

THE SALTMINE TRUST
(A company limited by guarantee)

FINANCIAL STATEMENTS

31 MARCH 2005



THE SALTMINE TRUST (A company limited by guarantee)

INDEX

	Page
LEGAL AND ADMINISTRATIVE INFORMATION	1
DIRECTORS' REPORT	2
CHAIRMAN'S REPORT	3 to 4
AUDITORS' REPORT	5
STATEMENT OF FINANCIAL ACTIVITIES	6
BALANCE SHEET	7
NOTES TO THE FINANCIAL STATEMENTS	7 to 18

THE SALTMINE TRUST (A company limited by guarantee)

LEGAL AND ADMINISTRATIVE INFORMATION

COMPANY NUMBER: 2930528

CHARITY NUMBER: 1038007

DIRECTORS/TRUSTEES:-	Non-executive:	I R MacKenzie J R Moore K Stallard G R Tomlinson J P Snelling (appointed 18 May 2004)
	Executive:	R K Bellamy D W Pope

COMPANY SECRETARY: L E Fearon

REGISTERED OFFICE: St James House
Trinity Road
Dudley
West Midlands
DY1 1JB

BANK: Barclays Bank PLC
Dudley Branch
P O Box 9
Dudley
West Midlands
DY1 1PP

SOLICITORS: Anthony Collins
St Phillip's Gate
5 Waterloo Street
Birmingham
B2 5PG

AUDITORS: Mazars LLP
The Broadway
Dudley
West Midlands
DY1 4PY

DIRECTORS REPORT

The directors present their report and the financial statements for the year ended 31 March 2005 (which should be considered alongside the Chairman's Report on pages 3 to 4).

REVIEW OF THE OPERATIONS AND FUTURE DEVELOPMENTS

Saltmine is a pioneering organisation with Christ-like values which bring a holistic approach to making a difference worldwide with excellence, compassion and integrity, through partnerships, projects, personal development and creative initiatives.

Both the result for the year and the year end financial position, while disappointing, reflected an improvement on the preceding year, but emphasised the challenges faced during the year. The directors are optimistic that the position will improve in the next financial period, with further changes being implemented to operating practises.

FIXED ASSETS

Details of changes in fixed assets are given in note 12 to the financial statements.

DIRECTORS

The directors set out below have held office during the whole of the period from 1 April 2004 to the date of this report unless otherwise stated.

R K Bellamy	(executive)
I R MacKenzie	(non-executive)
J R Moore	(non-executive)
D W Pope	(executive)
K Stallard	(non-executive)
G R Tomlinson	(non-executive)
J P Snelling	(non-executive) (appointed 18 May 2004)

RESPONSIBILITIES OF THE DIRECTORS

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company and of the profit and loss of the company 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 reasonable and prudent;
- * comply with applicable accounting standards subject to any material departures disclosed and explained in the financial statements; and
- * 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 maintaining proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Act 1985. 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.

AUDITORS

A resolution to reappoint Mazars LLP as auditors to the Company and to authorise the Directors to fix their remuneration will be proposed at the Board meeting when the Financial Statements are approved.

Signed on behalf of the Board on 7/09 2005



I R MacKenzie
Director

CHAIRMAN'S REPORT

I am delighted to report on the objectives and ministries of Saltmine Trust for the financial year ended 31 March 2005.

It's been an exciting year ... not without its specific challenges, but essentially a year of encouragement as we have been able to continue with our ministry purpose and direction, and find great fulfilment in all that has been accomplished. Saltmine continues to be a "faith organisation" ... unashamedly applying Christian principles, but exercising faith as it develops vision with a sense of realism that support, financial undergirding and human resources continue to be major issues for all who are involved in the voluntary sector.

It is my conviction that the Accounts represent a correct understanding of the fine line between "faith" and "risk," and commend them to you for your prayerful interest. Saltmine has applied good financial control, including focus on fund raising initiatives, staff reduction by non-replacement and a programme of re-negotiation of terms with suppliers. We continue to apply a rolling programme of replacement for IT equipment, and at the same time have encouraged the development of training for our staff alongside the necessary risk assessment procedures and a commitment to best practice in the area of health and safety.

During its 25th celebratory year, Saltmine has every reason to be proud of what it has accomplished and what has been delivered. With an ongoing interest and commitment to the immediate locality, the Dudley Mission found 15 local churches engaged in an initiative in February of this year that also attracted 85 volunteers supporting our teams in a ministry outreach in the Borough. This also coincided with the "Season at the Mill," a successful programme of events that was held in a local theatre that attracted investment from secular sponsors and granted cultural and spiritual enrichment to those who attended.

