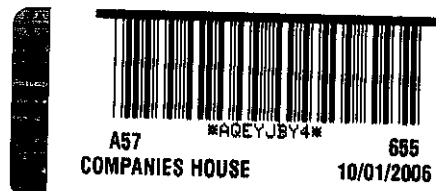


INQUEST CHARITABLE TRUST
(Company Limited by Guarantee Without Share Capital)

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2005

COMPANY No. 3054853
CHARITY No. 1046650



INQUEST CHARITABLE TRUST

GENERAL INFORMATION

FOR THE YEAR ENDED 31 MARCH 2005

Management Committee
Members (i.e. Trustees)

Antony Ward
Joanna Bennett
Adrienne Jemmott
Louise Christian
William Spence
Arlington Trotman
Penny Green
Adam Sampson
David Bergman
Leslie Thomas (resigned 20 July 2004)
Brian Roberts (resigned 1 April 2004)

Secretary

Helen Shaw

Registered Office

89-93 Fonthill Road
London N4 3JH

Auditors

Barcant Beardon LLP
Chartered Accountants
8 Blackstock Mews
Islington
London N4 2BT

Bankers

Unity Trust Bank plc
Nine Brindley Place
4 Oozells Square
Birmingham B1 2HB

Company Number

03054853

Charity Number

1046650

INQUEST CHARITABLE TRUST

INDEX TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2005

Page No.

1 - 2	Report of the Management Committee
3	Report of the Independent Auditors
4	Statement of Financial Activities
5	Balance Sheet
6 - 12	Notes to the Financial Statements

INQUEST CHARITABLE TRUST

REPORT OF THE MANAGEMENT COMMITTEE (i.e. Trustees)

FOR THE YEAR ENDED 31 MARCH 2005

The Management Committee submit herewith the Annual Report together with the audited Financial Statements of the company for the year ended 31 March 2005.

Principal Aims and Activities

To advance the education of the public by information concerning sudden or unexplained deaths or deaths subject to a coroner's inquest; relief to the bereaved by provision of information, advice, counselling and support; and to undertake any other charitable objectives.

Organisation

Inquest Charitable Trust is managed by a voluntary Management Committee, which meet on a regular basis and is serviced by paid workers and other volunteers.

Development in the year and future developments

During 2004/5 the Trustees have been pleased to note the continued increase in demand for the service in providing support and advice to bereaved families and the increased demand for our input from policy makers. The success of the organisation's fundraising strategy has continued and we have appointed an additional caseworker to the core staff team. The two major projects on the deaths of young people and children are continuing and in addition our work on reform of the inquest system has seen major developments with proposed reform now imminent. We hope to sustain this level of work in the coming year.

Financial report for the year

The Statement of Financial Activities shows net incoming resources for the year of £82,598 (2004 - £19,581 net outgoing) with the total reserves amounting to £137,839 as disclosed in the Financial Statements.

Company Status

The company is limited by guarantee without share capital and is therefore governed by a Memorandum and Articles of Association. Each member present and twelve months past is liable to contribute a sum not exceeding £1 on the company's winding up.

Management Committee

The management committee constitutes directors of the company for the purpose of company law and trustees for the purpose of charity law.

The management committee members are elected at the Annual General Meeting. Those serving during the year were as follows:

Antony Ward	William Spence	Arlington Trotman
Joanna Bennett	Penny Green	Adrienne Jemmott
Louise Christian	Adam Sampson	Leslie Thomas
David Bergman	Brian Roberts	

No management committee member received any remuneration for services during the year (2004 - NIL), nor did they have any beneficial interest in any contract with the charity.

Risk Management

The management committee have assessed the major risks to which the charity is exposed, in particular those relating to the operation and finances of the Trust, and are satisfied that systems are in place to mitigate our exposure to the major risks.

Reserves Policy

It is the policy of the charity to maintain Unrestricted Funds, which are the free reserves of the charity, at a level which equates to approximately one month of unrestricted expenditure. This provides sufficient funds to cover management, administration and support costs and to respond to emergency applications for grants which arise.

Grants Policy

This is disclosed in Note 1 to the Financial Statements under accounting policies.

