

BRAHMA

KUMARIS

WORLD

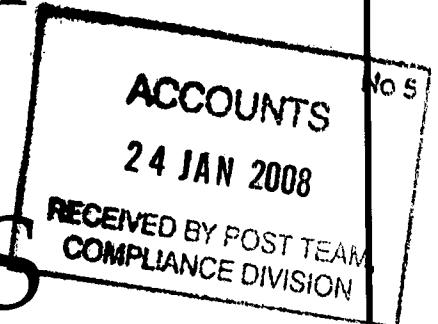
SPIRITUAL

UNIVERSITY (U.K.)

ANNUAL REPORT

YEAR ENDED 31 DECEMBER 2006

(CHARITY No. 269971)



**BRAHMA KUMARIS**  
**WORLD SPIRITUAL UNIVERSITY (U.K.)**

(CHARITY NO. 269971)

*Financial Statements*

**YEAR ENDED 31 DECEMBER 2006**

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## **Report of the Trustees for the year ended 31<sup>st</sup> December 2006**

The trustees present their report along with the financial statements of the charity for the year ended 31<sup>st</sup> December 2006. The financial statements have been prepared based on the accounting policies set out in note 1 to the financial statements and comply with the charity's trust deed. BKWSU (UK) is a charity registered with the Charity Commission under registration number 269971.

### **Legal and Administrative Information**

<b>Trustees:</b>	Mr Christopher Drake Mr Mahesh Patel Mr Ratan Thadani Mr Sanjay Tulsidas Mr Govind Vaswani Mr Girish Wadhvani
<b>Chief Administrator:</b>	Dadi Janki Kripalani
<b>Secretary:</b>	Miss Jayanti Kirpalani Miss Parul Shah
<b>Registered and Administration Office:</b>	Global Co-operation House 65-69 Pound Lane London NW10 2HH
<b>Banker:</b>	HSBC Bank Plc 584 Wembley High Road Wembley Middx HA0 2DB
<b>Legal Adviser:</b>	Russell Cooke 2 Putney Hill London SW15 6AB  Trivedy & Viridi 52 Lower Clapton Road London E5 0RN
<b>Auditors:</b>	Messrs. Jay & Co London Ltd Chartered Accountants and Registered Auditors 15 Alexandria Road Ealing London W13 0NP
<b>Charity Number:</b>	269971

## **TRUSTEES REPORT (Continued)**

### **Structure, Governance and Management**

#### **Trustees and organizational structure**

The trustees who held office during the financial year and at the date of this report are set out on page 1.

The trust deed allows for up to 11 trustees to be appointed. Trustees serve until they resign. New trustees are nominated by members of the board of trustees, taking into account the necessary skills they contribute to the charity's management and development. When new trustees are appointed they are given an introduction to the work of the trust and provided with the information they need to fulfil their roles, which includes information about the role of trustees and charity law. The trust board has the right mix of both experienced and dynamic trustees.

Each trustee takes responsibility for monitoring the trust's activities, consisting of 14 specific operational units. These units meet regularly, but as a minimum once every 6 months. Each operational unit takes responsibility to adhere to the policies and budgets, as set out by the trustee's board, and report back all relevant decisions and variances. Each unit consists of at least two trustees from the board, and includes key management members in order to ensure sound governance.

The charity's chief executive is responsible for the day to day operation of the charity and manages the staff of the charity on behalf of the trustees. She is assisted in doing so by various members of the management committee, including some of the trustees and charity secretary.

The trust has its headquarters in North West London and representatives in many cities throughout U.K.

### **Risk Management**

All significant activities undertaken are subject to a risk review as part of the initial project assessment and implementation. Major risks are identified and ranked in terms of their potential impact and likelihood.