Our teams also enjoyed considerable success. The Theatre Company, celebrating 18 years of existence presented "Screwtape Letters," "Emma's Mystery Tour," "An Alien at St Wilfred's," "Three Wise Men and a Baby," with great success. The Theatre in Education work, with productions such as the Leah Betts Story also proved to be very popular. Exalt, continued to fulfil its work and vision with Dudley Young Offender's Team and worked with "Connexions." The XL Projects in local schools, together with wider national work secured their reputation as being innovative, creative and contemporary. Red Balloon, our children's theatre team developed their partnership with the YMCA and produced "Sticks & Stones" – an excellent "anti-bullying" production, which again was well received. They also worked on a Roadshow with Birmingham City Mission.

The International work continued to expand, offering support for the local churches in Bulgaria and seeing positive development with the projects in Burzitsa, Dragodanavo, the Blue House Hospice and the jewellery making and associated work in Razgrad. A visit by local supporters was organised in May 2004, which provided great encouragement.

Trailblazers continue to partner with a number of other UK Christian charities raising the profile on mission, and raising substantial funds for projects in the UK and overseas, changing lives of both participants on challenges and those benefiting from the projects. A Gap Year has also been initiated with Monkton Combe School, partnering with "Lily of the Valley" in South Africa.

The wider ministry of Saltmine developed with a successful, but final SummerSalt in Devon. Lives were changed and ministry and teaching appreciated, and during the year, we were fortunate to find a new venue for ongoing summer programmes at Ellesmere College.

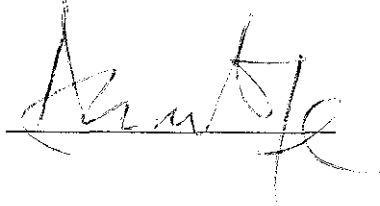
CHAIRMAN'S REPORT

The "Time Out" initiative in Albrighton was well attended and we continue to build on that style of opportunity as we plan for further "Time Out" events in the future.

Our wider ministry in Evangelism found the teams sharing in missions in High Wycombe the Dudley Borough and there is also a record of good evangelistic opportunity that came along providing good speaking opportunity for a number of our staff throughout the year.

I am thankful to God for His provision and for the wisdom that He has given to us as we continue to maximise our resources and release our potential to the best of our ability. I am mindful that our best resource is our staff, and am indeed grateful to God for all that they represent in terms of what has been achieved.

D W Pope
Chairman – Saltmine Trust

A handwritten signature in dark ink, appearing to read 'D W Pope', written over a horizontal line.

INDEPENDENT REPORT OF THE AUDITORS TO THE MEMBERS OF THE SALTMINE TRUST

We have audited the financial statements of The Saltmine Trust for the year ended 31 March 2005 which comprise the statement of financial activities, the balance sheet and the related notes. These financial statements have been prepared under the historical cost convention as modified by the revaluation of certain fixed assets and the accounting policies set out therein.

This report is made solely to the company's members, as a body, in accordance with Section 235 of 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 directors and auditors

As described in the Statement of Directors' Responsibilities the company's directors are responsible for the preparation of financial statements in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the Directors' Report is not consistent with the financial statements, if the company 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 directors' remuneration and transactions with the company is not disclosed.

We read the Directors' Report and consider the implications for our report if we become aware of any apparent misstatement within it.

Basis of audit opinion

We conducted our audit in accordance with United Kingdom 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 directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the company'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 financial statements 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 financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 March 2005 and of its results for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

MAZARS LLP

MAZARS LLP
CHARTERED ACCOUNTANTS
and Registered Auditors
The Broadway
Dudley
West Midlands DY1 4PY

3 October 2005

THE SALTMINE TRUST (A company limited by guarantee)

