

TB Alert

Private company limited by guarantee

Financial Statements

for the year ended 31 March 2007

Charity Number : 1071886
Company Number : 03606528

Sinclairs
Registered Auditors
32 Queen Anne Street
London
W1G 8HD

TB ALERT

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COMPANY INFORMATION

YEAR ENDED 31 MARCH 2007

Trustees	Chair Secretary Treasurer	Mr Paul Sommerfeld Prof. Peter Davies Ms Kathleen McCoy Mr Chris Button Mrs Carol Horner Mrs Margaret Knight Dr Deepti Kumar Mr David Reed Mr Edward Sadler Dr Noel Snell Dr Owain Tucker
Secretary		Prof. Peter Davies
Registered Office		Laytons Carmelite 50 Victoria Embankment Blackfriars London EC4Y 0LS
Company Number		03606528
Charity Number		1071886
Auditors		Sinclairs Registered Auditors 32 Queen Anne Street London W1G 8HD
Bankers		HSBC 31 Euston Road London NW1 2ST
Solicitors		Laytons Carmelite 50 Victoria Embankment Blackfriars London EC4Y 0LS

TB ALERT
REPORT OF THE TRUSTEES
YEAR ENDED 31 MARCH 2007

TB Alert presents its annual report and accounts for the year ended 31st March 2007.

Structure, Governance and Management

The charity was established as a company on 30th July 1998. It exists to promote awareness of tuberculosis and to support measures to advance the care and treatment of individuals affected by the disease worldwide.

The charity is registered with the Charity Commissioners under No. 1071886 in the original name of *TB Alert*. Its principal office is Community Base, 113 Queens Road, Brighton BN1 3XG.

The charity is a company limited by guarantee registered in England and Wales under No. 03606528. The charity is governed by its Memorandum and Articles of Association which require that it has a minimum of three Trustees but specify no maximum.

The Directors and Trustees during the period to 31st March 2007 were:

Paul Sommerfeld	Chair of Trustees Chair of Finance & Operations and Advocacy Committees
Prof. Peter Davies	Company Secretary, Chair of Project Committee
Kathleen McCoy	Treasurer, Member of Finance & Operations Committee
Chris Button	Member of Fundraising Task Group
Carol Horner	Member of Fundraising Task Group
Margaret Knight	Member of Fundraising Task Group
Dr Deepti Kumar	Member of Awareness Committee
David Reed	Member of Fundraising Task Group
Dr Noel Snell	Member of Fundraising Task Group
Edward Sadler	Member of Finance & Operations Committee Chair, Fundraising Task Group

Dr Owain Tucker

New Trustees are elected at the *TB Alert* Annual General Meeting at which all Ordinary Members may vote. Trustees are elected for a period of 3 years, and therefore one third of the Trustees are put up for re-election each year. The Trustees may appoint a person who is willing to act to be a Trustee during the year. These Trustees are identified by personal enquiry or through advertisement. A Trustee so appointed will hold office only until the next following Annual General Meeting at which point they will be proposed for reappointment.

New Trustees are provided with induction materials describing the activities of the charity and outlining their responsibilities and meet with relevant members of the charity's staff.

TB Alert does not at present have a permanent Director and day to day activities which would otherwise form part of this role are undertaken by the Chair.

The Trustees are responsible for the governance of *TB Alert*. The aim is to include within the trustee body a range of skills and experience appropriate to the aims and management of the charity. Currently the trustee body includes those with relevant medical, community health, NGO, field project, lobbying, IT, financial and legal skills. The Trustees with medical and community health experience are leading practitioners in the field of tuberculosis. They also provide a link with charities, pharmaceutical companies and medical societies working in related fields.

The Trustees work predominantly through committees (whose members can include external specialists): finance and operations; fundraising; projects; advocacy; awareness. The staff are accountable to the relevant committee.

TB Alert is an organisational member of the International Union against Tuberculosis and Lung Disease (IUATLD) and affiliated with the Stop TB Partnership, the members of which are organisations with consistent aims. These relationships do not impact on the governance of *TB Alert*. The Chair of the Trustees is also Chair of global Stop TB Partnership Advocacy Working Group.

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TB Alert operates with a related organisation, TB Alert India. *TB Alert* funds the salaries of one full-time and two part-time employees of TB Alert India. Funds raised by *TB Alert* for projects in India may be channeled via TB Alert India and *TB Alert* relies on the staff and Trustees of TB Alert India to monitor the activities and performance of those projects.

The Trustees have considered the main risks to which *TB Alert* could be susceptible. Of these the most significant is dependence on volunteers for key functions of direction and administration, such that replacement would be a serious problem if certain individuals were to move on or become incapacitated for any reason. The Trustees have identified this as their first priority to resolve. The Trustees also keep other risks under review.

Objectives and Activities

Our objects, as defined in our Memorandum of Association, are:

- (a) to support medical, scientific, social and humanitarian activities throughout the world for the relief and rehabilitation of persons affected by tuberculosis and related medical and social conditions and for the prevention and control of that disease.
- (b) to educate persons throughout the world regarding the effects of tuberculosis so as to heighten awareness of the need for better detection, treatment and rehabilitation of persons affected by tuberculosis and related medical and social conditions.

