

Trade Justice Movement

FINANCIAL STATEMENTS **2015/2016**

Company number 4712743

Directors' report and financial statements for the year ended 31st March 2016

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Members

ActionAid, ACTSA, ADRA-UK, AEFJN-UK, African Initiatives, All We Can, Article 12 in Scotland, Baby Milk Action, Banana Link, Baptist Union, BECTU, Bishopston Trading, Breathing Space Arts, British Association for Fair Trade Shops (BAFTS), Cafédirect, CAFOD, Christian Aid, Church of England, Church of Scotland, The Church in Wales, Columban Faith and Justice Office, CRED Foundation, Equal Exchange Trading, The Fairtrade Foundation, Find Your Feet, Friends of the Earth, Global Justice Now, Goodweave UK, Greenbelt Festivals, Greenpeace, Herne Hill and Dulwich Trade Justice Campaign, International Muslim Association of Scientists and Engineers, Labour Behind the Label, MAYC World Action, Mercy Corps Scotland, National Board of Catholic Women, National Federation of Women's Institutes, National Justice and Peace Network, National Union of Students, One World Week, People & Planet, People Tree, Peru Support Group, Progressio, Public & Commercial Services Union, Quaker Peace and Social Witness, SCIAF, Scottish Catholic Justice & Peace Commission, Scottish Episcopal Church Justice Peace & Creation Network, Self Help Africa, Send a Cow, Shared Interest, SIMPOL - UK, Skillshare International (UK), Soroptimist International of Great Britain and Ireland, SPEAK, Student Christian Movement, Tearfund, Tools for Self Reliance, Tourism Concern, Traidcraft, Trading Visions, Trocaire Northern Ireland, TUC, Unitarian Office of Social Responsibility, UNISON, United Nations Association: UK, United Reformed Church, VSO, War on Want, Women's Environmental Network, Women's International League for Peace and Freedom, The Woodcraft Folk, World Vision UK

Elected Directors

Tim Aldred (Fairtrade Foundation)
Chris Duffin (Soroptimists International)
Kate Jones (Independent)
Polly Jones (Global Justice Now - Chair)
Ruth Kelly (ActionAid)
Sam Lowe (Friends of the Earth)
Veronica Pasteur (Independent)
Rebecca Varghese Buccholz (Traidcraft)

Company Secretary

Ruth Bergan

Employees

Ruth Bergan (Coordinator)

Registered Address (as of 31 March 2009)

c/o The Fairtrade Foundation
3rd Floor
Ibex House
42-47 Minorities
London EC3N 1DY

Bankers

The Co-operative Bank plc
1 Balloon Street
Manchester M60 4EP

Constitution

The Trade Justice Movement was incorporated on 26th March 2003 as a private Company Limited by Guarantee registered in England and Wales (company number 4712743) and is governed by a Memorandum of Association and Articles of Association dated 11th March 2003.

REPORT OF THE DIRECTORS

The Directors present their statutory report together with the financial statements of the Trade Justice Movement for the year ended 31st March 2016.

Principal aims and objectives The Trade Justice Movement is governed by a Memorandum of Association dated 11th March 2003. Under this Memorandum the objects of the company are:-

- i) to co-ordinate the UK movement for trade justice;
- ii) the relief of poverty anywhere in the world, in particular by advancing education relating to the effects of the rules and institutions governing international trade;
- iii) to educate the public concerning the effects on the natural environment of the rules and institutions governing international trade; and
- v) to advance education in democracy and related subjects, in particular their impact on rules and institutions governing international trade.

Organisation The membership of the Trade Justice Movement is open to any UK-based national organisation, and any local or regional organisation that has no national counterpart interested in promoting the objectives. Membership is not open to individuals or any other kind of local or regional group or network, political parties, and commercial organisations other than UK companies that are members of the International Fair Trade Association [IFAT].