Major risks, for this purpose, are those that may have a significant effect on:

- Governance and management, including organizational and decision making and procedures
- Operational performance, including risks to our personnel and volunteers
- Financial management, including systems and monetary
- Environment and External Factors, including public perception
- Compliance, including law and regulation

## **TRUSTEES REPORT (Continued)**

The trustees review these risks on an ongoing basis and satisfy themselves that adequate systems and procedures are in place to manage the risks identified. Where appropriate, risks are covered by insurance. The following framework is central to ensuring adequate risk assurance:

- monitoring of major risks and development of action plans;
- embedding risk identification and assessment within operating procedures;
- a clear structure of delegated authority and control;
- review of key systems and procedures;
- maintaining adequate free reserves in line with set policies; and
- regular meetings by various units with direct trustees involvement.

In assessing risk, trustees recognise that some areas of our work require the acceptance and management of risk if our key objectives are to be achieved.

### **Objects and Activities**

BKWSU (UK) is a non-governmental, non-political, religious organisation, established in 1975. The charity was constituted under a trust deed dated 18<sup>th</sup> July 1975, with various amendments, and the latest being 19<sup>th</sup> March 1998. It is registered as a charity with the Charity Commission. The trustees define the charity's objects as being:

- (i) To promote the advancement of the Hindu Religion and other religions of the world
- (ii) To promote the advancement of education by educational courses, programmes and projects and studies of and research in the field of Hindu Religious Philosophy and Yoga (various techniques of concentration as defined and discussed in the Hindu Scriptures) and to make known the results of such studies and research
- (iii) To relieve poverty, mental and physical sickness and distress.

The activities currently carried out by the charity, to deliver these objectives can be broadly categorised into the following groups of programmes:

- Regular discourses, including foundation course and advanced yoga
- Religious festivals, including founder's memorial day, Shivratri, Janmashtami, Raksha Bandhan, Navratri, Diwali, Easter and Christmas.
- Lectures and seminars, including positive thinking, stress management, self esteem.
- Retreats, including one day retreats and longer residential retreats.
- Community outreach, including interfaith.
- Humanitarian emergency aid, including earthquake, tsunami and flood relief.

## **TRUSTEES REPORT (Continued)**

The charity delivers its charitable objectives in three ways:

- Through direct delivery using volunteers.
- Through representatives in the U.K.
- Through the web

### **Voluntary help and gifts in kind**

The trustees are very grateful to all the volunteers through their tremendous effort who have helped in delivering the objectives of the charity. The public has been very generous in also providing donations and gifts in kind.

### **Activities, achievements and performance**

Our daily morning religious discourses have continued without a break throughout the year at various sites around the UK, providing new insights on various religious teachings. Monday to Saturday at our main centre, Global Co-operation House, these are attended, on average, by 300 people from a variety of cultural backgrounds, with 450–500 attending on a Sunday morning. Around the UK classes are regularly attended by an average of 450 students in total.

Several religious celebrations were held throughout the year around the UK.

- Founder's Memorial Day attended by 500 people.
- Shiv Ratri (Festival celebrating the bringing of light into the world) held in February attended by 300 people.
- Holi (Festival celebrating faith in God) in March attended by 500 people.
- Raksha Bhandhan (the tying of a sacred thread on the wrist symbolising the connection between the soul and God) attended by 2,000 people from all over the UK over a period of 5 days in July/August.
- Janamasthami in August (celebration of Shri Krishna's birth) attended by 500 people.
- Navratri (honouring of nine goddesses) in September attended by 150 people.
- Diwali (the Festival of Lights) in October attended by 500 people.
- Festivals of other faiths were also marked, such as Easter and Christmas.

The annual Christmas Pantomime was Charlie and the Chocolate Factory which was watched by over 5,000 people at Global Co-operation House and Global Retreat Centre over a two week period. This included four special performances for local schools.

