

**ANNUAL REPORT AND FINANCIAL STATEMENTS  
FOR THE YEAR ENDED  
28TH FEBRUARY 2005**

**MERCIES OF DAVID**

**CHARITY REGISTRATION No: 1081853  
COMPANY REGISTRATION No: 3926945**

Independent Examiners Ltd  
Revelation Centre  
Spur Road  
CHICHESTER  
W. Sussex  
PO19 8PR



**MERCIES OF DAVID  
(A COMPANY LIMITED BY GUARANTEE)  
CONTENTS**

Page 3	Legal and Administrative Information
Page 4	Trustees Report
Page 5	Statement of Financial Activities
Page 6	Balance Sheet
Pages 7 and 9	Notes to the Financial Statements
Page 10	Independent Examiners Report to the Trustees

**MERCIES OF DA VID**  
**(A COMPANY LIMITED BY GUARANTEE)**  
**LEGAL AND ADMINISTRATIVE INFORMATION**

<b>CHARITY NUMBER</b>	1081853
<b>COMPANY REGISTRATION NUMBER</b>	3926945
<b>START OF FINANCIAL YEAR</b>	1st March 2004
<b>END OF FINANCIAL YEAR</b>	28th February 2005
<b>DIRECTORS AT 28th FEBRUARY 2005</b>	Grace Munganguta Harriet Mudekunya William Hamadziripi Mudekunya Patrick Ogwal Elor Norma Rossetto
<b>CORRESPONDENT ADDRESS</b>	7 Crofters Close Redhill RH1 6QX
<b>DATE OF INCORPORATION</b>	16th February 2000
<b>GOVERNING DOCUMENT</b>	Memorandum and Articles of Association incorporated 16th February 2000
<b>BANKERS</b>	Lloyds TSB Horley Surrey
<b>INDEPENDENT EXAMINER</b>	K M Brewer MAA T MACIE Independent Examiners Ltd Revelation Centre Spur Road CHICHESTER W. Sussex PO19 8PR
<b>OBJECTS</b>	
1)	The relief of patients suffering from AIDS or HIV.
2)	The provision in the interests of social welfare of recreational facilities for such patients.
3)	The relief in cases of financial distress of the dependants of such patients of deceased patients.
4)	The promotion of research into the causes and treatment of AIDS and HIV on terms that the results of such research are published.
5)	Without prejudice to the generality of the above, the adoption of a spiritual approach in the relief of patients suffering from AIDS or HIV.

**MERCIES OF DAVID**  
**(A COMPANY LIMITED BY GUARANTEE)**  
**REPORT OF THE DIRECTORS**  
**FOR THE YEAR ENDED 28th FEBRUARY 2005**

The Directors are pleased to report that Mercies of David has continued to work with HIV positive community in south London, Crawley and Redhill areas through out the year.

In the last year prayers were made for HIV positive communities national and international once a month in the all night prayer hosted by Mercies of David.

Emotional support has been given to sufferers who requested support through emails. In July 2004 the company was able to support three HIV positive volunteers to attend the World AIDS conference in Bangkok. They were able to network with other HIV positive people and offer them spiritual support. They made contacts with other faith-based organisations and provided prayer support for the conference delegates. The volunteers were able to learn from organisations from different countries and to bring new vision to our work.

An opportunity occurred in February for two volunteers to attend faith based organisations in London. This conference was to explore the idea of partnering with other organisations in supporting HIV based communities. One of our volunteers presented to the delegates how the company meets the needs of the sufferers.

No directors have received remuneration for their services.

**Statement of Director's responsibilities:**

Company law requires the directors to prepare financial statements for each financial year which gives a true and fair view of the state of affairs of the company and of the profit or loss of the company during that period. In preparing those financial statements the directors are required to:

- (i) select suitable accounting policies and then apply them consistently,
- (ii) make judgements and estimates that are reasonable and prudent,
- (iii) prepare financial statements on a going concern basis unless it is inappropriate to presume that the company will continue in business.