The company is governed by a board of directors, who are directors for the purposes of company law. As set out in the Articles of Association, there shall be seven "Elected Directors" who must be authorised to stand for office by a member. The Elected Directors may co-opt up to four further "Co-opted Directors".

Directors The Directors in office in the year are listed on page 1. None had any beneficial interests in the company during the year.

Principal Activities The Trade Justice Movement campaigns for fundamental change of the unjust rules and institutions governing international trade, so that trade is made to work for all. The secretariat supports the broader sector by providing intelligence, analysis and advocacy opportunities on key trade issues.

Review of the year The major focus for 2015 was work on UK Bilateral Investment Treaties (BITs), the Transatlantic Trade and Investment Partnership (TTIP) and the World Trade Organisation (WTO) ministerial conference.

TJM continued work on investment protection, launching the first ever report analysing UK BITs. Preparations were undertaken for a series of meetings with parliamentarians and TJM member organisations. Continuation funding from the Joseph Rowntree Charitable Trust was secured for a further two years of work in this area.

TTIP was again a major issue for a TJM members and civil society more broadly. TJM released a report on the implications of TTIP for developing countries. The secretariat

coordinated regular meetings with the Department for Business, Innovation and Skills, media work and meetings of a core group of NGOs.

TJM provided analysis of developments leading up to and during the WTO's ministerial conference. The conference saw the abandonment of the Doha round of negotiations and increased pressure to introduce issues that developing countries have long rejected.

Staffing for 2015-16 was at one (0.8 FTE). The Board continue to work with the secretariat to secure TJM's longer-term future.

Result for the year The Directors report an excess of income over expenditure of £11,564. At the end of the year, TJM had reserves of £41,021 to carry forward, of which £4,039 is restricted. The restricted funds are £3,224 from AWC to be spent on a trade and climate change report and its dissemination, and £815 from Unison to be spent on a reprint of the original TTIP report.

The year ahead At the time of writing, the UK has just taken the decision to leave the EU, this will be a major focus for TJM for 2016 and beyond. TJM will deliver the JRCT-funded project on UK BITs until 2017. Applications for funding for work on alternative trade models and trade and climate change are also planned.

Reserves and Investment policy The company aims to work within the funding of the members but some reserves have been built up to allow for flexibility into the next financial year.

Directors and their responsibilities in respect of the Financial Statements Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the company at the year end, and the profit and loss of the company for that year. In preparing financial statements giving a true and fair view, the directors are required to:

- Select suitable accounting policies and then apply them consistently;
- Make judgements and estimates that are reasonable and prudent;
- Prepare the financial statements on the going concern basis, unless it is inappropriate to presume the charity will continue in operation.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company, and which enable them to ensure that the financial statements comply with the Companies Act 2006. 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.

Nick Crook, Chair, Trade Justice Movement, September 2016

Trade Justice Movement
(A company limited by guarantee)

Profit and Loss Account
for the year ended 31 March 2016

	Notes	2016 £	2015 £
Turnover and Gross profit	1	<u>0</u>	<u>0</u>
Administrative expenses		(67,408)	(78,719)
Other operating Income	2	78,945	74,354
Other operating profit/(loss)	3	<u>11,537</u>	<u>(4,365)</u>
Interest receivable	4	27	42
Profit/(loss) on ordinary activities before taxation		<u>11,564</u>	<u>(4,323)</u>
Tax on profit on ordinary activities		<u>0</u>	<u>0</u>
Profit/(loss) on ordinary activities after taxation transferred to/from reserves		<u>11,564</u>	<u>(4,323)</u>

All of the company's operations are classed as continuing.

The company had no recognised gains or losses other than the profit/(loss) for the year.