INQUEST CHARITABLE TRUST

REPORT OF THE MANAGEMENT COMMITTEE (i.e. Trustees) - (Continued)

FOR THE YEAR ENDED 31 MARCH 2005

Statement of Committee Members' Responsibilities

Company law requires the trustees 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 surplus or deficit of the company for that period. In preparing those Financial Statements, the trustees are required to

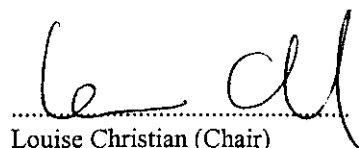
- Select suitable accounting policies and then apply them consistently;
- Make judgements and estimates that are responsible and prudent;
- Prepare the Financial Statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.
- State whether the policies adopted are in accordance with the Companies Act 1985 and with applicable accounting standards and statements of recommended practice, subject to any material departures disclosed and explained in the Financial Statements.

The trustees are responsible for keeping 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 will be proposed that Barcant Beardon LLP be re-appointed as auditors of the charity at the Annual General Meeting.

This report was approved by the board on 21.12.05 and signed on their behalf.



Louise Christian (Chair)

REPORT OF THE INDEPENDENT AUDITORS

TO THE MEMBERS OF

INQUEST CHARITABLE TRUST

We have audited the Financial Statements on pages 4 to 12 which have been prepared under the historical cost convention and the accounting policies set out on page 6.

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 auditors 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 on page 2 the Management Committee members (who also act as trustees for the charitable activities of the company) 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.

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 Report of the Management Committee is not consistent with the Financial Statements, if the charitable 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 trustees' remuneration and transactions with the company is not disclosed.

We read the Report of the Management Committee and consider the implications for our report if we become aware of any apparent misstatements within it. Our responsibilities do not extend to any other information.

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 Directors in the preparation of the Financial Statements, and of whether the accounting policies are appropriate to the charitable company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all 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 charitable company's state of affairs as at 31 March 2005 and of its incoming resources and application of resources, including its income and expenditure, in the year then ended and have been properly prepared in accordance with the Companies Act 1985.

Barcant Beardon LLP

BARCANT BEARDON LLP
Chartered Accountants
and
Registered Auditors

8 Blackstock Mews
Islington
London N4 2BT

9 January 2006

INQUEST CHARITABLE TRUST

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 31 MARCH 2005

**Summary Income and
Expenditure Account**

	Notes	Restricted Funds £	Unrestricted Funds £	Total 2005 £	Total 2004 £
<i>Incoming Resources</i>					
Grants	2	200,488	1,000	201,488	363,402
Deferred from last year		158,785	-	158,785	-
Deferred to next year		(5,861)	-	(5,861)	(158,785)
Donations		-	15,007	15,007	15,497
Memberships		-	8,196	8,196	7,364
Other Income	3	-	3,043	3,043	2,443
Investment Income	4	-	3,974	3,974	655
		<u>353,412</u>	<u>31,220</u>	<u>384,632</u>	<u>230,576</u>
<i>Resources Expended</i>					
Costs of Generating Funds	6	8,166	-	8,166	6,497
Direct Charitable Expenditure:					
Project Costs	6	240,742	-	240,742	200,366
Support Costs	6	46,205	-	46,205	34,760
Other Expenditure:					
Management and Administration	7	4,779	2,142	6,921	8,534
		<u>299,892</u>	<u>2,142</u>	<u>302,034</u>	<u>250,157</u>
Net Incoming/(Outgoing) Resources for the Year	5/8	53,520	29,078	82,598	(19,581)
Fund Balances Brought Forward at 1 April 2004	12/13	37,319	17,922	55,241	86,417
Transfer from Inquest	16	-	-	-	(11,595)
Fund Balances Carried Forward at 31 March 2005	12/13	<u>90,839</u>	<u>47,000</u>	<u>137,839</u>	<u>55,241</u>

Statement of Other Recognised Gains and Losses

The company has no recognised gains or losses other than the surplus for the above two financial years.

Continuing Operations

None of the company's activities were acquired or discontinued during the above two financial years.