Our Mission Statement, adopted in early 2004, continues to be that:

***TB Alert exists to work towards the control and ultimate eradication
of TB by increasing access to effective treatment for all.***

TB – still a global emergency

- 1/3 of the world's population – nearly 2 billion people - are infected with TB bacteria.
- Almost 9 million people develop active TB disease; every year around 2 million individuals die.
- TB is one of the top three killer diseases worldwide (along with Malaria and HIV). One quarter of all preventable deaths in adults under 65 are due to tuberculosis.
- TB is on the increase in the UK – it was never eradicated and never will be until it is controlled worldwide.
- Most people who die of TB do so because they do not know they can be cured or cannot get access to treatment.
- TB is airborne and can affect anyone but it more commonly hits people with weak immune systems, for example those who are malnourished or HIV positive. TB is the biggest killer of people living with HIV.
- TB takes its highest toll on the poorest and most marginalised in society. At the same time it makes them poorer because they cannot work and subjects them to further stigma and discrimination.

TB Alert

TB Alert is the only specialist TB charity working to fight Tuberculosis both in the UK and internationally. *TB Alert* works to ensure that poverty and ignorance are no longer a barrier to accessing TB treatment and to eliminate the stigma and discrimination associated with tuberculosis.

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YEAR ENDED 31 MARCH 2007

Achievements and Performance

For *TB Alert* this was a year of steady progress. For global action against tuberculosis, this was the first year of implementation of the new *Global Plan to Stop TB 2006-15* which aims to halve deaths from TB and begin to reduce disease incidence by the end of the ten year period.

These are achievable but far from easy aims. Significant steps to help by *TB Alert* were a special advocacy effort to draw attention to the need for new vaccines, drugs, and diagnostics; and being part of the setting up of *Action for Global Health* within which to encourage achievement of the related Millennium Development health Goals.

It was also a time of solid fundraising initiatives, the highlights of which were a Radio 4 Appeal by Archbishop Desmond Tutu and success as Lilly UK's staff charity of the year. In the UK, our TB awareness work achieved major media impact as well as enhanced contact with health professionals and more support to patients through both our small grants fund and the piloting of patient mentoring. We increased public awareness through the expansion of our World TB Day activities and materials and provided reassurance and explanation to concerned parents regarding the Government's changes to the BCG vaccination programme.

Work in high burden countries was notable for taking over direct responsibility for management of a project in Delhi, and for the first time being in a position to lodge a well-developed bid for major institutional funding.

Finally, after 7 years of home-working, *TB Alert* moved into our first official office space in Brighton in November 2006. The move has enabled our UK staff to work more effectively together, as well as to make regular use of volunteer administrative support in Brighton. We estimate that we have benefited from approximately 500 hours of volunteer support this year in Brighton, in addition to approximately 1,000 hours provided by regular volunteers in London. We are extremely grateful for the support we receive from these volunteers as well as the 30 plus occasional collectors and envelope stuffers throughout the country.

Awareness Activities

TB Alert works with medical professionals, patients, the media and the general public in the UK to increase awareness of the disease. We work in close partnership with the Department of Health (DoH), the National Health Service (NHS) and the Health Protection Agency (HPA). We also link with and take an active part in various networks working with TB in the UK. Work carried out over the last year included:

Working with the HPA as part of their TB National Knowledge Service Pilot Board, we helped to develop materials specifically created for higher-risk groups and those working with them. The materials include information on TB for prisoners, homeless project workers, substance mis-users and their families. Materials were developed alongside specialist agencies working with these groups.

For World Stop TB Day on 24th March, we worked closely with the DoH to expand the range of cartoon materials, the first of which had been piloted the previous year. A new A4 poster and pocket card were developed to go alongside the larger symptoms card. The large card and poster carried an awareness message in eleven languages. Sponsorship enabled *TB Alert* to expand its own range of awareness materials to include a general awareness postcard, an A2 cartoon poster with a message in five different languages and a quiz/fact sheet. We were also able to produce substantially more pens and balloons to send out to health professionals for their World TB Day events.

We liaised with 108 teams of health professionals, who carried out 732 events on or around the day. *TB Alert* provided 28,000 postcards, 1,800 posters, 10,700 balloons and 20,000 pens. In addition, 1,800 posters, 40,000 large cartoon cards, 38,000 small cartoon cards, 40,000 leaflets and 10,000 fact sheets were ordered from the DoH on behalf of the teams.

The year also saw us focusing more on raising awareness through the media. The development of a

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network of Media Advocates (people who have had TB and are willing to talk to the press about their experiences) helped us to present the human side of TB and we were pleased to have patient stories featured in global, national and regional media. Interviews with staff, Trustees and Committee Members brought our media coverage to the attention of over 20 million people. We also advised the BBC, giving background information on TB for a second storyline featured on their daytime drama, *Doctors*.

Advocacy

While current tools against tuberculosis provide a cure, they are insufficient to achieve eradication of the disease. For that, more precise diagnostics, a much shorter treatment duration than the current six months, and a much more effective and reliable vaccine will be required.

In June 2006, *TB Alert* carried out major work to draw greater attention to the progress being achieved and research still needed to develop new tools against TB.