Signed on behalf of the Directors by G Munganguta

*G Munganguta 16/09/05*

Date 21st July 2005

**MERCIES OF DAVID**  
**(A COMPANY LIMITED BY GUARANTEE)**  
**STATEMENT OF FINANCIAL ACTIVITIES**  
**FOR THE YEAR ENDED 28th FEBRUARY 2005**

(Incorporating Income and Expenditure Account)

	Notes	Unrestricted Funds £	Restricted Funds £	TOTAL 2005/04 £	TOTAL 2004/03 £
<b>INCOMING RESOURCES</b>					
Donations, Legacies and Similar Incoming Resources		4,059		4,059	1,420
Investment Income		0		0	3
<b>TOTAL INCOMING RESOURCES</b>		<b>4,059</b>	<b>0</b>	<b>4,059</b>	<b>1,423</b>
<b>RESOURCES EXPENDED</b>					
Costs of Activities in Furtherance of Charity Objects	2a	2,924	0	2,924	901
Resources Expended on Managing and Administering the Charity	2b	565	0	565	490
<b>TOTAL RESOURCES USED</b>		<b>3,489</b>	<b>0</b>	<b>3,489</b>	<b>1,391</b>
<b>NET INCOMING/(OUTGOING) RESOURCES</b>		<b>570</b>	<b>0</b>	<b>570</b>	<b>32</b>
Total Funds Brought Forward		321	0	321	289
<b>TOTAL FUNDS CARRIED FORWARD</b>		<b>891</b>	<b>0</b>	<b>891</b>	<b>321</b>

Movements on all reserves and all recognised gains and losses are shown above. All of the charity's operations are classed as continuing.

The notes on pages 7 and 9 form part of these financial statements.

**MERCIES OF DAVID**  
**(A COMPANY LIMITED BY GUARANTEE)**  
**BALANCE SHEET**  
**AS AT 28th FEBRUARY 2005**

		£	28-Feb-05 £	£	28-Feb-04 £
	Notes				
<b>Fixed Assets</b>					
Tangible assets	1		0		0
<b>Current Assets</b>					
Cash at bank and in hand	4	1,187		581	
		<u>1,187</u>		<u>581</u>	
<b>Creditors:</b> amounts falling due within one year	5	296		260	
<b>NET ASSETS</b>			<u>891</u>		<u>321</u>
<b>CAPITAL AND RESERVES</b>	7				
General Funds			891		321
Restricted Funds			<u>0</u>		<u>0</u>
			<u>891</u>		<u>321</u>

The Directors have:

- a) taken advantage of the Companies Act 1985 in not having these Accounts audited under Section 249A(1) (Total Exemption).
- b) confirmed that no notice has been deposited under Section 249B(2) of the Companies Act 1985.
- c) acknowledged their responsibilities for ensuring that the Company keeps accounting records which comply with Section 221 of the Companies Act 1985.
- d) acknowledged their responsibilities for preparing Accounts which give a true and fair view of the Company as at the end of the year and of its surplus or deficit for the financial year in accordance with the requirements of the Companies Act 1985, so far applicable to the Company.
- e) taken advantage of the exemptions conferred by part III of schedule 8 of the Companies Act 1985 on the basis that the Company, in their opinion, qualifies as a small company.

Approved by the Board of Directors on 21st July 2005

*G Mungangula* 16/9/05  
Signed on behalf of the Board of Directors G Mungangula

**MERCIES OF DAVID**  
**(A COMPANY LIMITED BY GUARANTEE)**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 28th FEBRUARY 2005**

**1. ACCOUNTING POLICIES**

The accounts have been prepared in accordance with applicable accounting standards and follow the recommendations in Statement of Recommended Practice : Accounting for Charities (SORP) issued in October 2000.

Voluntary income is received by way of donations and gifts. It is shown in full in the Statement of Financial Activities, when received. Gifts in kind are valued at their estimated value to the charity and are included under the appropriate headings.

Intangible income is valued and included in income to the extent that it represents goods or services where another party is bearing the financial cost and the benefit is quantifiable. Where it is difficult or not possible to quantify the benefit, or where there is no financial cost borne by another party (eg, volunteers), the accounts do not include the intangible income.

Grants, including grants for the purchase of fixed assets, are recognised in full in the Statement of Financial Activities in the year in which they are received.

Restricted funds are to be used for specified purposes as required by the donor. Expenditure which meets these criteria is allocated to the relevant fund. Income derived from these funds is retained within the funds concerned. Designated funds are unrestricted funds which the trustees have designated to be used for a specific purpose. Where these funds yield investment income, this is available for general purposes. Unrestricted funds are funds which are not designated or restricted.