The notes on pages 6 to 12 form part of these Financial Statements


INQUEST CHARITABLE TRUST

BALANCE SHEET

AS AT 31 MARCH 2005

	Notes	2005 £	2004 £
<i>Fixed Assets</i>	9	6,090	3,042
<i>Current Assets</i>			
Debtors and Prepayments	10	18,597	19,656
Cash at Bank and in Hand		134,939	217,654
		153,536	237,310
<i>Creditors: Amounts falling due within one year</i>	11	(21,787)	(185,111)
<i>Net Current Assets</i>		131,749	52,199
<i>Total Assets less Current Liabilities</i>		137,839	55,241
<i>Reserves</i>			
Restricted Funds	12	90,839	37,319
Unrestricted Funds	13	47,000	17,922
		137,839	55,241

The Financial Statements were approved by the Management Committee on 21.12.05 and signed on its behalf

 W. J. SPENCE

Management Committee Member

The notes on pages 6 to 12 form part of these Financial Statements

INQUEST CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2005

1.0 Accounting Policies

1.1 Basis of preparation of accounts:

The Accounts are prepared under the historical cost convention and include the results of the charity's operations which are described in the Report of the Management Committee and all of which are continuing.

The Financial Statements have been prepared in accordance with the Statement of Recommended Practice, Accounting and Reporting by Charities (SORP 2000) issued in October 2000, SORP Update Bulletin 1 issued in December 2002, applicable accounting standards and the Companies Act 1985.

The charity has taken advantage of the exemption in Financial Reporting Standard No. 1 from the requirement to produce a cashflow statement.

1.2 Tangible Fixed Assets and Depreciation:

Tangible fixed assets costing more than £500 are capitalised and included at cost, including any incidental expenses of acquisition.

Depreciation is charged so as to write off the cost of fixed assets over their estimated useful life as follows:

Office Equipment	25% pa reducing balance
------------------	-------------------------

1.3 Corporation Tax:

No provision has been made for Corporation Tax as the company is a charity.

1.4 Value Added Tax:

Value added tax is not recoverable by the company, and as such is included in the relevant cost in the Statement of Financial Activities.

1.5 Income:

Voluntary income and donations are accounted for as received. Unrestricted Revenue grants are allocated to the period to which they relate. Restricted revenue grants are recognised when receivable, unless they relate to a specified future period, in which case they are deferred. Capital grants are classified as restricted capital income and the fund balance is reduced by the depreciation charge associated with the assets acquired by the fund.

1.6 Expenditure on Management and Administration of the Charity:

Administration expenditure includes all expenditure not directly related to the charitable activity. This includes audit fees.

1.7 Resource Expended:

Resources expended are included in the Statement of Financial Activities on an accruals basis, inclusive of VAT which cannot be recovered.

Expenditure which is directly attributable to specific activities has been included in these costs categories. Where costs are attributable to more than one activity, they have been apportioned across the cost categories on a basis consistent with the use of these resources.

INQUEST CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (Continued)

FOR THE YEAR ENDED 31 MARCH 2005

2.0 Income

2.1 The income for the year all relate to the company's principal activities.

2.2 Grants	Restricted £	Unrestricted £	2005 £	2004 £
Association of London Government	56,000	-	56,000	59,749
The Atlantic Philanthropies	-	-	-	126,035
The Nuffield Foundation	-	-	-	19,624
Churches Commission for Racial Justice	-	-	-	5,000
The Ajahma Charitable Trust	4,000	-	4,000	3,000
The Department of Health	30,000	-	30,000	24,000
The Diana Memorial Fund	55,238	-	55,238	40,363
The Allen Lane Foundation	5,000	-	5,000	5,000
The City Parochial Foundation	11,250	-	11,250	15,000
The Tudor Trust	10,000	-	10,000	10,000
Unison	-	-	-	16,131
The Law Society Trustees	-	-	-	15,500
Lloyds TSB Foundation for England and Wales	-	-	-	23,500
Miscellaneous Grants	-	-	-	500
Ladbrokes in the Community Charitable Trust	-	1,000	1,000	-
Action for Prisoners Families	4,000	-	4,000	-
The Joseph Rowntree Charitable Trust	25,000	-	25,000	-
	<u>200,488</u>	<u>1,000</u>	<u>201,488</u>	<u>363,402</u>