Several courses teaching the practical application of Hindu spiritual principles in life are taught each month. Support materials are also provided via the Internet. Attendance numbers are as follows:

- Raja Yoga Meditation attended by 776 people
- Positive thinking attended by 245 people
- Stress Free Living attended by 119 people
- Overcoming Anger attended by 226 people
- Self Esteem attended by 212 people

### **Talks, seminars and workshops**

A wide range of 'one-off' talks, seminars and workshops were offered on a regular basis throughout the year in locations across the UK. Special activities also took place for women – Women's Self Realisation Group and for men – Spirituality and Men. In addition special Meditation for World Peace is held monthly. 20,086 people attended such events in 2006.

## **TRUSTEES REPORT (Continued)**

### **Reaching Out**

Many of the courses were taught in other UK venues, including social work teams and community centres.

### **Residential Retreats**

At the Global Retreat Centre just outside Oxford 2,621 people attended residential retreats, of which 1,056 attended for the first time.

### **Just-a-minute**

Just-a-minute, a largely web-based initiative brought the Brahma Kumaris to the attention of a wider public than ever before by introducing people to the idea of one minute regular silence breaks into their daily lives, when they can connect with their spiritual self and with God. Just-a-minute was launched in front of an audience of 10,000 at Wembley Arena, London on 17 September 2006. It was the first major event hosted by the charity in 13 years.

All activities are free to the public.

### **Financial Review and Results for the year**

The total income generated for the year amounted to £2,116,864 (2005: £1,851,215). Total resources expended amounted to £1,710,887 (2005: £1,310,235). Both income and resources expended increased mainly due to special project Just-a-Minute, which was a one-off event. The surplus of £405,978 was spent on final retention payment on the construction of 67-69 Pound Lane, and purchase and renovation of new retreat centre in Worthing.

The income was predominantly raised through voluntary donations of £1,096,962 (2005: £1,149,656), tax refunds of £170,041 (2005: £140,299), and investment income of £140,447 (2005: £167,088).

The travel income reflects costs recovered from members traveling for pilgrimage to the founding Father's place of yoga.

Most of the charitable expenditure relates to provision of regular discourses as further explained in Note 1 to the accounts. The charity also contributed £23,309 (2005: £69,155) towards disaster and tsunami appeal.

Total restricted funds carried forward as at 31<sup>st</sup> December 2006 amounted to £39,871.

### **Future Plans**

The charity's short-term plans are to generate expansion of the number of individuals served. The medium-terms plans are to cultivate existing relationships and association with similar organisations. The longer-term plans are to identify and serve in strategic areas and cities throughout the U.K.

### **Investment Policy**

The trustees board takes a very prudent view to the investment of surplus funds as these are being retained for furthering the objects of the charity and particularly with a view to expanding our presence in cities throughout the U.K. Accordingly, funds not required for expenditure in the short term are placed on deposit with the charity's bankers.

## TRUSTEES REPORT (Continued)

### Reserves Policy

A substantial proportion of the reserves shown in the balance sheet are represented by assets other than cash. Of the reserves as at 31<sup>st</sup> December 2006 of £16,697,444, cash balances amounted to £3,082,146.

The unrestricted reserves are considered for adequacy in relation to:

- To allow time for re-organisation in the event of a downturn in income.
- To allow for reasonable level of working capital.
- To protect on-going work programme and
- To allow the Charity to meet its objectives.

### Accounting and Reporting Responsibilities

The Charities Act 1993 requires the trustees to prepare accounts for each financial year which give a true and fair view of its financial activities and of its financial position at the end of the year.

In preparing the financial statements the trustees are required to:

- a) select suitable accounting policies and apply them consistently.
- b) making judgments and estimates that are reasonable and prudent.
- c) follow applicable UK accounting standard and Charities SORP, disclosing and explaining any departures in the accounts.
- d) prepare the financial statements on a going concern basis unless it is appropriate to assume that the charity will be unable to continue to meet its objectives.

The Board of Trustees is 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 requirements of the Charity (Accounts and Reports) Regulations 2005. They are also responsible for safeguarding the assets of the Association and hence for taking reasonable steps for the prevention and detection of error, fraud and other irregularities besides the above responsibilities.