For three days in London, we brought together the heads of the product development partnerships (Foundation for Innovative Diagnostics, Global Alliance for TB Drug Development, and Aeras vaccine foundation), to participate in:

- An open conference which brought together most of the main players in TB research within the UK.
- A closed seminar for civil servants from four ministries (Health, International Development, Treasury, and Trade and Industry) and several quangos, including the Health Protection Agency and Medical Research Council.
- A meeting with Gareth Thomas M.P., Minister for International Development at the time.

Throughout the summer we participated in the process of creating an All Party Parliamentary Group (APPG) on Tuberculosis and were happy that lobby group Results UK were in a position to provide secretariat support so that this initiative could become a practical reality. In early 2007 we contributed to drafting the APPG policy paper on global TB published for World TB Day in March.

Especially welcome was the coming to fruition of plans for a European network of fifteen partner organisations, including *TB Alert* (due to concerns that Europe is not doing enough to support developing countries achieve the health Millennium Development Goals (MDGs) by 2015). Now known as Action for Global Health, it was formally created in the autumn of 2006 with partners in France, Germany, Spain, Italy, UK and Belgium.

The 5 year project is now underway with all Global Health Advocacy personnel in place throughout the partner countries, including a Global Health Advocate attached to *TB Alert*. Alongside Interact Worldwide and the International HIV/AIDS Alliance, *TB Alert* represents the UK arm of the Network.

One of the first actions of our Global Health Advocate was to meet with the other partners to determine what the main "asks" would be from Europe over the course of the project. It was decided to advocate on broad health issues. These include: increased financing for health, investment in research and development for new tools to combat diseases, gender rights, and health systems strengthening. All of these are issues which have a heavy impact on TB. Each year the Network will commission a report which charts each member country's progress towards realising the MDGs. The focus of the 2007 report (published in July 2007) is increased financing for health.

There are also a wide range of advocacy activities planned for the year including ongoing policy analysis, dialogue with decision makers, influencing stakeholders and public campaigning. With the aim of increasing support from Europe to enable developing countries to make substantial progress towards the health MDGs, Action for Global Health represents a strong voice from within Europe, advocating for global health.

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UK and overseas initiatives

In the UK:

The Tuberculosis Survival Project, supported by Eli Lilly and Co., and created and run by patient advocate Paul Thorn, has developed considerably. The focus of the project is to provide a forum for individuals personally affected by the disease. The website was expanded and made technically more accessible to users in countries where broadband is not available. The book, *TB: A Survival Handbook*, was made available online. Media and advocacy activities took place in Canada, the Ukraine, and global conferences. The one to one mentoring service, a real lifeline for some individuals affected by the disease was used by more people.

Our small grants fund gave £5,160.90 to 46 patients, thanks to increased funding (see our Fundraising page for more details). This represented a 59% increase in the number of grants made and a 52% increase in the amount of funds given out on the previous year. Grants are made from the fund to people on low incomes or those who fall outside of the benefits system. The aim is to provide extra food to assist recovery, travel costs to hospital clinic appointments or to pay for prescription costs —anything that can help to ensure that patients make it through the minimum six months treatment.

In Asia:

Our investment over recent years in an office in Hyderabad, has begun to show significant return. TB Alert India was invited to engage in both a pilot TB/HIV awareness programme led by the *Andhra Pradesh State AIDS Society*, and in a consortium of major NGOs preparing a TB/HIV community awareness initiative in several States. Work continued with developing the *Andhra Pradesh Coalition Against TB & HIV (APCATH)* - a consortium of NGOs of six districts of Andhra Pradesh (Anantapur, Kadapa, Kurnool, Chittoor, Nellore and Prakashan); and a community health programme on TB, HIV, and other diseases arising from this work has been the first *TB Alert* project to be put to a major institutional funder.

Of previous projects in India, TB Alert India has taken over direct operational responsibility for both *Hyderabad Urban DOTS*, a project linking the private, public and voluntary sectors in provision of TB services for much of the city, and for *Delhi DOTS* where a new approach to the management of urban DOTS centres has been introduced. Other projects supported include: *Emmanuel Hospital Association (EHA)*, northern India (provision of x-ray facilities to a number of hospitals); *Krishna Community Health Interventions Programme (KRISCHIP)*, Andhra Pradesh (in partnership with LEPRO); *Gandhi Memorial Leprosy Foundation (GMLF)*, Vizianagram District, Andhra Pradesh; *LAMB TB outreach*, Bangladesh.

In Sub-Saharan Africa:

Projects supported this year include: *Bwafwano Home Based Community Care Project, Lusaka, Zambia* - recruitment and training of local volunteer caregivers to provide treatment, as well as counselling and support for TB/HIV patients in their own communities; *Global Friends in Action (GFIAZ), Kabwe, Zambia* and the *Chichetekelo TB patient group* - targeting people living with HIV (who are most at risk of TB) with the message that TB is curable and encourage people to come forward for diagnosis and treatment; *Murambinda Hospital, Buhera District Zimbabwe* - supporting this hospital to maintain and extend its TB service despite the difficult political, social and economic situation in Zimbabwe; *Mzimba Active TB Contact Tracing, Malawi* - demonstrating that testing vulnerable contacts of TB patients can prevent TB in those most at risk, as well as save lives through early diagnosis of those who have already become ill. We are developing plans to support a major capital project to extend the childhood nutrition unit (where most cases of TB and HIV are diagnosed) at *Queen Elizabeth Central Hospital (QECH)* in Blantyre, Malawi.