3.0 Other Income

	2005 £	2004 £
Reimbursed Expenses	604	1,044
Miscellaneous Income	1,500	666
Information Pack and Publication Sales	939	733
	<u>3,043</u>	<u>2,443</u>

4.0 Investment Income

	2005 £	2004 £
Bank Interest Receivable	<u>3,974</u>	<u>655</u>

INQUEST CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (Continued)

FOR THE YEAR ENDED 31 MARCH 2005

5.0 Net Incoming/(Outgoing) Resources for the Year				2005	2004
				£	£
This is stated after Charging:					
Auditors' Remuneration : Audit				2,500	1,500
: Accountancy				2,764	1,500
Depreciation				2,029	1,014
Operating Lease Payments : Land & Buildings				24,185	18,445
				<u> </u>	<u> </u>
6.0 Charitable Resources Expended					
	Generating Funds	Project Costs	Support Costs	2005	2004
	£	£	£	£	£
Salaries and National Insurance	-	217,781	-	217,781	177,686
Staff Training and Development	-	5,221	-	5,221	3,720
Printed Materials	5,816	399	-	6,215	17,554
Research and Consultancy	2,350	9,255	-	11,605	4,554
Recruitment	-	1,867	-	1,867	1,582
Travel and Subsistence	-	5,909	-	5,909	1,721
Rent, Rates and Service Charges	-	-	25,985	25,985	19,264
Computer Running Costs	-	-	3,979	3,979	2,150
Repairs and Maintenance	-	-	389	389	1,885
Telephone	-	-	5,356	5,356	5,585
Postage and Stationery	-	-	8,467	8,467	4,862
Subscriptions	-	310	-	310	46
Depreciation	-	-	2,029	2,029	1,014
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
	8,166	240,742	46,205	295,113	241,623
				<u> </u>	<u> </u>
7.0 Management and Administration Expenditure				2005	2004
				£	£
Insurance				880	663
Legal and Professional Fees				15	556
Audit Fees				5,264	6,669
General Expenses				175	35
Bank Charges				483	586
Interest Paid				104	25
				<u> </u>	<u> </u>
				6,921	8,534
				<u> </u>	<u> </u>

INQUEST CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (Continued)

FOR THE YEAR ENDED 31 MARCH 2005

8.0 <i>Staff Costs</i>	2005 £	2004 £
Wages and Salaries	196,770	160,968
National Insurance	21,011	16,718
	<u>217,781</u>	<u>177,686</u>

No employee earned more than £50,000 per annum (2004 - nil).

8.1 The average monthly number of staff employed by the company during the year was as follows:

Direct charitable work	6	4
Administrative	1	1
	<u>7</u>	<u>5</u>

9.0 *Fixed Assets*

	Office Equipment £
<i>Cost</i>	
At 31 March 2004	4,056
Additions	5,077
	<u>9,133</u>
At 31 March 2005	
<i>Depreciation:</i>	
At 31 March 2004	1,014
Charge for the year	2,029
	<u>3,043</u>
At 31 March 2005	
<i>Net Book Value:</i>	
31 March 2005	6,090
	<u>3,042</u>
31 March 2004	

INQUEST CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (Continued)

FOR THE YEAR ENDED 31 MARCH 2005

10.0 Debtors

	2005 £	2004 £
Debtors	2,530	28
Accrued Income	16,067	18,395
Prepayments	-	1,233
	<u>18,597</u>	<u>19,656</u>

11.0 Creditors: Amounts falling due within one year

	2005 £	2004 £
Creditors	4,329	11,422
Taxation and Social Security	6,097	11,904
Accruals	3,000	3,000
Deferred Income	8,361	158,785
	<u>21,787</u>	<u>185,111</u>