There has been no change to the accounting policies (Valuation rules and methods of accounting) since last year.

There are no Fixed assets held by the company during the financial period or the preceding period.

The annual commitments under non-cancelling operating leases, capital commitments, Contingent Liabilities are as follows:

28th February 2005 : None  
28th February 2004: None

**2. RESOURCES EXPENDED**

	Unrestricted Funds £	Restricted Funds £	TOTAL 2005/04 £	TOTAL 2004/03 £
<b>a) Costs of Activities in Furtherance of Charity Objects</b>				
Postage and Delivery	116		116	127
Rent	45		45	0
Travelling Expenses	1,534		1,534	240
Books and Publications			0	144
Conference Fees	820		820	0
Internet costs	159		159	352
Subscriptions			0	38
Catering	250		250	0
Sundry	0		0	0
	<b>2,924</b>	<b>0</b>	<b>2,924</b>	<b>901</b>

**MERCIES OF DAVID**  
**(A COMPANY LIMITED BY GUARANTEE)**  
**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**FOR THE YEAR ENDED 28th FEBRUARY 2005**

**2. RESOURCES EXPENDED**

	Unrestricted Funds £	Restricted Funds £	TOTAL 2005/04 £	TOTAL 2004/03 £
<b>b) Resources expended on Managing and Administering the Charity</b>				
Insurance	249		249	200
Office Supplies	35		35	0
Independent Examination Fees	281		281	260
Licences and Permits			0	30
	<b>565</b>	<b>0</b>	<b>565</b>	<b>490</b>

**3. RESTRICTED FUNDS**

The Company held no restricted funds during this financial period or the preceding financial period.

**4. CASH AT BANK AND IN HAND**

	28-Feb-05 £	28-Feb-04 £
Current Account	1,167	568
Cash	20	13
	<b>1,187</b>	<b>581</b>

**5. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	28-Feb-05 £	28-Feb-04 £
Independent Examiners Fees	281	260
Other Creditors	15	0
	<b>296</b>	<b>260</b>

**6. STAFF COSTS AND NUMBERS**

The Company employed no members of staff during this financial period nor the preceding financial period.

**7. PAYMENT TO TRUSTEES**

No payments were made to trustees or anyone connected with them during the period. No material transaction took place between the charity and a trustee or any person connected with any of them.



**MERCIES OF DAVID**  
**(A COMPANY LIMITED BY GUARANTEE)**  
**NOTES TO THE FINANCIAL STATEMENTS (continued)**  
**FOR THE YEAR ENDED 28th FEBRUARY 2005**

**8. RECONCILIATION OF MOVEMENT ON CAPITAL AND RESERVES**

The Company is Limited by Guarantee and is a Charity registered with the Charity Commission number 1081853 and is not, therefore, subject to Corporation Tax and does not have a Share capital.

	2005/04 £	2004/03 £
Profit / Deficit for the financial year	321	32
Other Recognised Gains	<u>0</u>	<u>0</u>
	<u>321</u>	<u>32</u>
Balance Brought Forward	570	289
Closing Funds at 28th February 2005	<u><u>891</u></u>	<u><u>321</u></u>

**INDEPENDENT EXAMINERS REPORT TO THE MEMBERS ON THE  
UNAUDITED ACCOUNTS OF MERCIES OF DAVID**

As described on the balance sheet, you are responsible for the preparation of the accounts for the year ended 28th February 2005 set out on the following pages, and you consider that the charitable company is exempt from an audit and a report under s249A(2) of the Companies Act 1985. In accordance with your instructions, we have prepared these unaudited accounts in order to assist you fulfil your statutory responsibilities, from the accounting records and information and explanations provided to us.

K.M.Brewer MAAT MACIE  
Independent Examiners Ltd  
Revelation Centre  
Spur Road  
CHICHESTER  
West Sussex  
PO19 8UD



Dated 31/8/05.....

**DIRECTORS APPROVAL**

I approve the attached statement of financial activities and balance sheet for the year ended 28th February 2005, and confirm that I have made available all information necessary for its preparation.

MERCIES OF DAVID  
1 Green Lane  
Redhill  
Surrey  
RH1 2DG

Dated 21st July 2005