

Annual Report and Financial Statements

Task Brasil Trust (1030929)

Year ended 31 December 2003

TRUSTEES

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TRUSTEES' REPORT

The Trustees present their report and accounts for the year ended 31 December 2003.

TRUSTEES' REPORT

The Trustees present their Annual Report for the year ended 31 December 2003.

OBJECTS, ORGANISATION AND ACTIVITIES

The charity was established by Trust Deed dated 9 December 1993. Its aims and objectives are the relief of poverty and advancement of the education of children and young persons in Brazil.

REVIEW OF PROGRESS AND ACHIEVEMENTS

In 2003 Casa Jimmy home in Rio cared for, on average, 15 children, 5 pregnant girls and their babies a day. Casa Jimmy offers children and teenagers support in order to refer them to healthcare services and shelters, locating families and arranging their documentation to enable them to become part of civil society. The main aim is to reintegrate children and teenagers back to their families and offer them positive opportunities.

From October 1998 until December 2003 Casa Jimmy had assisted and cared for 256 children and teenagers. In 2003, 47 children and teenagers and their babies lived at Casa Jimmy. Four children, four teenagers and two babies were reintegrated with their families. Three children were adopted.

Partnerships continued with the Prefeitura do Rio de Janeiro (Rio de Janeiro town council), and the support of the Royal Navy, British Embassy and British Consulate in Brazil was received. Local and overseas organisations provided services and additional funding.

Epsom College Farm, located just outside the city of Rio de Janeiro was acquired in 2002 thanks to the fundraising efforts of students of Epsom College (UK). The farm will, initially, enable 10 to 14 years old boys the opportunity for personal development in a productive environment away from the dangers of the streets. In August, Philippe Hamoniaux started working for Task Brasil as Epsom College Farm Manager. To raise funds towards running costs, a trial Ecotour run successfully with volunteers at the farm in August. One- week duration Ecotours are planned to run 3 times a year where participants volunteer their time helping in a specific project developing the farm for the boys.

ABC Trust donated £13,000 for salaries of staff and training in Brazil. There were visits by HMS ships taking over valuable donated items from the UK as well as help vital support and help for Casa Jimmy by crew members.

TRUSTEES' REPORT

Child sponsorship rose to over £23,000. Half of the proceeds of the sale of a limited edition of 300 silk screen prints were donated by rock legend Jimmy Page, raising an additional £1,800 this year. Donations from placements contributed nearly £20,000, while the runners supporting the charity at the London Marathon rose over £13,000. Further funds were raised through donations by individuals, schools and other sources such as events, corporate businesses and trusts.

FINANCES

The attached financial statements show the current state of finances which the Trustees consider to be sound. The Charity's bankers are Barclays and Banco do Brasil in the United Kingdom and Banco do Brasil in Brazil.

Paul Sutcliffe (Trustee)
8/5/05

INDEPENDENT EXAMINERS REPORT to the Trustees of Task Brasil Trust

I report on the accounts of the Trust for the year ended 31 December 2003, which are set out on pages 5 to 8.

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(3)(a) of the 1993 Act);
- to follow the procedures 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 seeking 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 section 41 of the 1993 Act; and
- to prepare accounts which accord with the accounting records and comply with the accounting requirements of the 1993 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.

Paul Gordon ACA

STATEMENT OF FINANCIAL ACTIVITIES
 for the year ended 31 December 2003

	<i>Notes</i>	<i>Total 2003</i>	<i>Total 2002</i>
INCOMING RESOURCES	2		
Donations		121,501	142,404
Child Sponsorship		23,188	20,433
Other Fundraising Receipts		90,070	11,576
Bank Interest Received		260	508
TOTAL INCOMING RESOURCES		<u>235,019</u>	<u>174,921</u>
 RESOURCES EXPENDED	 3		
Direct charitable expenditure		109,392	92,492
Fundraising and publicity		40,146	8,603
Management and administration		55,750	34,151
TOTAL RESOURCES EXPENDED		<u>205,288</u>	<u>135,246</u>
 Exchange loss	 4	 7,623	 (35,109)
NET INCOMING / (OUTGOING) RESOURCES		37,354	4,566
Total funds brought forward		78,014	73,448
TOTAL FUNDS CARRIED FORWARD		<u><u>115,368</u></u>	<u><u>78,014</u></u>

