

CAMPAIGN FOR NUCLEAR DISARMAMENT
(Company limited by guarantee no. 3533653)

REPORT AND FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2007

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CAMPAIGN FOR NUCLEAR DISARMAMENT

LEGAL AND ADMINISTRATION DETAILS

For the year ended 31 December 2007

The Campaign for Nuclear Disarmament is incorporated as a company limited by guarantee (without share capital) no. 3533653. It is governed by its memorandum and articles of association. Every company member undertakes to contribute to its assets in the event of it being wound up while s/he is a member such amount as may be required not exceeding £1.

The Campaign is governed by an elected Council with policy decided by an Annual Conference of members. As well as the central organisation - which campaigns throughout England - there are a number of other CND organisations working regionally or in specialist areas. These organisations are entirely autonomous in their funding and decision-making and hence are not dealt with in these financial statements.

Details of the Campaign's objects and Council members (who are the directors for company law purposes) are given in the Report of the Council on page 2.

Officers: Chairperson: Kate Hudson
Vice-chairs: Sophie Bolt
Rae Street
Jeremy Corbyn MP
Treasurer: Linda Hugl
Company Secretary: Linda Hugl

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Email: enquiries@cnduk.org
Website: www.cnduk.org

Auditors: Gotham Erskine LLP
Friendly House
52 - 58 Tabernacle Street
London
EC2A 4NJ

Bankers: The Co-operative Bank PLC
1 Islington High Street
London
N1 9TR
National Westminster Bank PLC
9 Charterhouse Building
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CAMPAIGN FOR NUCLEAR DISARMAMENT

COUNCIL'S REPORT

For the year ended 31 December 2007

The Council (which is the board of directors for company law purposes) presents its report and the audited financial statements for the year ended 31 December 2007.

OBJECTS

The Campaign seeks nuclear disarmament by Britain and worldwide and to promote and advance the welfare of the human community by working for international peace and disarmament and a world in which the vast resources devoted to militarism are redirected to the real needs of the planet and the human community.

POLICIES ADOPTED

Its principal campaigning activities are to inform, educate, lobby and engage people in diverse forms of activity to achieve its objects. CND publishes periodicals and reports; it sends regular briefings to and meets with MPs; it lobbies UK ministers, ambassadors, diplomats, academics and opinion formers, both in person and by letter; it informs and educates its members and encourages them to take action; it holds street stalls, exhibitions, vigils, demonstrations and engages in non-violent direct action; it distributes leaflets and other materials, to inform the public on nuclear issues; it sends representatives to international disarmament conferences; it maintains contact and liaises with other organisations including regional and local groups within the UK, like-minded organisations in Europe and elsewhere, and specialist and expert organisations worldwide; it produces a schools pack, other educational materials, and provides speakers. At all times, it informs the media about its activities.

ORGANISATION OF THE CAMPAIGN

CND's annual conference is the policy-making body, establishes CND's strategy and sets priorities for the coming year. CND Council is the Board of Directors and is responsible for the implementation of policy as set by the Conference and meets three times a year. It monitors CND's finances and makes major financial decisions. Fifteen members of Council are directly elected by the AGM, and there are also representatives from the regions and specialist sections, as defined in Part 2 of CND's Regulations. The Officer team is the Management team and its members are elected at the AGM to direct CND's operations between Council meetings.

CND's staff work as a team, under the direction of members of the Officer team. Guidance is also provided by the Administration and Finance Group, and the Campaigns Group, which both meet four times a year. The Administration and Finance Group monitors financial performance against the budget, oversees fundraising, ensures that financial systems and controls are being followed and sets the budgets, including considering any amendments to the budgets, which are then approved by Council. It reports to Council. The Campaigns Group considers the details of campaigning programmes and ensures their integration with membership, fundraising and international work.

COUNCIL

The following members of the Council served throughout the year except where otherwise indicated:

Joan Abrams, Graham Allen, Pat Allen, Pat Arrowsmith, Adam Beese, Keith Bennett**, Jemma Bere**, Daniel Blaney*, Sophie Bolt, David Bradley*, Jim Brann, Pam Brivio, Peter Brunson**, Anna Chaplin, Jenny Clegg, Ian Cohen*, Eileen Cook, Jeremy Corbyn MP, John Cox, Catherine Crick, Tom Cuthbert, Sue Davies, Monica Frisch**, Sandra Gardner*, Jill Gough, Jason Hill*, Joan Horrocks, Kate Hudson, Linda Hugl, Jeremy Jago**, Helen John, Richard Johnson, Geoff Lawrence, Peter Leary, Brendan Lee, Peter le Mare, Gawain Little, Caroline Lucas MEP**, Isobel McHarg, Alice Mahon MP, Tom Milburn, Miriam Moss, Pauline Phillips**, Chris Prettyman, Anna Rehin, John Robb**, Nicholas Russell*, Robert Russell, Pat Sanchez, Gina Shaw, Tom Shelton*, Tony Staunton*, Joanne Stevenson, Rae Street, Joe Sturge, James Taggart, Carol Turner, Hannah Tweddle, Michael Waugh**, David Webb, George Woods.

