



**TRADE JUSTICE
MOVEMENT**

FINANCIAL STATEMENTS

2019/2020

Company number 4712743

Directors' report and financial statements for the year ended 31st March 2020

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Members

ActionAid, ACTSA, All We Can, Baby Milk Action, Banana Link, BECTU, British Association for Fair Trade Shops (BAFTS), Cafédirect, CAFOD, Christian Aid, Christians on the Left, 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, Health Poverty Action, 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, Peru Support Group, 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, SPEAK, Student Christian Movement, Teach a Man to Fish, 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, We Own It, Women's Environmental Network, Women's International League for Peace and Freedom, The Woodcraft Folk, World Vision UK

Elected Directors

Helen Dennis (Fairtrade Foundation)
Jean Blaylock (War on Want) – resigned 18th September 2019
Nick Crook (UNISON)
Nick Dearden (Global Justice Now)
Rachel Noble (ActionAid)
Elizabeth McKean (War On Want) - appointed 18th September 2019
Tom Wills (Traidcraft) – appointed 18th September 2019

Company Secretary

Ruth Bergan

Employees

Ruth Bergan (Coordinator/ Senior Adviser)
David Lawrence (Senior Political Adviser)
Laura Bannister (Senior Adviser, EU-UK trade)

Registered Address

66 Offley Road
London SW9 0LS

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 2020.

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

There have been three major areas of focus for 2019-20. The first was continued coordination of advocacy and campaigning for trade democracy in the UK's expected independent trade policy following Brexit. The initial focus for this work was the Trade Bill 2017-19, which failed to complete its passage through parliament. Following the General Election in December 2019, a new Bill was introduced and we have worked with partner organisations and MPs to introduce procedures for scrutiny and accountability of trade policy. The Trade Bill is expected to go to Parliament before the 2020 summer recess.

TJM continued to work with thirty organisations actively involved in this campaign, including TJM members and non-members.

Key achievements included:

- maintaining the support of all major opposition parties for trade democracy
- engaging with parliamentarians from all political parties (Labour, SNP, Lib Dem, Plaid Cymru, Green, Conservative and DUP) on the Trade Bill and ensuring that amendments were debated on all our key issues

TJM produced various resources to support the campaign including:

- briefings for parliamentarians
- briefings for NGO partners
- responses to a number of parliamentary inquiries into this and related issues

The second was to initiate work on the proposed UK-EU trade deal. This is likely to be the most important trade deal the UK agrees. Recognising that this work in particular needed to be propositional, TJM brought together around twenty organisations to develop a model deal. This received good coverage, including in Politico, and we have received continuation funding to build on the initial dissemination to increase engagement from a range of stakeholders.

The final key focus was to initiate coordination on the proposed UK-US trade deal. TJM has brought around thirty organisations together to share intelligence and plan advocacy through an email list and regular meetings. After a deal with the EU, a deal with the USKey focus areas for the campaign have been the likely impact on the NHS and food standards.

TJM has also:

- Coordinated a group working on trade and health, including: co-authoring commissioning research on the UK's independent GATS commitments.
- Coordinated a group working on trade and gender, including: planning to deliver training to MPs.
- Worked with environmental groups to advise them on the impacts of trade on climate and environmental policy.
- Continued to expand work on the e-commerce agenda
- Provided the secretariat for the All Party Parliamentary Group on Trade Justice.
- Achieved regular media coverage in outlets as diverse as Politico, Sky News and the Independent.

Staffing for 2019-20 was 2.8 FTE. The Board continue to work with the secretariat to secure TJM's longer-term future.

Result for the year

The Directors report a deficit of expenditure over income of £42,777, which was covered by funds brought forward from 2018/19. At the end of the year, TJM had reserves of £24,626 to carry forward, of which £0 is restricted.

The year ahead

The significant Conservative majority following the 2019 General Election means that there is now greater clarity regarding the UK's approach to Brexit: the UK will seek a trade agreement with the EU and Boris Johnson has said that there will be no extension to the transition period beyond 31st December 2020. This in turn means that the UK will now pursue its own independent trade deals with partners such as the US, Australia and New Zealand. TJM will seek to coordinate civil society advocacy around these deals.

TJM will also continue work to achieve a legislative framework for democratic oversight of trade policy through the Trade Bill 2019-20. We will increase our focus on the climate environmental impact of trade deals, particularly in light of the UK hosting the next COP, postponed to November 2021. We will also maintain activity on the key issues of food and agriculture, e-commerce, health and gender.

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 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,

17th September 2020

Trade Justice Movement
(a company limited by guarantee)

Profit and Loss Account
for the year ended 31st March 2020

	Notes	2020 £	2019 £
Turnover and Gross Profit	1	<u>-</u>	<u>-</u>
Administrative Expenses		✔ (144,014)	✔ (96,352)
Grants to Partners		✔ (19,313)	-
Other operating income	2	<u>120,319</u>	<u>108,250</u>
Other operating profit/(loss)	3	✔ (43,008)	108,250
Interest Receivable	4	231	18
Profit/(Loss) on ordinary activities before taxation		✔ <u>(42,777)</u>	<u>108,268</u>
Tax on Profit on ordinary activities		-	-
		✔ <u>(42,777)</u>	<u>108,268</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
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**Balance Sheet
As at 31st March 2020**