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MARCH 2005**

	Notes	Unrestricted funds 2005 £	Restricted funds 2005 £	Total funds 2005 £	Total funds 2004 £
INCOMING RESOURCES					
Donations:					
Ministry receipts		112,094	-	112,094	98,789
General and personal support		437,561	87,312	524,873	608,438
Activities in furtherance of charity's objects					
Holidays		179,188	-	179,188	193,086
Tickets and fees		64,528	-	64,528	96,478
Sponsorship		12,415	255,678	268,093	89,001
Book stall		15,901	-	15,901	31,267
Investment income					
Interest received		5,281	-	5,281	1,381
Rent received		29,279	-	29,279	21,264
Other income		29,236	-	29,236	39,477
		<u>885,483</u>	<u>342,990</u>	<u>1,228,473</u>	<u>1,179,181</u>
RESOURCES EXPENDED					
Cost of generating funds for the charity					
	2/17 (	29,063)	(1,056)	(30,119)	(27,911)
Charitable Expenditure					
Grants Payable	3/17	-	(271,751)	(271,751)	(237,493)
Charitable Activities	4/17 (	556,986)	(6,307)	(563,293)	(595,647)
Support Costs	5/17 (	332,353)	(62,076)	(394,429)	(469,212)
Management and administration	6/17 (	5,600)	-	(5,600)	(7,663)
		<u>924,002</u>	<u>341,190</u>	<u>(1,265,192)</u>	<u>(1,337,926)</u>
NET OUTGOING RESOURCES					
		(38,519)	1,800	(36,719)	(158,745)
OTHER RECOGNISED GAINS					
Unrealised gain on revaluation of property		45,000	-	45,000	20,000
		<u>10,320</u>	<u>(2,039)</u>	<u>8,281</u>	<u>(138,745)</u>
NET MOVEMENT IN FUNDS					
	8	10,320	(2,039)	8,281	(138,745)
FUND BALANCES AT BEGINNING OF YEAR					
		<u>50,257</u>	<u>129,258</u>	<u>179,515</u>	<u>318,260</u>
FUND BALANCES AT END OF YEAR					
	17	<u>60,577</u>	<u>127,219</u>	<u>187,796</u>	<u>179,515</u>

All amounts derive from continuing activities.

All gains and losses recognised in the year are included in the Statement of Financial Activities.

THE SALTMINE TRUST (A company limited by guarantee)

BALANCE SHEET
31 MARCH 2005

	Notes	2005 £	2004 £
FIXED ASSETS			
Tangible assets	12	<u>321,287</u>	<u>288,977</u>
CURRENT ASSETS			
Stock	13	8,279	10,368
Debtors	14	53,824	45,154
Bank and cash		<u>100,216</u>	<u>87,206</u>
		162,319	142,728
CREDITORS - AMOUNTS DUE WITHIN ONE YEAR	15	(<u>129,781</u>)	(<u>85,174</u>)
NET CURRENT ASSETS		<u>32,538</u>	<u>57,554</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		353,825	346,531
CREDITORS - AMOUNTS FALLING DUE AFTER ONE YEAR	16	(<u>166,029</u>)	(<u>167,016</u>)
NET ASSETS		<u><u>187,796</u></u>	<u><u>179,515</u></u>
FUNDS	Page 6	<u><u>187,796</u></u>	<u><u>179,515</u></u>

Approved by the Board on 07/09 2005
and signed on its behalf by:



.....
I R MacKenzie - Director

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2005**

1 ACCOUNTING POLICIES

Basis of preparation

These financial statements are prepared under the historical cost convention (modified to include the revaluation of land and buildings) and in accordance with applicable accounting standards. In preparing the financial statements the charity follows best practice as set out in the Statement of Recommended Practice "Accounting and Reporting by Charities" (SORP) issued in October 2000.

Incoming resources

Donations and similar income are included on a cash received basis.

Resources expended

Expenditure is included on an accruals basis, when incurred.

Grants payable are accounted for once approved by the relevant committee.

Fund accounting

The charity's general reserve consists of funds which the charity will use for the promotion of the Christian faith.

Restricted funds are funds which have been raised by the charity for the assisting of relief and social projects both overseas and in the UK. A percentage of income raised is retained by the charity to cover the cost of administering the funds.

Depreciation

Depreciation is calculated to write off the cost less estimated residual value of fixed assets on a straight line and reducing balance basis over their estimated useful lives at the rates shown in note 12.

Freehold buildings are depreciated to write down the cost less estimated residual value over the remaining useful life by equal annual instalments.

Stocks

Stocks consist of items for resale and are valued at the lower of cost and net realisable value.

Operating leases

Rentals payable are charged on a time basis over the lease term.

Pension costs and other post-retirement benefits

Contributions payable to the company's pension scheme are charged to the profit and loss account in the period to which they relate.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2005**

1 ACCOUNTING POLICIES (Continued)

Company status

The charity is a company limited by guarantee. The members of the company are the trustees named on page 1. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the charity.