Trade Justice Movement
(A company limited by guarantee)
Company number: 4712743
Balance Sheet
As at 31 March 2016

	Notes	31 Mar 2016		31 Mar 2015	
		£	£	£	£
CURRENT ASSETS					
Debtors and prepayments		0		43	
Cash at bank and in hand		<u>67,036</u>		<u>46,548</u>	
		67,036		46,591	
CREDITORS: Amounts falling due within one year	6	<u>26,015</u>		<u>17,134</u>	
NET CURRENT ASSETS			<u>41,021</u>		<u>29,457</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>41,021</u>		<u>29,457</u>
REPRESENTED BY:					
Restricted funds	8	4,039		0	
Unrestricted funds	8	36,982		29,457	
	8	<u>41,021</u>		<u>29,457</u>	

For the year ending 31 March 2016 the company is entitled to exemption from audit under Section 477 of the Companies Act 2006 relating to small companies.

Members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476.

The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts

These financial statements have been prepared in accordance with the provisions of the Companies Act 2006 applicable to companies subject to the small companies regime.

On behalf of the Directors :

NICK CROOK

Approved by the Directors on:

Trade Justice Movement
(A company limited by guarantee)

Detailed profit and loss account
for the year ended 31 March 2016

This page does not form part of the statutory accounts

Notes	£	£	2016 £	2015 £
	Unrestricted	Restricted	TOTAL	TOTAL
INCOME				
<u>Grants, donations and other income</u>				
Joseph Rowntree Charitable Trust	0	25,687	25,687	32,200
Joseph Rowntree Charitable Trust	0	0	0	1,250
Isvara Foundation	0	0	0	1,462
Clore Social Leadership Programme	0	1,000	1,000	7,000
JMG Foundation	0	0	0	1,500
AWC/MRDF	0	5,000	5,000	0
Unison	0	9,689	9,689	0
Subscriptions Received	29,920	0	29,920	30,150
Other operating income	7,649	0	7,649	792
Interest received	27	0	27	42
	<u>37,596</u>	<u>41,376</u>	<u>78,972</u>	<u>74,396</u>
EXPENDITURE				
<u>Staff costs</u>				
Salaries	17,087	13,669	30,756	50,566
National Insurance (net of Employers Allowance)	1,125	0	1,125	2,872
Pension (defined contribution schemes)	3,015	0	3,015	3,015
Payroll services	369	0	369	330
Consultancy fees	0	0	0	5,000
<u>Other costs</u>				
Fees to partners in JRCT project	0	12,000	12,000	0
Service charge and office costs	822	0	822	3,205
Organisational meetings	1,304	0	1,304	4,947
Travel and volunteer costs	2,487	484	2,971	2,727
Materials	3,012	4,184	7,196	2,124
Research fees	0	7,000	7,000	0
Website costs	300	0	300	310
Strategy development	0	0	0	2,250
Legal fees	0	0	0	823
Accountancy fees	550	0	550	550
	<u>30,071</u>	<u>37,337</u>	<u>67,408</u>	<u>78,719</u>
SURPLUS/(DEFICIT) ON ORDINARY ACTIVITIES	<u>7,525</u>	<u>4,039</u>	<u>11,564</u>	<u>(4,323)</u>

Trade Justice Movement
(A company limited by guarantee)

Notes to the Income and Expenditure Account
for the year ended 31 March 2016

1. ACCOUNTING POLICIES

The financial statements have been prepared under the historical cost convention and in accordance with Financial Reporting Standard 102 (FRS102 - effective January 2015). The company has taken advantage of the exemptions provided by Section 1A for a small entity. The adoption of FRS102 has not caused any requirement for restating comparative information nor affected any values included in this financial year.

Income is the amounts derived from the provision of services, the receipt of gifts, subscriptions and grants falling within the company's ordinary activities and are shown net of VAT where applicable.

Restricted funds are to be used for specified purposes as laid down by the funder. Direct costs which meet these criteria are identified to the fund together with a fair allocation of other costs.

Unrestricted funds are funds received which have no restrictions placed on their use and are available as general funds

Designated funds are unrestricted funds earmarked by the directors for particular purposes.