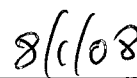
Statement of disclosure to auditor:

- a) So far as the trustees are aware, there is no relevant audit information of which the company's auditors are unaware, and
- b) they have taken all the steps that they ought to have taken as trustees in order to make themselves aware of any relevant audit information and to establish that the company's auditors are aware of that information.

By order of the Trustees,



Mr Girish Wadhvani  
Trustee



Date



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## **INDEPENDANT AUDITORS REPORT TO THE TRUSTEES OF BRAHMA KUMARIS WORLD SPIRITUAL UNIVERSITY (U.K.)**

We have audited the financial statements of Brahma Kumaris World Spiritual University (U.K.) on pages 9 to 10 which have been prepared in accordance with the accounting policies set out on pages 11 to 12.

This report is made solely for the Charity's Trustees, as a body, in accordance with Charities Act 1993. Our audit work has been undertaken so that we might state to the Trustees 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 Charity and the Charity's trustees as a body, for our audit work, for this report or for the opinion we have formed.

### **Respective Responsibilities of Trustees and Auditors**

The trustees' responsibilities for preparing the annual report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards are set out in the trustees' report.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

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 Charities Act 1993. We also report to you if, in our opinion, the trustees' report is not consistent with the financial statements, if the charity 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 charity is not disclosed.

We read other information contained in the annual report, and consider whether it is consistent with the audited financial statements. This other information comprises only the trustees' report and summary of income and expenditure. We consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements. Our responsibilities do not extend to any other information.

Our report has been prepared pursuant to the requirements of the Charities Act 1993 and for no other purpose. No person is entitled to rely on this report unless such a person is a person entitled to rely upon this report by virtue of and for the purpose of the Charities Act 1993, or has been expressly authorized to do so by our prior written consent. Save as above, we do not accept responsibility for this report to any other person or for any other purpose and we hereby expressly disclaim any and all such liability.

### **Basis of Audit Opinion**

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) 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 whether the accounting policies are appropriate to the charity's circumstances, consistently applied and adequately disclosed.

**REPORT OF THE AUDITORS TO THE TRUSTEES OF  
BRAHMA KUMARIS WORLD SPIRITUAL UNIVERSITY (U.K.)  
(Continued)**

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, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of affairs of Brahma Kumaris World Spiritual University (U.K.) as at 31 December 2006, and of its incoming resources expended, including its income and expenditure, for the year then ended; and
- have been properly prepared in accordance with the Charities Act 1993.