2 COST OF GENERATING FUNDS

	Unrestricted funds £	2005 Restricted funds £	Total £	2004 £
Advertising, exhibitions, etc.	29,063	1,056	30,119	27,911
	<u>29,063</u>	<u>1,056</u>	<u>30,119</u>	<u>27,911</u>

3 GRANTS PAYABLE

	2005		2004	
	Grant Awards	Number of Grants	Grant Awards	Number of Grants
TRAILBLAZERS CHALLENGES:				
Overseas Projects:				
Kibogaro Project, Rwanda	-		19,945	3
Tear Fund	-		5,852	2
Sliven Hospice	-		16,823	3
Burzitsa	-		1,380	2
Christian Aid Trust	10,000	1	-	-
Saltmine (Eastern Europe) Jewellery Project	7,500	1	-	-
Saltmine Eastern Europe	1,338	1	-	-
Paud Children's Home	-		-	
Flame Trust (For Sparrows Hospice South Africa)	-		3,057	1
Lily of the Valley, South Africa	9,410	3	3,072	1
Dragadanovo (Bulgaria)	-	2	1,570	1
Other Grants (less than £1,000)	7,685		1,395	
Total	<u>35,933</u>		<u>53,094</u>	

THE SALTMINE TRUST (A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2005**

3 GRANTS PAYABLE (Continued)

	Grant Awards	2005 Number of Grants	Grant Awards	2004 Number of Grants
TRAILBLAZERS CHALLENGES (Continued):				
UK Projects:				
Off the Fence – Homeless Project	3,976	2	14,300	3
Saltmine Theatre Company	-		694	1
Red Balloon Theatre Company	-		-	
Exalt	-		694	1
Trailblazers	-		1,979	
Other Grants (less than £1,000)	813		-	
Total	4,789		17,667	
Partnership Challenges:				
Crusaders	-		4,297	1
YFC	-		2,796	2
Arab World Ministries	-		13,653	4
Salvation Army	-		5,500	2
RSA Ketch Sail	-		3,855	1
RSA London Marathon 2004	-		1,685	1
Tigers Club Project	80,618	3	-	-
Open Doors	37,000	2	-	-
The Martletts Hospice	9,048	1	-	-
Score (Sports Chaplaincy)	4,500	1	-	-
Smile International	11,744	2	-	-
Monkton Combe School	2,750	1	-	-
Latin Link	16,621	2	-	-
Habitat for Humanity	7,081	1	-	-
Other grants (less than £1,000)	4,131	-	-	-
Total	173,493		31,786	
EASTERN EUROPEAN PROJECTS:				
Burzitsa	9,734		14,910	
Sliven	2,665		4,890	
Sliven Hospice	13,710		43,381	
Dragadanovo	8,100		19,268	
Food Appeal	7,715		9,915	
Diana Todorova	-		2,083	
M & B Cross Bulgaria	-		2,500	
Craft	-		4,271	
Paul & Joy Gilliver	-		530	
Razgrad Employment Project	2,500		-	
Other	13,112		19,719	
Total	57,536		121,467	

THE SALTMINE TRUST (A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2005**

3 GRANTS PAYABLE (Continued)

	Grant Awards	2005 Number of Grants	Grant Awards	2004 Number of Grants
RICKSHAW PROJECTS:				
Flame Trust	-		2,066	
Tanzania Christian Farm Developments	-		2,300	
The Owl and the Pussycat	-		2,045	
Exalt	-		1,023	
Red Balloon Theatre Company	-		2,045	
Saltmine Services	-		4,000	
Oasis India	-		-	
Other Grants (<£1,000)	-		-	
Total	-		13,479	
TOTAL GRANTS PAYABLE	271,751		237,493	

All grants payable were institutional grants.

As at 31 March 2005, there were no approved grants which had not yet been paid.

4 CHARITABLE ACTIVITIES

	Unrestricted funds £	Restricted funds £	2005 Total £	2004 Total £
Saltmine UK	278,962	1,045	280,007	291,545
Saltmine International	121,206	5,262	126,468	143,398
Saltmine Holidays	156,818	-	156,818	160,704
	<u>556,986</u>	<u>6,307</u>	<u>563,293</u>	<u>595,647</u>

Saltmine UK comprises the Creative Arts ministries of the charity, including the Saltmine Theatre Company, Exalt and the Red Balloon Children's Theatre Company.

Saltmine International comprises the relief and pastoral work of Saltmine in Bulgaria and the Trailblazers Challenge Department, which is concerned with personal development of Challenge participants, and the funding of relief and social projects both overseas and in the UK.