Revenue grants are credited to income on the earlier of when they are received or when they are due. Grants for a specified future period are deferred.

2. Other operating income	2015/16	2014/15
Grants		
Clore Social Leadership Programme	1,000	7,000
Isavara Grant	0	1462
Joseph Rowntree Charitable Trust	25,687	33,450
JMG Foundation	0	1,500
Unison	9,689	0
AWC/MRDF	5,000	0
Subscriptions		
ActionAid	5,000	5,000
CAFOD	5,000	5,000
Christian Aid	2,000	4,000
Church in Wales	250	250
Fairtrade Foundation	5,000	8,000
Friends of the Earth	2,000	0
Global Justice Now/(previously WDM)	1,000	1,000
All We Can (previously Methodist Relief and Development)	600	500
NUT	2,000	2,000
Public and Commercial Services Union	500	500
QPSW	750	500
SCIAF	1,000	1,000
Tearfund	3,000	0
Traidcraft	500	1,000
Unison	200	0
War On Want	500	500
World Development Movement	0	
Other subscriptions and donations	620	900
Other operating income	7,649	792
Total Grants and Subscriptions Received	78,945	74,354

Trade Justice Movement
(A company limited by guarantee)
Notes to the Accounts
for the year ended 31 March 2016

3. OPERATING PROFIT/(LOSS)	2016	2015
The operating surplus is stated after charging:-		
	£	£
Depreciation	0	0
Pension costs	3,015	3,015
Directors' emoluments and other benefits	0	0
	<u>0</u>	<u>0</u>

4. INTEREST RECEIVABLE

Current account interest	<u>27</u>	<u>42</u>
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5. STAFF

An average of one member of staff was employed during the year (in 2014-15 an average of two members of staff were employed)

6. CREDITORS

Deferred Income*	23,750	14,689
Trade creditors	991	750
H.M. Revenue & Customs	824	1,245
Accruals	450	450
	<u>26,015</u>	<u>17,134</u>

*Deferred income refers to funds received in one financial year for work in the next financial year. In this financial year - 2015/16 - £23,750 of subscriptions were received in advance (In financial year 2014/15 no subscriptions were received in advance but income for 15/16 was received from UNISON £9,689, and Oxfam £5,000)

7. RESERVES

Balance at 1 April	29,457	33,780
Retained profit/(loss) for the year	<u>11,564</u>	<u>(4,323)</u>
Balance at 31 March	<u>41,021</u>	<u>29,457</u>

Trade Justice Movement
(A company limited by guarantee)
Notes to the Accounts
for the year ended 31 March 2016

8. STATEMENT OF FUNDS

	Balance at 31.3.15	Income	Expenditure	Balance at 31.3.16
<u>Unrestricted funds</u>				
General reserves	29,457	37,596	30,071	36,982
<u>Restricted funds</u>				
AWC/MRDF	0	5,000	1,776	3,224
Clore Social Leadership Programme	0	1,000	1,000	0
Joseph Rowntree Charitable Trust	0	25,687	25,687	0
Unison	0	9,689	8,874	815
	<u>0</u>	<u>41,376</u>	<u>37,337</u>	<u>4,039</u>
TOTAL FUNDS	<u>29,457</u>	<u>78,972</u>	<u>67,408</u>	<u>41,021</u>

AWC/MRDF funds were received for a piece of work on trade and climate change and the balance will be used by the end of July 2016.

CSLP - funds were received as a bursary towards costs of employing Ruth Bergan as part of a fellowship programme.

Joseph Rowntree Charitable Trust funds were received for TJM's 'Investment Rules for People and Planet' project, which is funded to October 2017.

UNISON funds were received for a report on the implications of TTIP for developing countries and the balance was used in June 2016 for a reprint of the reports.

9. COMPANY STATUS

The company is limited by guarantee and therefore has no share capital. The member's liability under the guarantee is restricted to a maximum of £1.