*Jay & Co London Ltd*

**JAY AND CO LONDON LTD  
Chartered Accountants & Registered Auditors**

**15 Alexandria Road  
Ealing  
London W13 0NP**

*8 January 2008*

**DATE**

**STATEMENT OF FINANCIAL ACTIVITIES FOR  
THE YEAR ENDED 31 DECEMBER 2006**

	Note	Restricted Funds 2006	Unrestricted Funds 2006	Total Funds 2006	Total Funds 2005
		£	£	£	£
<b>INCOMING RESOURCES</b>					
<b>Voluntary Income</b>					
Donations		-	1,096,962	1,096,962	1,149,656
Legacies		-	11,573	11,573	390
Tax refunds on Gift Aid Donations		14,569	155,472	170,041	140,299
Just-a-Minute		289,373	-	289,373	-
Disaster & Tsunami Appeal		18,387	-	18,387	65,170
<b>Activities to Generate funds</b>					
Investment Income	2	-	140,447	140,447	167,088
<b>Charitable Activities</b>					
Travel income recovered from members	3	-	233,375	233,375	266,677
<b>Other Incoming resources</b>					
	5	-	156,706	156,706	61,936
<b>Net Incoming resources available for charitable Application</b>		<u>322,329</u>	<u>1,794,535</u>	<u>2,116,864</u>	<u>1,851,215</u>
<b>Charitable Activities by objective :</b>					
Regular Discourses	4	-	441,426	441,426	337,385
Lectures & Seminars	4	-	313,903	313,903	239,918
Religious Festival & Special Events	4	-	120,408	120,408	88,102
Retreats	4	-	195,402	195,402	217,936
Travel Expenditure incurred on behalf of members	3	-	234,507	234,507	265,658
Just-a-Minute		259,149	-	259,149	-
Disaster & Tsunami Appeal		23,309	-	23,309	69,155
		<u>282,458</u>	<u>1,305,646</u>	<u>1,588,105</u>	<u>1,218,154</u>
Governance costs	4	-	122,782	122,782	92,081
<b>Total resources expended</b>		<u>282,458</u>	<u>1,428,428</u>	<u>1,710,887</u>	<u>1,310,235</u>
<b>Surplus Income for the year</b>		39,871	366,107	405,978	540,980
Income and expenditure brought forward		-	15,130,084	15,130,084	14,589,104
Funds brought forward		39,871	15,496,191	15,536,062	15,130,084
Revaluation reserve		-	1,161,382	1,161,382	1,161,382
<b>Accumulated fund carried forward</b>		<u>39,871</u>	<u>16,657,573</u>	<u>16,697,444</u>	<u>16,291,466</u>


Note : All amounts relate to continuing activities  
The attached notes form part of these financial statements

**BALANCE SHEET AS AT 31 DECEMBER 2006**

	Note	2006 £	2005 £
<b>Fixed Assets</b>			
Tangible assets	6	<u>13,552,470</u>	<u>13,061,455</u>
<b>Current Assets</b>			
Debtors	7	71,427	80,616
Cash at bank and in hand		<u>3,082,146</u>	<u>3,179,411</u>
		<u>3,153,573</u>	<u>3,260,027</u>
<b>Creditors: amounts falling due within one year</b>	8	<u>8,598</u>	<u>30,016</u>
<b>Net Current Assets</b>		<u>3,144,975</u>	<u>3,230,011</u>
<b>Total Assets Less Current Liabilities</b>		<u>16,697,444</u>	<u>16,291,466</u>
<b>Represented by:</b>			
<b>Accumulated Funds</b>	9	<u>16,697,444</u>	<u>16,291,466</u>

Approved on behalf of the Board of Trustees on 8/1/08

  
.....  
Mr Mahesh Patel

  
.....  
Mr Sanjay Tulsidas

The attached notes 1 to 11 form part of these financial statements.

## **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2006**

### **1. Accounting Policies**

#### **Basis of Preparation of Accounts**

The financial statements are prepared under the historical cost convention and are in accordance with applicable accounting Standards. In preparing the financial statements the charity follows best practice as set out in Statement of Recommended Practice on Accounting and Reporting by Charities: The Charities SORP 2005.

Where a change of accounting policy or treatment has occurred, the prior year figures have been adjusted to reflect the new treatment.

#### **Cash Flow Statement**

A cash flow statement has not been prepared as the Charity is entitled to the exemptions available for small entities under the provisions of the Financial Reporting Standard FRS 1.

#### **Incoming Resources**

Income is accounted for on an accruals basis, except for donated income and gift aid income, are taken to income when received.

Donated assets, goods and services are included at the Value to the Charity where this can be quantified and a third party is bearing the cost. No amounts are included in the financial statements for goods and services donated by volunteers if these cannot be quantified.

#### **Resources Expended**

Expenditure is included on an accrual basis, when a liability is incurred. The charity's expenditure has been apportioned between the major activities carried out by the charity to further its objectives.

This expenditure has been apportioned on the basis of time spent in furtherance of each of the activities below, except for Retreats which is a direct attributable expense.