We also received funding from the Big Lottery to undertake a situation analysis of TB issues in 6 districts of Zambia. This research culminated in a workshop and the development of a full proposal. The proposal has been submitted to the Big Lottery for an ambitious community action project focussed on increasing awareness of TB among HIV positive groups in the Copperbelt, Kabwe and Lusaka districts over the next four years.

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Fundraising

Fundraising enables us to forward plan and ensure the future of our projects. We take care to carry out a broad range of fundraising activities, so that we are not over-reliant on a particular funding source. For every £1 spent on fundraising this year (including all related costs), we raised £7 more.

Corporate support

In 2006, our year as Lilly UK's charity of the year raised over £30,000 (including Gift Aid), thanks to events organised by their very dedicated staff. Genus Pharmaceuticals also gave generous support throughout the year, including the sponsorship of our World TB Day materials and Christmas cards. Diagnostics company Oxford Immunotec continued their support of our patient small grants fund, and new support came from Pace Micro, enabling us to help more patients through their treatment.

TB Alert has a stringent policy and set of guidelines regarding working with companies which can be made available to any interested party.

Community Support

Our relationship with the Rotary Club of Great Britain continued, with generous donations from club events and a great response to a special Rotary club appeal, Sponsor a Caregiver. Special mention must go to the children, parents and staff of Bolton Boys Junior School, who raised an amazing £5,096 during their summer term fundraising drive. The school raises money for a different charity each year and *TB Alert* was delighted to be chosen in 2006.

TB Alert also piloted a new initiative for World TB Day, asking a small number of restaurants in Brighton to publicise World TB Day with cards on each of their table, along with raising funds by adding an optional £1 to each bill. The initiative was very successful, bringing in over £1,000 from 3 restaurants and we plan to expand the initiative nationally in years to come.

MPs in the House of Commons also showed their support at the "Tiffin Cup", a competition for the best curry house, hosted by Keith Vaz MP.

Appeals

We were honoured to have an appeal recorded by our Patron, Archbishop Emeritus Desmond Tutu which went out on Radio 4 and brought in a total income of more than £21,000. The appeal also had an unexpected advantage of bringing us to the notice of several organisations and individuals who later gave generously separate to the appeal. Our Christmas appeal brought in double the number of responses on the previous year and income increased by almost 50% to £4,100.

Christmas cards

Our fifth year of selling Christmas cards was our most successful yet, with a larger range available due to sponsorship. The new range brought in twice as many card buyers through our website and sponsorship meant that every penny of profit came directly to *TB Alert*.

Trusts and Statutory Grants

We were very pleased to receive project funding from the Island States of Jersey, Guernsey and the Isle of Man. In addition, we were delighted to be added to the States of Jersey Overseas Aid Commission's list of charities, and we would like to thank the Leprosy Mission England and Wales for their support in allowing us to partner with them for previous applications to the States of Jersey.

TB Alert is very grateful for the support of Trusts and Foundations who fund particular aspects of our project work. New partnerships with The Catriona Hargreaves Charitable Trust and The Margaret De Sousa Deiro Fund were very welcome. We hope to get the chance to work with these new charities for many years to come. A full list of trusts and statutory funders supporting our work this year is shown on the next page.

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*Our thanks to the following trust supporters**

Actionaid International
Ardwick Trust
BE Rodmell Trust
Beatrice Laing
Big Lottery Fund
Binks Trust
Catriona Hargreaves Charitable Trust
Cotton Trust
D'Oyly Carte Charitable trust
Enid Blyton Trust
Fulmer Trust
Heald Charitable Trust
Hilda Mullen Foundation
Isle of Man Overseas Aid Committee
Margaret de Sousa Deiro Fund
Margarethe Charitable Trust
Miss Jeanne Bisgood Charitable Trust
N.Smith Charitable Trust
Oakdale Trust
Rowan Trust
States of Guernsey Overseas Aid Commission
States of Jersey Overseas Aid Commission
Taylour Foundation
Thomas Sivewright Catto Charitable Settlement
Zurich Community Trust

**Not all grants were made during this financial year but all relate to work which was all, or partly carried out in this year.*

Financial Review

The year 2006-07 saw an 18% growth in income to £324,544. *TB Alert* relies on the continued support of regular individual and company donors, income from its trading activities and sales of its leaflets to provide over half of its unrestricted income. A restricted grant of £33,500 from the Department of Health finances the activities of the Awareness Officer, whilst the Advocacy Officer's post is funded through the European Network for Global Health.

Resources expended increased by 43% in the year to £314,145. Of this amount, £250,986 (80%) was spent directly on charitable activities, £77,889 of which was funded from unrestricted funds.

Reserves policy

The Trustees have established a policy, reviewed annually, that the free reserves held by the charity should be between 3 and 6 months total unrestricted expenditure, which equates to between £38,000 and £76,000 in general funds. This provides enough funds to allow the charity to continue its current operations in the event of a drop in income.

Free reserves at the year end were £45,367, in line with policy.

Restricted reserves are held for the minimum period possible between date of receipt and allocation to the designated purpose.