Task Brasil Trust

BALANCE SHEET
at 31 December 2003

	<i>Notes</i>	2003 £	2002 £
FIXED ASSETS			
Tangible assets	5	54,808	40,355
		<hr/>	<hr/>
CURRENT ASSETS			
Cash at bank and in hand		64,755	41,131
CREDITORS: amounts falling due within one year	6	4,195	3,472
		<hr/>	<hr/>
NET CURRENT ASSETS		60,560	37,659
		<hr/>	<hr/>
TOTAL ASSETS LESS CURRENT LIABILITIES		115,368	78,014
		<hr/>	<hr/>
		115,368	78,104
		<hr/>	<hr/>
 ACCUMULATION FUND		 115,368	 78,014
		<hr/>	<hr/>

Paul Sutcliffe (Trustee)
8/5/05

NOTES TO THE ACCOUNTS
at 31 December 2003

1. ACCOUNTING POLICIES

General

The accounts are prepared under the historical cost convention and in accordance with applicable accounting standards and the Statement of Recommended Practice on Accounting by Charities.

Tangible fixed assets

Depreciation has been provided so as to write off the cost of tangible fixed assets, less their estimated residual value, over their estimated useful lives. Assets located in Brazil are held in local currency.

Foreign exchange

The Trust has activities in Brazil. All Brazilian Real amounts in both the Balance Sheet and the Statement of Financial Activities are converted at the year end exchange rate of £1 = R\$5.16 (2002 : £1 = R\$5.70)

2. INCOMING RESOURCES

Incoming resources include £46,756 (2002: £44,293) collected in Brazil, of which £35,609 (2002: £35,319) was a contribution by the local town council towards employee salaries.

A new accounting system was implemented in the UK giving greater detail of the split between donations and other fundraising receipts. This has led to certain reclassifications, for example income from UK volunteers of £19,789 was classified as fundraising in 2003 (2002: £16,204 classified as donations). Other fundraising income in 2003 included Christmas party income and receipts from a number of individual fundraising initiatives.

3. RESOURCES EXPENDED

Direct charitable expenditure primarily relates to salaries and other running costs of the "Casa Jimmy" children's home and other projects in Rio de Janeiro, Brazil.

The trustees authorised an increase in UK expenditure in 2003 both in order to drive forward fundraising initiatives and also to provide much needed support in the UK office.

4. EXCHANGE GAIN / (LOSS)

The gain in 2003 is due to the recovery in value of the Brazilian currency; and is principally driven by the retranslation of Brazilian cash and fixed assets at closing exchange rates (see note 5).

NOTES TO THE ACCOUNTS
at 31 December 2003
5. TANGIBLE FIXED ASSETS

	<i>Motor Vehicles</i> £	<i>Property</i> £	<i>Furniture & equipment</i> £	<i>Total</i> £
Cost:				
At 1 January 2003	3,051	42,161	2,802	48,014
Additions	-	13,953	-	13,953
Disposals	-	-	(883)	(883)
Exchange adjustment	299	4,405	275	4,979
	<hr/>	<hr/>	<hr/>	<hr/>
At 31 December 2003	3,350	60,519	2,194	66,063
Depreciation:				
At 1 January 2003	2,085	4,748	826	7,659
Provided during the year	674	2,444	291	3,409
Disposals	0	0	(883)	(883)
Exchange adjustment	299	496	275	1,070
	<hr/>	<hr/>	<hr/>	<hr/>
At 31 December 2003	3,058	7,688	509	11,255
Net book value:				
At 31 December 2003	292	52,831	1,685	54,808
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
At 31 December 2002	966	37,413	1,976	40,355

The addition in 2003 was the purchase of a plot of land adjacent to the Casa Jimmy home, on which further projects are planned to be located.

6. CREDITORS

Creditors principally comprise Brazilian payroll taxes, which are paid one month in arrears.