Saltmine Holidays comprises the Summer Salt family holiday and Time Out Conference, which provide a distinctive faith based holiday environment, including Christian ministry or promoting the faith of families and individuals.

THE SALTMINE TRUST (A company limited by guarantee)**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2005****5 SUPPORT COSTS**

	Unrestricted funds £	Restricted funds £	2005 Total £	2004 Total £
Staff costs	207,897	-	207,897	238,958
Rent (net of income)	23,306	-	23,306	20,426
Insurance	19,509	161	19,670	12,799
Motor and travel costs	10,793	-	10,793	12,831
Printing, stationery, telephone costs	17,785	-	17,785	18,645
Depreciation	32,143	-	32,143	32,571
Loss on disposal of fixed assets	530	-	530	1,981
Irrecoverable VAT	-	-	-	2,502
Other	81,958	347	82,305	128,499
	<u>393,921</u>	<u>508</u>	<u>394,429</u>	<u>469,212</u>
Recharges	(61,568)	61,568	-	-
	<u>332,353</u>	<u>62,076</u>	<u>394,429</u>	<u>469,212</u>

6 MANAGEMENT AND ADMINISTRATION

	Unrestricted funds £	Restricted funds £	2005 Total £	2004 Total £
Audit	5,600	-	5,600	5,600
Trustee Expenses	-	-	-	2,063
	<u>5,600</u>	<u>-</u>	<u>5,600</u>	<u>7,663</u>

THE SALTMINE TRUST (A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2005

7 TOTAL RESOURCES EXPENDED

	Staff costs £	Property costs £	Motor & travelling etc £	Hire charges £	Equip- ment £	Catering & cleaning £	Grants £	Depreciation £	Other £	Total 2005 £	Total 2004 £
Saltmine UK	182,864	-	20,177	11,966	5,616	4	-	-	59,380	280,007	291,545
Saltmine International	82,079	-	13,644	-	3,055	-	271,751	-	27,690	398,219	389,915
Saltmine Holidays	7,895	-	10,174	54,976	14,483	31,427	-	-	37,863	156,818	160,705
Administration and premises	207,897	23,306	10,793	1,344	19,318	4,046	-	32,143	101,182	400,029	467,850
Publicity and promotion	-	-	-	-	-	-	-	-	30,119	30,119	27,911
	<u>480,735</u>	<u>23,306</u>	<u>54,788</u>	<u>68,286</u>	<u>42,472</u>	<u>35,477</u>	<u>271,751</u>	<u>32,143</u>	<u>256,234</u>	<u>1,265,192</u>	<u>1,337,926</u>

THE SALTMINE TRUST (A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2005**

	2005	2004
	£	£

8 NET MOVEMENT IN FUNDS

The net movement in funds is after charging:

Staff costs (note 9)	480,735	510,181
Depreciation on owned tangible assets	32,143	32,570
Loss on disposal of owned tangible fixed assets	530	1,981
Profit on disposal of owned tangible fixed assets	-	1,019
Auditors' remuneration	5,600	5,600
	<u>480,735</u>	<u>510,181</u>

9 STAFF COSTS

Staff costs, including directors' emoluments:

Wages and salaries	439,737	467,694
Social security costs	35,879	36,871
Pension costs	5,119	5,616
	<u>480,735</u>	<u>510,181</u>

The average number of persons during the year (including directors) calculated on the basis of full time equivalents, was as follows:

	Number	Number
Senior management	5	5
Administration	7	9
Operations, etc	22	25
	<u>34</u>	<u>39</u>

10 DIRECTORS AND TRUSTEES' REMUNERATION

	£	£
Remuneration:		
Emoluments paid to executive directors	34,813	42,161
Pension costs	4,063	4,063
	<u>38,876</u>	<u>46,224</u>

Non-executive directors received £NIL remuneration, and no expense payments were made. Executive directors received £38,876 in remuneration.

THE SALTMINE TRUST (A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2005**

11 TAXATION

The charitable company is exempt from corporation tax on its charitable activities.