Restricted funds at 31st March 2007 stand at £100,578, inclusive of £60,000 designated for the purpose of appointing a full-time director, compared with an opening position of £88,450.

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Investment policy

Cash surpluses, in excess of immediate operational needs, are invested in money market deposits.

Plans for the Future

Trustees believe that *TB Alert* is poised for major growth. Efforts to raise sufficient funds to implement the full Business Plan, prepared in early 2006, have been successful and we expect shortly to be in a position to appoint a full-time Director. As regards overseas projects, we are in the process of making two major bids to institutional funders and would expect, if these are successful, to see a significant scaling up from the current level of activity. Similarly, as regards UK activity we are planning a major upgrading of our work with public health services and expect to develop a service supporting NHS commissioners in programmes to increase public awareness of TB, especially among at-risk groups. On advocacy, our role as a partner within Action for Global Health means that our efforts to increase understanding of the global challenge of TB will become more allied to general efforts for promoting better health for the poorest in this World.

Our expectation, therefore, is that *TB Alert* over the next few years will increase its impact and help further to ensure achievement of the aims of the current *Global Plan to Stop TB* - to halve deaths from TB and begin to reduce disease incidence by 2015 – and even to breathe reality into the more ambitious dream that Plan hints at - TB being a relatively rare disease by 2050.

Auditors

The auditors, Sinclairs, will be proposed for re-appointment in accordance with Section 385 of the Companies Act 1985.

Trustees' Responsibilities

Charity Law requires the Trustees to prepare accounts for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources for that period. In preparing these accounts, the trustees are required to:

- select suitable accounting policies and apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- value assets and liabilities in accordance with the Statement of Recommended Accounting Practice by Charities, state whether or not the accounts have been prepared in accordance with any applicable accounting standards and statements of recommended practice and to give particulars of any material departure from those standards and practices and the reasons for such departure; and
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for keeping proper accounting records which are sufficient to show and explain the charity's transactions and to disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the accounts comply with the requirements of the Companies Act 1985 and the Charities Act 1993. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

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This report has been prepared in accordance with the Statement of Recommended Practice – Accounting and Reporting by Charities 2005 – and in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

So far as the directors are aware, there is no relevant audit information (as defined by Section 234ZA of the Companies Act 1985) of which the company's auditors are unaware, and each director has taken all the steps that he or she ought to have taken as a director in order to make himself or herself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

Approved by the Trustees on 7th November, 2007 and signed on their behalf by



Edward Sadler
Trustee

50 Victoria Embankment
London
EC4Y 0LS



Kathleen McCoy
Trustee

TB ALERT
INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2007

We have audited the financial statements of *TB Alert* for the year ended 31 March 2007 which comprise the Statement of Financial Activities, the Balance Sheet and the related notes. These financial statements have been prepared under the accounting policies set out therein.

This report is made solely to the charity'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 charity'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 charity and its members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective Responsibilities of the Trustees and the Auditors

The trustees' (who are also the directors of *TB Alert* for the purposes of company law) responsibilities for preparing the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out in the Statement of Trustees' Responsibilities.

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 whether in our opinion the information given in the Report of the Trustees is consistent with the financial statements.

In addition, we report to you if, in our opinion, 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 other transactions is not disclosed.

We read the information contained in the Trustees' Annual Report and consider the implications for our report if we become aware of any apparent misstatements within it.

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 judgments made by the trustees in the preparation of the financial statements, and of whether the accounting policies are appropriate to the charity'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.

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INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES
FOR THE YEAR ENDED 31 MARCH 2007

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 the charity's affairs as at 31 March 2007 and of its incoming resources and application of resources, including its income and expenditure, in the year then ended;
- the financial statements have been properly prepared in accordance with the Companies Act 1985, and
- the information given in the Report of the Trustees is consistent with the financial statements.



SINCLAIRS
Registered Auditors
32 Queen Anne Street
London
W1G 8HD

DATE

7th November, 2007

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STATEMENT OF FINANCIAL ACTIVITIES (Incorporating Income and Expenditure Account)
FOR THE YEAR ENDED 31 MARCH 2007

	Note	Unrestricted Funds 2007 £	Restricted Funds 2007 £	Total Funds 2007 £	Total Funds 2006 £
Incoming resources					
<i>Incoming resources from generated funds:</i>					
<i>Voluntary income:</i>					
Grants and donations	2a	112,119	40,607	152,726	164,724
<i>Activities for generating funds:</i>					
Commercial trading operations	2b	5,154	1,320	6,474	11,734
<i>Investment income</i>	2c	3,898	-	3,898	2,907
		<u>121,171</u>	<u>41,927</u>	<u>163,098</u>	<u>179,365</u>
<i>Incoming resources from charitable activities</i>	2d	18,148	143,298	161,446	95,973
<i>Other incoming resources</i>		-	-	-	-
Total incoming resources		<u>139,319</u>	<u>185,225</u>	<u>324,544</u>	<u>275,338</u>
Resources expended					
<i>Cost of generating funds:</i>					
Fundraising costs of grants and donations	3a	46,000	-	46,000	31,840
Commercial trading activities	3b	1,129	-	1,129	4,107
		<u>47,129</u>	<u>-</u>	<u>47,129</u>	<u>35,947</u>
<i>Charitable activities</i>	3c	77,889	173,097	250,986	174,437
<i>Governance costs</i>	3d	4,589	-	4,589	3,218
<i>Other resources expended</i>	3e	11,441	-	11,441	5,644
Total resources expended		<u>141,048</u>	<u>173,097</u>	<u>314,145</u>	<u>219,246</u>
Net income/(expenditure) for the year		<u>(1,729)</u>	<u>12,128</u>	<u>10,399</u>	<u>56,092</u>
Net movement in funds		<u>(1,729)</u>	<u>12,128</u>	<u>10,399</u>	<u>56,092</u>
Funds b/f at 1 April 2006		<u>47,096</u>	<u>88,450</u>	<u>135,546</u>	<u>79,454</u>
Funds c/f at 31 March 2007	10	<u>45,367</u>	<u>100,578</u>	<u>145,945</u>	<u>135,546</u>