Regular Discourses	– 43%
Lectures & Seminars	– 31%
Religious Festivals & Special Events	– 11%
Governance	– 15%

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## **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2006 (CONTINUED)**

### **Depreciation**

Depreciation is provided on all tangible fixed assets, at rates calculated to write off the cost of each asset over its expected useful life as follows:

Freehold properties	-	2.5% on cost
Leasehold properties	-	over period of lease
Furniture fittings and equipment	-	10% on cost
Computer	-	33.33% on cost
Motor vehicles	-	20% on cost

The charity's policy is to write off the book value of each tangible asset over its estimated remaining life. Reviews are made periodically of the estimated remaining useful lives of individual productive assets, taking into account commercial and technological obsolescence as well as normal wear and tear.

Provision is made for all permanent diminution in the value of building improvements.

The charity currently has no tangible fixed assets to which impairment provisions apply.

### **Foreign Currency Translation**

Transactions in foreign currencies are recognised at the rate of exchange at the date of the transaction. Monetary assets and liabilities are translated into sterling at the exchange rate on the balance sheet date. All exchange differences are recognised through the statement of financial activities.

The charity does not own any non-monetary assets abroad.

### **Fund Accounting**

Unrestricted funds are those that are available for use at the trustees' discretion in furtherance of the objectives of the charity.

Restricted funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.

### **Taxation**

Irrecoverable VAT is not separately analysed and is charged to the statement of financial activities when the expenditure to which it relates is incurred and is allocated as part of the expenditure to which it relates.

Tax recovered from voluntary income received under gift aid is recognised when the related income is receivable and is allocated to the income category to which the income relates.

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

2. Investment Income	Total 2006	Total 2005
	£	£
Bank Interest	116,197	148,304
Rent Received	24,250	18,784
Net investment income	<u>140,447</u>	<u>167,088</u>

3. Travel	Unrestricted 2006	Total 2006	Total 2005
	£	£	£
Travel income recovered from members	233,375	233,375	266,677
Travel expenditure incurred on behalf of members	(234,507)	(234,507)	(265,658)
Net travel income	<u>(1,132)</u>	<u>(1,132)</u>	<u>1,019</u>

The travel income/expenditure relates to costs recovered for arranging pilgrimage to the founding Father's place of meditation, by students of BKWSU.

### 4. Analysis of Total Resources Expended

Charitable Activity	Religious Festival & Special					Total 2006	Total 2005
	Regular Discourses	Lectures & Seminars	Events	Retreats	Governance		
	£	£	£	£	£	£	
Rent & rates	49,182	34,974	12,022	16,421	13,115	125,714	97,194
Electricity, fuel and gas	16,960	12,060	4,146	33,344	4,523	71,032	88,377
Insurance	13,528	9,620	3,307	-	3,607	30,062	34,526
Telephone & fax	11,219	7,978	2,742	-22	2,992	24,908	23,043
Printing & stationery	13,202	9,388	3,227	8,920	3,520	38,257	20,215
Postage	1,321	939	323	-	352	2,935	2,129
Miscellaneous	4,764	3,387	1,164	-	1,270	10,586	9,344
Motor & Travel	11,417	8,119	2,791	12,052	3,044	37,422	31,403
Training & subscriptions	583	415	143	-	156	1,296	-
Repairs & maintenance	31,597	22,469	7,724	45,795	8,426	116,011	103,900
Pantomime	-	-	12,503	-	-	12,503	5,630
Hire of Equipment	6,388	4,542	1,561	15,478	1,703	29,673	1,019
Kitchen & catering	5,372	3,820	1,313	21,508	1,432	33,445	23,242
Garden expenses	-	-	-	2,662	-	2,662	4,603
Depreciation	195,027	138,686	47,673	39,245	52,007	472,638	460,971
Computer consumables	1,207	858	295	-	322	2,681	3,717
Irrecoverable VAT	51,501	36,623	12,589	-	13,734	114,446	62,770
Advertising	238	169	58	-	64	529	1,197
Legal & professional	-	-	-	-	4,606	4,606	1,880
Bank charges	-	-	-	-	462	462	263
Foreign Exchange Gain/Loss	27,924	19,857	6,826	-	7,446	62,052	-
	<u>441,426</u>	<u>313,903</u>	<u>120,408</u>	<u>195,402</u>	<u>122,782</u>	<u>1,193,921</u>	<u>975,422</u>