12 FIXED ASSETS

	Freehold land and buildings £	Plant and equipment £	Motor vehicles £	Total £
COST				
At 1 April 2004	230,000	187,970	58,653	476,623
Revaluation	45,000	-	-	45,000
Additions	-	12,992	6,900	19,892
Disposals	-	-	(12,545)	(12,545)
	<u>275,000</u>	<u>200,962</u>	<u>53,008</u>	<u>528,970</u>
DEPRECIATION				
At 1 April 2004	-	149,335	38,311	187,646
Charge for year	-	25,465	6,678	32,143
Disposals	-	-	(12,106)	(12,106)
	<u>-</u>	<u>174,800</u>	<u>32,883</u>	<u>207,683</u>
NET BOOK VALUE				
At 31 March 2005	<u>275,000</u>	<u>26,162</u>	<u>20,125</u>	<u>321,287</u>
At 31 March 2004	<u>230,000</u>	<u>38,635</u>	<u>20,342</u>	<u>288,977</u>
Depreciation rate		25% RB & 25% SL	25% RB	

The Freehold Land and Buildings were re-valued by the Trustees during the year, based on advice given by Thomas Skidmore, Chartered Surveyors.

	2005 £	2004 £
13 STOCK		
Books and leaflets	<u>8,279</u>	<u>10,368</u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2005**

	2005 £	2004 £
14 DEBTORS		
Trade debtors	20,220	11,485
Income tax recoverable	7,451	8,849
Prepayments and accrued income	26,153	24,820
	<u>53,824</u>	<u>45,154</u>
15 CREDITORS – AMOUNTS FALLING DUE WITHIN ONE YEAR		
Trade creditors	14,016	15,714
Other taxation and social security	10,299	13,121
Other creditors	32,972	27,146
The Payne Charitable Trust	1,502	4,033
Accruals	67,887	25,160
Hire Purchase and Finance Leases	3,105	-
	<u>129,781</u>	<u>85,174</u>
16 CREDITORS – AMOUNTS FALLING DUE AFTER ONE YEAR		
Hire Purchase and Finance Leases	1,029	-
Payne Charitable Trust	165,000	167,016
	<u>166,029</u>	<u>167,016</u>

The loan of £165,000 is with the Payne Charitable Trust and this is secured on Eversleigh House. Interest is fixed at 7% unless the base rate increases over 5%. No capital repayment is required until 27/05/2008.

THE SALTMINE TRUST (A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2005**

17 RESTRICTED FUNDS

	Trailblazer Challenges £	Eastern European Projects £	African Projects £	Other Sponsored Events £	Total £
Incoming resources:					
Donations and Sponsorship	258,719	85,095	-	(824)	342,990
Expended resources:					
Cost of generating funds	-	(1,056)	-	-	(1,056)
Charitable expenditure	(213,901)	(62,297)	-	(1,860)	(278,058)
Support Costs	(40,855)	(21,059)	-	(162)	(62,076)
Net incoming/(outgoing) resources	3,963	683	-	(2,846)	1,800
Transfer to unrestricted funds	-	-	-	(3,839)	(3,839)
Net movement in funds	3,963	683	-	(6,685)	(2,039)
Balances at beginning of year	88,111	29,573	2,670	8,904	129,258
Balance at end of year	92,074	30,256	2,670	2,219	127,219

The Trailblazer Challenges are events organised by Saltmine International. The income represents sponsorship money collected by the participants. After deducting costs directly attributable to the project, plus a percentage of income raised to cover general administration and overheads, the net proceeds are distributed to relief and social projects both overseas and in the UK.

The Eastern European and African funds are for distribution of income specifically raised to support the work of Saltmine International in Eastern Europe and Africa.

The transfer to unrestricted funds represents the remaining capital value of the Rickshaws used in the Rickshaw challenge, after the completion of the project.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2005**

18 ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Fixed assets £	Net current assets £	Long term current liabilities £	Total assets £
Restricted funds	-	127,219	-	127,219
Unrestricted funds	321,287	(94,681)	(166,029)	60,577
	<u>321,287</u>	<u>32,538</u>	<u>(166,029)</u>	<u>187,796</u>

19 PENSION COMMITMENTS

The charity operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the charity in an independently administered fund. The pension cost represents contributions payable by the company to the fund and amounted to £5,907.

20 OTHER FINANCIAL COMMITMENTS

At 31 March 2005, the charity was committed to making the following payments under non-cancellable operating leases in the year to 31 March 2006:

	2005		2004	
	Land & buildings £	Other £	Land & buildings £	Other £
Operating leases which expire:				
Within one year	21,152	1,577	-	-
Within 2 to 5 years	-	1,787	21,152	3,890
After 5 years	-	-	-	-
	<u>21,152</u>	<u>3,364</u>	<u>21,152</u>	<u>3,890</u>