The charity has no recognised gains or losses other than the results for the year as set out above.

All the activities of the charity are classed as continuing.

The notes on pages 15 - 22 form part of these financial statements.

**TB ALERT
BALANCE SHEET
AS AT 31 MARCH 2007**

	Note	2007 £	2007 £	2006 £	2006 £
Current Assets					
Stock	6	1,000		-	
Debtors	7	23,064		18,805	
Cash at Bank	8	<u>153,320</u>		<u>158,891</u>	
		177,384		177,696	
Creditors : Amounts falling due within one year	9	<u>(31,439)</u>		<u>(42,150)</u>	
Net Current Assets			145,945		135,546
Total Assets Less Current Liabilities			<u>145,945</u>		<u>135,546</u>
Funds					
Unrestricted Income Fund	10		45,367		47,096
Restricted Income Fund	10		100,578		88,450
			<u>145,945</u>		<u>135,546</u>

These financial statements have been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small charitable companies and with the Financial Reporting Standard for Smaller Entities (effective January 2005).

These financial statements were approved by the Trustees on 7th November, 2007 and are signed on their behalf by:



 Edward Sadler
 Trustee



 Kathleen McCoy
 Trustee

The notes on pages 15 - 22 form part of these financial statements.

TB ALERT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2007

1 ACCOUNTING POLICIES

a Basis of accounting

The financial statements have been prepared under the historical cost convention and in accordance with the Statement of Recommended Practice "Accounting and Reporting by Charities" (SORP 2005), Financial Reporting Standard for Smaller Entities (effective January 2005) and the Companies Act 1985.

b Incoming Resources

Grants and donations received or receivable in respect of specific restricted expenditures are recognised as income in the period in which the relevant expenditure occurs or as specified by the donor.

All other donations and gifts are accounted for when they are received. Tax recoverable on gift aid donations received is provided in full in the period in which the donation is received.

c Resources Expended

- 1 Project grant expenditure is charged to the Statement of Financial Activities when a constructive obligation exists, notwithstanding that they may be paid in future periods. All other expenditure is recognised in the period in which it is incurred. Expenditure includes VAT which cannot be recovered.
- 2 Fundraising costs are those incurred in seeking voluntary contributions and do not include the costs of disseminating information in support of charitable activities.
- 3 Governance costs are costs associated with the governance arrangements of the charity as opposed to costs associated with charitable or fundraising activities.
- 4 Expenditure is allocated to the particular area where the cost relates directly to that area. The salary costs of the fundraiser is allocated across each area, based on time spent, and the amount attributable to each area is as follows:

Project	10%
Awareness	20%
Fundraising	60%
Administration	10%

The salaries of the project worker and awareness officer are entirely attributable to the 'project' area.

d Capitalisation and depreciation of tangible fixed assets

All assets costing more than £1,000 are capitalised. Depreciation is calculated so as to write off the cost of an asset over the useful economic life of that asset, as follows:

Computer equipment - straight line over 3 years

TB ALERT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2007

e **Funds Accounting**

Funds held by the charity are:

Unrestricted income funds

These are funds which can be used in accordance with the charitable objects.

Restricted income funds

These are funds that can only be used for particular restricted purposes, within the objectives of the charity. Restrictions arise when specified by the donor, or when funds are raised for particular restricted purposes.

Further explanation of the nature and purposes of each fund is included in the notes to the accounts.

f **Pensions Policy**

The charity operates a money purchase (defined contribution) pension scheme. Contributions payable to the scheme are charged to the Statement of Financial Activities in the period to which they relate.

These contributions are invested separately from the charity's assets.