	Notes	2020		2019	
		£	£	£	£
CURRENT ASSETS					
Debtors and Prepayments	7	839		7,000	
Cash at bank and in hand		131,803		67,207	
		132,642		74,207	
CURRENT LIABILITIES					
Deferred Income	8	106,878		2,400	
Creditors : Amounts falling due within one year	9	1,138		4,404	
		108,016		6,804	
NET CURRENT ASSETS			24,626		67,403
TOTAL ASSETS LESS CURRENT LIABILITIES			24,626		67,403
REPRESENTED BY:					
Restricted Funds	11		-		32,550
Unrestricted Funds	11		24,626		34,853
			24,626		67,403

For the year ending 31 March 2020 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

17th September 2020

Trade Justice Movement
(a company limited by guarantee)

Notes to the Financial Statements
for the year ended 31st March 2020

1. ACCOUNTING POLICIES

The financial statements have been prepared under the historical cost convention and in accordance with The Financial Reporting Standard 102(effective January 2015). The company has taken advantage of the exemptions provided by Section 1A for a small entity.

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

	2020		2019	
	£	£	£	£
Grants				
Joseph Rowntree Charitable Trust	33,500		38,500	
JMG Foundation	-		40,000	
Kestrelman Foundation	10,000		-	
Open Society Foundation	48,284	91,784	-	78,500
Donations		5,585		-
Subscriptions				
ActionAid	5,000		5,000	
CAFOD	6,000		6,000	
Christian Aid	2,000		2,000	
Church in Wales	250		250	
Fairtrade Foundation	5,000		5,000	
Friends of the Earth	2,000		2,000	
Global Justice Now	2,000		2,000	
GMB	-		750	
Health Poverty Action	750		750	
NUT	-		2,000	
Public and Commercial Services Union	500		500	
QPSW	750		750	
Tearfund	1,000		1,000	
Traidcraft	500		500	
Unison	500		500	
War On Want	500		500	
Other subscriptions and donations	200	26,950	250	29,750
Employers NI Allowance		3,000		-
Total Income Received		127,319		108,250

**Trade Justice Movement
(a company limited by guarantee)**

**Notes to the Financial Statements
for the year ended 31st March 2020**

3. OPERATING PROFIT/(LOSS)

	2020	2019
	£	£
The operating profit/(loss) is stated after charging:		
Depreciation	-	-
Pension Costs	10,899	4,801
Directors' emoluments and other benefits	-	-

4. INTEREST RECEIVABLE

	2020	2019
	£	£
Bank Interest	231	18

5. STAFF

An average of three members of staff were employed during the year (2019 – two).

6. PENSIONS

Employees of the charity are entitled to join a defined contribution 'money purchase' scheme. The company contribution is restricted to the contributions disclosed in note 3. The designated money purchase plan is managed by NEST although staff may choose other plans. The plan invests the contributions made by the employee and employer in an investment fund to build up over the term of the plan. The pension fund is then converted into a pension upon the employee's normal retirement age which is defined as when they are eligible for a state pension. The total expense ratio of the NEST plan is 0.3 % and this is deducted from the investment fund annually. The company has no liability beyond making its contributions and paying across the deductions for the employee's contributions.

7. DEBTORS

	2020	2019
	£	£
Subscriptions Due	-	7,000
Pension Contributions Overpaid	839	-
	839	7,000

Trade Justice Movement
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Notes to the Financial Statements
for the year ended 31st March 2020

8. DEFERRED INCOME

	2020	2019
	£	£
Subscriptions	650	2,400
Grants	106,228	-
	<u>106,878</u>	<u>2,400</u>

Deferred income refers to funds received in one financial year for work in the next financial year. In this financial year £650 of subscriptions and £106,228 of grants were received in advance from OSF. (2018/19 - £2,400 of subscriptions were received in advance).

9. CREDITORS

	2020	2019
	£	£
Pension Contributions	-	768
Payroll Liabilities	9	2,736
Sundry Creditors	529	-
Accruals	600	900
	<u>1,138</u>	<u>4,404</u>

10. RESERVES

	2020	2019
	£	£
Balance at 1st April	67,403	55,487
Retained profit/(loss) for the year	(42,777)	11,916
	<u>24,626</u>	<u>67,403</u>

**Trade Justice Movement
(a company limited by guarantee)**

**Notes to the Financial Statements
for the year ended 31st March 2020**

11. STATEMENT OF FUNDS

	Balance 1st April £	Income £	Expenditure £	Balance 31st March £
Unrestricted Funds				
General Reserves	34,853	32,035	42,262	24,626
Restricted Funds				
JMG Foundation	30,000	-	30,000	-
Josephn Rowntree Charitable Trust	2,550	33,500	36,050	-
Kestrelman Foundation	-	10,000	10,000	-
Open Society Foundation	-	48,234	48,234	-
Restricted Reserves	32,550	91,734	124,284	-
TOTAL FUNDS	67,403	123,769	166,546	24,626

JMG funds received in 2018/19 have been used in 2019/20 for work on the forthcoming UK/EU trade deal.

Kestrelman Foundation funds were used for work on stopping ISDS.

Joseph Rowntree Charitable Trust funds were received for TJM's 'Trade and Democracy' project and spent with the balance brought forward from the previous year.

12. 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.