12.0 Restricted Funds

	Balance at 31 March 2004 £	Incoming Resources £	Resources Expended £	Balance at 31 March 2005 £
<i>Capital</i>				
Association of London Government	4,486	-	(1,404)	3,082
The Atlantic Philanthropies	-	2,300	(856)	1,444
	<u>4,486</u>	<u>2,300</u>	<u>(2,260)</u>	<u>4,526</u>
<i>Revenue</i>				
Association of London Government	-	56,000	(56,000)	-
The Nuffield Foundation	-	889	(889)	-
The Ajahma Charitable Trust	-	4,000	(4,000)	-
The Department of Health	-	30,000	(30,000)	-
The Diana Memorial Fund	8,500	55,238	(52,630)	11,108
The Allen Lane Foundation	-	5,000	(5,000)	-
The City Parochial Foundation	-	11,250	(7,503)	3,747
The Tudor Trust	5,000	10,000	(949)	14,051
Unison	11,500	-	(2,538)	8,962
The Law Society Trustees	-	10,333	(3,546)	6,787
Lloyds TSB Foundation for England and Wales	7,833	15,667	(12,400)	11,100
Action for Prisoners' Families	-	4,000	-	4,000
The Atlantic Philanthropies	-	123,735	(97,177)	26,558
The Joseph Rowntree Charitable Trust	-	25,000	(25,000)	-
	<u>32,833</u>	<u>351,112</u>	<u>(297,632)</u>	<u>86,313</u>
	<u>37,319</u>	<u>353,412</u>	<u>(299,892)</u>	<u>90,839</u>

INQUEST CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (Continued)

FOR THE YEAR ENDED 31 MARCH 2005

- 12.1 The grant from the Association of London Government was funding for the upgrading of the ITC equipment and for contribution towards the salaries of an Office Manager and Information Worker posts and running costs.
- 12.2 The grant from The Nuffield Foundation was for a study of families' experience of the investigation of deaths that require an inquest.
- 12.3 The Ajahma Charitable Trust provided grant towards the core activities of the organisation.
- 12.4 The grant from the Department of Health was for work promoting and improving the support available to bereaved people attending inquests.
- 12.5 The grant from The Diana Memorial Fund was funding towards a three year project that started in February 2004 on the deaths of young people in custody.
- 12.6 The Allen Lane Foundation, The City Parochial Foundation provided funding towards the senior caseworker's salary.
- 12.7 The Tudor Trust and Lloyds TSB Foundation provided funding towards caseworker salaries and related costs.
- 12.8 The grant from Unison was for a booklet on the case of Roger Sylvester and work on the case.
- 12.9 The grant from The Law Society Trustees was funding towards running a series of seminars for those working with bereaved people facing inquests.
- 12.10 The grant from Action for Prisoners' Families is funding towards an organisational review.
- 12.11 The Atlantic Philanthropies provided a grant for a two year project that focuses specifically on the deaths of women in custody.
- 12.12 The grant from The Joseph Rowntree Charitable Trust was funding for work on reform of the Inquest system.

13.0 Unrestricted Funds

	Balance at 1 April 2004 £	Net Movement in year £	Balance at 31 March 2005 £
Unrestricted Fund	<u>17,922</u>	<u>29,078</u>	<u>47,000</u>

INQUEST CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (Continued)

FOR THE YEAR ENDED 31 MARCH 2005

**14.0 Analysis of Fund Balances
Between Net Assets**

	Restricted Fund £	Unrestricted Fund £	Total £
Tangible Fixed Assets	5,659	431	6,090
Current Assets	85,180	68,356	153,536
Creditors: Amounts falling due within one year	-	(21,787)	(21,787)
	<u>90,839</u>	<u>47,000</u>	<u>137,839</u>

15.0 Obligations Under Operating Leases

At 31 March 2005 the charity had annual commitments under non-cancellable operating leases as follows:

	Land & Buildings £	Total 2005 £	Total 2004 £
<i>Expires :</i>			
In less than five years	9,311	9,311	9,311
In more than five years	12,000	12,000	12,000
	<u>21,311</u>	<u>21,311</u>	<u>21,311</u>

16.0 Transfer of INQUEST

On 1 April 2003, INQUEST, an unincorporated campaign organisation concerned with deaths in custody resolved to transfer its activities and assets and liabilities to Inquest Charitable Trust.

The fair value of assets and liabilities acquired is set out below:

	£
Current Assets	5,650
Current Liabilities	(17,245)
	<u>(11,595)</u>
	£
Represented by: Unrestricted Funds	<u>(11,595)</u>