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

5. Other incoming resources	2006	2005
	£	£
Management fee	22,100	22,100
Profit on disposal of fixed assets	134,606	-
Foreign exchange gain	-	39,836
	<u>156,706</u>	<u>61,936</u>

### 6. Tangible Fixed Assets

	Freehold Properties	Leasehold Property	Furniture Fittings & Equipment	Computer	Motor vehicle	Total
Cost:	£	£	£	£	£	£
At 1 January 2006	13,539,338	2,349,252	1,091,235	247,534	42,654	17,270,013
Additions during the year	904,808	-	115,831	15,552	-	1,036,191
Disposals in the year	-	(78,000)	-	-	-	(78,000)
At 31 December 2006	<u>14,444,146</u>	<u>2,271,252</u>	<u>1,207,066</u>	<u>263,086</u>	<u>42,654</u>	<u>18,228,204</u>
<b>Depreciation:</b>						
At 1 January 2006	2,607,089	534,469	797,038	232,310	37,652	4,208,558
Charge for the year	361,104	27,978	64,810	17,495	1,249	472,636
Disposals in the year	-	(5,460)	-	-	-	(5,460)
At 31 December 2006	<u>2,968,193</u>	<u>556,987</u>	<u>861,848</u>	<u>249,805</u>	<u>38,901</u>	<u>4,675,734</u>
<b>Net book value:</b>						
At 31 December 2006	<u>11,475,953</u>	<u>1,714,265</u>	<u>345,218</u>	<u>13,281</u>	<u>3,753</u>	<u>13,552,470</u>
At 31 December 2005	<u>10,932,249</u>	<u>1,814,783</u>	<u>294,197</u>	<u>15,224</u>	<u>5,002</u>	<u>13,061,455</u>

All fixed assets are used for direct charitable purposes.



## NOTES TO THE FINANCIAL STATEMENTS (Continued)

7. Debtors	2006	2005
	£	£
Sundry debtors	1,675	5,066
Prepayments and accrued income	69,752	75,550
	<u>71,427</u>	<u>80,616</u>

8. Creditors: amount falling due within one year	2006	2005
	£	£
Other creditors	8,598	30,016
	<u>8,598</u>	<u>30,016</u>

9. General Fund	Restricted Funds 2006 £	Unrestricted Funds 2006 £	Total Funds 2006 £	Total Funds 2005 £
Balances brought forward at start of the year	-	15,130,084	15,130,084	14,589,104
Net incoming resources for the year	39,871	366,104	405,975	540,980
Balances carried forward at end of the year	<u>39,871</u>	<u>15,496,188</u>	<u>15,536,059</u>	<u>15,130,084</u>

The restricted fund relates to funds carried forward for disaster relief.

### 10. Staff and Executive Committee's Remuneration

No salaries or fees are paid to staff and Management Committee for their voluntary services to the charity.

The average number of full-time volunteers during the year was 95 (2005 – 70).

### 11. Related Party Transactions

The Brahma Kumaris World Spiritual University (BKWSU) is associated to the Brahma Kumaris Information Services Limited (BKIS) by virtue of two of its trustees being directors of the company. However BKIS is run autonomously, with all decisions taken by company officials, predominantly the Managing Director.

BKWSU levies management charges to BKIS. The charge was £22,100 (2005: £22,100) and the balance was fully paid at the year end. The charge is independently and professionally assessed and set at an arms length.

None of the trustees received any material benefits during the year that need to be disclosed in the financial statements.