TB ALERT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2007

2 INCOMING RESOURCES

	Unrestricted funds £	Restricted funds £	Total 2007 £	Total 2006 £
a) Donations				
Individuals				
Donations	34,142	40	34,182	9,439
Standing orders	12,363	-	12,363	11,462
Collections	2,414	-	2,414	2,558
Legacies and in memorium gifts	3,972	305	4,277	3,306
Sponsored challenges	2,044	-	2,044	18,247
Gift aid	8,103	-	8,103	9,132
Community groups				
Rotary/Inner Wheel	850	1,800	2,650	300
Schools	1,072	4,097	5,169	141
Faith	229	-	229	185
Other	25	-	25	
Corporate	44,604	22,668	67,272	44,116
Trusts and foundations	2,301	11,697	13,998	65,838
	<u>112,119</u>	<u>40,607</u>	<u>152,726</u>	<u>164,724</u>
b) Activities to generate funds				
Christmas cards and gifts	3,933	-	3,933	2,373
Other trading income	1,221	1,320	2,541	1,248
Events	-	-	-	8,113
	<u>5,154</u>	<u>1,320</u>	<u>6,474</u>	<u>11,734</u>
c) Investment income				
Interest received	3,898	-	3,898	2,907
d) Activities to further the charity's objects				
Grants from government/statutory bodies				
Department of Health	-	33,500	33,500	33,500
Island States	-	59,864	59,864	36,911
Other	-	34,394	34,394	17,019
Trading in furtherance of objectives	18,148	15,540	33,688	8,543
	<u>18,148</u>	<u>143,298</u>	<u>161,446</u>	<u>95,973</u>
Total Incoming Resources	<u>139,319</u>	<u>185,225</u>	<u>324,544</u>	<u>275,338</u>

TB ALERT

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2007

3 RESOURCES EXPENDED	Unrestricted funds	Restricted funds	Total 2007	Total 2006
	£	£	£	£
a) Costs of Generating Funds				
Staff costs	29,184	-	29,184	24,070
Fundraising costs	16,816	-	16,816	7,770
	46,000	-	46,000	31,840
b) Commercial Trading Activities				
Christmas card costs	721	-	721	2,121
Non-Christmas sales items	-	-	-	1,175
Postage & packaging	328	-	328	268
Other commercial trading costs	80	-	80	543
	1,129	-	1,129	4,107
c) Charitable Activities				
(i) Project Costs				
UK programme management costs	7,482	-	7,482	5,813
Overseas programme officer	7,039	-	7,039	8,215
TB Survival project grant	161	16,368	16,529	500
Treatment diaries/packs	-	-	-	1,693
UK hardship fund	629	4,000	4,629	3,735
Bradford/Leeds hardship fund	-	200	200	-
Women's hardship fund	-	1,070	1,070	-
India (core costs)	17,991	-	17,991	13,982
Emmanuel Hospital Association:				
- Nav Jivan TB programme	-	380	380	3,628
- Nav Jivan Outpatients	-	1,697	1,697	-
- X-ray equipment	-	35,968	35,968	-
GMLF	6,000	-	6,000	10,934
Delhi DOTS	-	-	-	10,673
Apcath/Apchip	2,500	-	2,500	2,021
Krishna	616	-	616	9,937
Hyderabad Urban DOTS	7,080	-	7,080	1,452
Malawi active case finding	-	26,632	26,632	7,604
Zambia (core costs)	567	-	567	2,029
Zambia situation analysis	-	2,660	2,660	-
Zambia patient advocacy/awareness	-	4,699	4,699	-
Bwafwano	-	2,067	2,067	20,574
Murambinda Hospital	-	14,862	14,862	15,318
LAMB	-	-	-	765
	50,065	110,603	160,668	118,873
(ii) Awareness Costs				
Staff costs	8,452	30,833	39,285	32,455
Raising awareness - general	7,913	7,359	15,272	6,502
Raising awareness - leaflets	3,847	1,000	4,847	5,215
Newsletter/annual report	391	-	391	3,594
Conferences/exhibitions/advertising	1,976	133	2,109	729
	22,579	39,325	61,904	48,495
(iii) Advocacy Costs				
Staff costs	-	6,562	6,562	-
Press advertising	-	-	-	800
PR consultancy	1,196	6,199	7,395	6,000
Other	4,049	10,408	14,457	269
	5,245	23,169	28,414	7,069
	77,889	173,097	250,986	174,437

TB ALERT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2007

3 RESOURCES EXPENDED (Continued)

	Unrestricted funds	Restricted funds	Total 2007	Total 2006
	£	£	£	£
d) Governance costs				
Meetings	1,268	-	1,268	1,075
Audit fees	2,937	-	2,937	1,762
Other	384	-	384	381
	<u>4,589</u>	<u>-</u>	<u>4,589</u>	<u>3,218</u>
e) Other resources expended				
Administrative staff costs	6,198	-	6,198	4,012
Bad debt writeoff	316	-	316	838
Other	4,927	-	4,927	794
	<u>11,441</u>	<u>-</u>	<u>11,441</u>	<u>5,644</u>
Total Resources Expended	<u>141,048</u>	<u>173,097</u>	<u>314,145</u>	<u>219,246</u>

Payments were made to four Trustees during the year totalling £5,134 (2006: £4,008). These consisted of reimbursement of expenses (mainly travel, subsistence, venue hire and entertainment costs) of £1,518 (2006: £1,353) incurred in relation to fundraising, governance and administration activities and £3,616 (2006: £2,655) in expenses directly related to charitable activities.

4 NET INCOMING RESOURCES

This is stated after charging:	2007	2006
	£	£
Auditors' remuneration	2,937	1,762
Indemnity insurance	322	319
Depreciation	-	-

5 STAFF COSTS

	2007	2006
	£	£
Wages and salaries	92,765	72,647
Social security costs	7,208	5,827
Pension costs	4,818	3,934
	<u>104,791</u>	<u>82,408</u>

Numbers of employees in the UK:

Fundraiser	1	1
Awareness Officer	1	1
Advocacy Officer	1	-
Administration Assistant	1	-

No employee received emoluments in excess of £60,000 in the year.

