FUNDS

The following designated funds have been set aside out of unrestricted funds by the directors for specific purposes.

	As at	New	Utilised	As at
	1.4.99	Designations		31.3.00
	£	£	£	£
Furniture and equipment	4,965	-	3,143	1,822
Improvements to premises	13,527	10,000	-	23,527
Staff costs contingency fund	-	10,000	-	10,000
	<u>18,492</u>	<u>20,000</u>	<u>3,143</u>	<u>35,349</u>

ISLINGTON CHINESE ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2000

10. DETAILED INCOME AND EXPENDITURE ACCOUNT

	2000		1999	
INCOME	£	£	£	£
GRANTS				
London Borough of Islington				
Race Equality Committee		54,760		57,250
Social Services Department		34,094		36,693
Arts and Heritage Department		2,000		1,000
Bridge House Estates Trust		20,000		23,500
Charities Aid Foundation		-		2,260
Chinse Women Refuge Group		3,689		-
Others		1,136		3,185
FUNDRAISING		3,847		1,282
ACTIVITIES				
General		1,030		922
Elderly Club - Trips	40,531		32,599	
- Luncheon Club and Meals on Wheels	<u>29,378</u>	69,909	<u>29,560</u>	62,159
Womens Group		805		4,292
Youth Group		1,250		-
MEMBERSHIP FEES		2,540		1,797
BANK INTEREST		1,118		1,700
SUNDRY INCOME		<u>2,042</u>		<u>1,039</u>
Total income		198,220		197,079
		-----		-----
EXPENDITURE				
SALARIES		77,509		76,099
RECRUITMENT		144		-
TRAINING		1,290		1,809
RENT & RATES		12,100		12,100
INSURANCE		1,232		1,174
WATER RATES		740		1,026
CLEANING		1,068		1,163
TELEPHONE		1,145		1,165
POSTAGE		893		480
PRINTING & STATIONERY		2,641		612
PHOTOCOPYING		268		462
ANNUAL REPORT		1,000		2,000
TRAVELLING AND VOLUNTEERS EXPENSES		1,055		1,483
LIGHT & HEAT		2,899		2,382
AUDIT & ACCOUNTANCY		1,175		1,116
MISCELLANEOUS		4,666		3,418
BANK CHARGES		347		325
ACTIVITIES				
General		6,074		4,160
Elderly Club - Trips	40,361		33,325	
- Luncheon Club and Meals on Wheels	<u>29,639</u>	70,000	<u>28,882</u>	62,207
Womens Group		1,370		7,849
Youth Group		333		-
REPAIRS AND RENEWALS		5,513		3,588
OFFICE EQUIPMENT		<u>3,143</u>		-
Total expenditure		196,605		184,618
		-----		-----
SURPLUS FOR THE YEAR		1,615		12,461