TB ALERT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2007

6 STOCK

	2007	2006
	£	£
Stock in hand (Christmas Cards)	<u>1,000</u>	<u>-</u>

7 DEBTORS

	2007	2006
	£	£
Trade debtors	983	3,151
Other debtors	13,392	5,988
Prepayments	1,120	1,202
Gift aid receivable	7,569	8,464
	<u>23,064</u>	<u>18,805</u>

8 CASH AT BANK

	2007	2006
	£	£
Current account	32,884	42,277
Money market investment	120,436	116,614
	<u>153,320</u>	<u>158,891</u>

9 CREDITORS

	2007	2006
	£	£
Trade creditors	9,734	-
Accruals	3,074	1,900
Other creditors (amounts due to projects)	-	3,750
Deferred income	18,631	36,500
	<u>31,439</u>	<u>42,150</u>

Provision has been made for the audit fee in respect of these accounts. Deferred income arises from grants in respect of 2007-08 activity.

The charity has made no firm commitments in respect of its grant-making activity that are not reflected in these accounts.

TB ALERT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2007

10 FUNDS BREAKDOWN

	2007 £	2006 £
Unrestricted funds	45,367	47,096
UK awareness officer (DOH)	158	1,663
UK advocacy officer (Gates)	15,265	-
TB awareness - Zambia	5,840	5,641
Women's hardship fund	430	-
Bradford/Leeds hardship fund	140	-
Bwafwano, Zambia	1,640	3,402
Bwafwano Caregivers	1,800	-
Zambia patient advocacy/awareness	942	-
EHA Nav Jivan TB programme	1,039	1,419
Murambinda Hospital	7,872	12,734
Mzimba active case finding	1,861	-
South Africa	3,591	3,591
Designated fund (director)	60,000	60,000
	<u>145,945</u>	<u>135,546</u>

	Restricted Funds at 1 April 2006	Restricted Income	Restricted Expenditure	Unrestricted Expenditure	Total Expenditure	Restricted Funds at 31 March 2007
Awareness - general	-	3,320	3,320	18,733	22,053	-
UK awareness officer (DOH)	1,663	33,500	35,005	-	35,005	158
Awareness leaflets/translations	-	1,000	1,000	3,847	4,847	-
UK advocacy - general	-	12,540	12,540	6,406	18,946	-
UK Advocacy MDG	-	25,894	10,629	-	10,529	15,265
TB Survival project	-	16,368	16,368	160	16,528	-
UK hardship fund	-	4,000	4,000	629	4,629	-
Bradford/Leeds hardship fund	-	340	200	-	200	140
Women's hardship fund	-	1,500	1,070	-	1,070	430
Emmanuel Hospital Association						
- Nav Jivan TB programme	1,419	-	380	-	380	1,039
- Nav Jivan Outpatients	-	1,697	1,697	-	1,697	-
- X-ray equipment	-	35,968	35,968	-	35,968	-
Zambia						
- Patient advocacy/awareness	5,641	-	4,699	-	4,699	942
- TB awareness situation analysis	-	8,500	2,660	-	2,660	5,840
- Bwafwano	3,402	305	2,067	-	2,067	1,640
- Bwafwano Caregivers	-	1,800	-	-	-	1,800
Malawi active case finding	-	28,493	26,632	-	26,632	1,861
Murambinda Hospital	12,734	10,000	14,862	-	14,862	7,872
South Africa	3,591	-	-	-	-	3,591
Designated Fund (Director)	60,000	-	-	-	-	60,000
	<u>88,450</u>	<u>185,225</u>	<u>173,097</u>	<u>29,775</u>	<u>202,872</u>	<u>100,578</u>
	<u>1 April 2006</u>	<u>Unrestricted Income</u>	<u>Unrestricted Expenditure</u>	<u>31 March 2007</u>		
Unrestricted	47,096	139,319	141,048	45,367		

TB ALERT
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2007

The balances on the restricted funds will be used to continue to fund the project to which they relate. Descriptions of these projects are set out on pages 4 to 6. Detailed information on the Department of Health grant towards the UK Awareness Officer's costs is as follows:

Department of Health Grant		2007
		£
Balance carried forward from Prior Year		1,663
Income:		
Grant received from Department of Health		33,500
Expenditure:		
Staff costs:		
Wages and salaries	(26,466)	
Social security costs	(2,758)	
Pension costs	(1,610)	
Travel expenses	(560)	
IT equipment	(1,230)	
Office costs	(1,527)	
Costs of evaluation and dissemination of information	<u>(854)</u>	
		<u>(35,005)</u>
Funding carried forward		<u>158</u>

11 ANALYSIS OF NET ASSETS BETWEEN FUNDS

	General Funds £	Restricted Funds £	Total Funds £
Tangible fixed assets	-	-	-
Current assets	58,175	119,209	177,384
Current liabilities	12,808	18,631	31,439
Net Assets at 31 March 2007	<u>45,367</u>	<u>100,578</u>	<u>145,945</u>