* elected at Annual Conference on 14 October 2007

** retired at Annual Conference on 14 October 2007

CAMPAIGN FOR NUCLEAR DISARMAMENT

COUNCIL'S REPORT

For the year ended 31 December 2007

REVIEW OF PROGRESS AND ACHIEVEMENTS

During the year CND campaigned primarily on its core objectives of opposing the UK Trident nuclear weapons system and working towards global nuclear disarmament.

No Trident Replacement

The key focus for CND's campaigning continued to be the prevention of a replacement for the Trident nuclear weapons system. The first part of 2007 saw a huge campaign, both in parliament and across the country, to oppose the government's determination to force a pro-nuclear decision through parliament. In the run up to the parliamentary vote on March 14th, meetings were held across the country as popular opposition mounted. The national 'No Trident' demonstration on 24th February was a major campaigning focus with up to 100,000 people participating. A week before the vote, an opinion poll showed that 72% did not think the government should go ahead with the decision. Whilst the government won the vote in Parliament, it suffered the largest backbench rebellion on a defence issue since 1924.

In the course of the debate, the government had to admit that the decision was not irreversible, the 'concept' phase is currently underway, once completed, the issue will return to parliament – in 2009. This is the first significant opportunity to reverse the decision. A decision is also expected in the next parliament on warheads. A new briefing outlining all these developments has been prepared.

Aldermaston

Aldermaston continues to be an important focus of CND's work. Government funding has resulted in a massive increase in the building works taking place. CND has been working with Block the Builders and the Aldermaston Women's Peace Camp over the past year, to oppose the development of new nuclear warheads, and will continue to do so in the year ahead.

The Alternative to Rearmament

CND has made it clear in its campaigning – ever since its Alternative White Paper in December 2006 – that the government must pursue constructive alternatives, in line with its stated commitment to multilateral disarmament. CND has been pressing the government to support the draft Nuclear Weapons Convention, which is lodged at the UN. The majority of states voted last year in the UN to begin immediate negotiations to achieve this Convention, banning nuclear weapons as chemical and biological weapons are banned. In spite of clearly stating that disarmament must be pursued, the government has not yet agreed to support the Convention and does not appear to be taking any alternative steps. CND will be pressing for this in the year ahead, particularly at the time of the nuclear Non-Proliferation Treaty Conference in Geneva 2008.

ICAN

CND worked, and continues to work with other anti-nuclear groups in ICAN (the International Campaign for the Abolition of Nuclear Weapons), initiated by physicians worldwide. ICAN is raising the profile of the Convention. A key campaigning tool is the petition, saying No to Trident Replacement, Yes to a Nuclear Weapons Convention.

CAMPAIGN FOR NUCLEAR DISARMAMENT

COUNCIL'S REPORT

For the year ended 31 December 2007

Global Summit for a Nuclear Weapon Free World

Working internationally is vital, in campaigning for global abolition. There is much experience worldwide which needs to be shared. To contribute to this, CND has begun the work to mark its 50th anniversary by hosting a Global Summit in London 2008. Experts and activists from across the world will meet to raise awareness of the Nuclear Weapons Convention and to discuss the practical steps needed to achieve it.

US Missile Defence and Weapons in Space

In 2007, CND saw a big increase in its campaigning activity against US Missile Defence (MD). UK government agreement – without any parliamentary consultation - to hand over Menwith Hill spy base for the MD system, plus US determination to locate new sites in central Europe, raised its profile and increased international concern. There has been talk of a new Cold War, and a new nuclear arms race has been triggered. CND has been actively working with new campaigns in Poland and the Czech Republic and organised a highly successful conference in London in September. Jan Neoral, Mayor of Trokavec, the village where the US plans to build a radar base for MD, was welcomed. In 2008, CND plans to build on those links in Europe and lobby the European Parliament, to win broad opposition to the scheme. In the UK CND will work to raise public awareness and focus on campaigning at Fylingdales and Menwith Hill. Strong concern from the parliamentary Foreign Affairs Committee, about the government's failure to consult on the Menwith Hill decision, will be followed up.

NATO nuclear weapons

Raising public awareness about the continued location of US nuclear weapons under the guise of NATO, at Lakenheath air base in East Anglia, continued to be a priority. With the expansion of NATO into eastern Europe, plans to develop a NATO missile defence system, and increasing NATO involvement in Afghanistan, NATO has had a higher profile than it has for many years. Given NATO's nuclear first strike policy, this is a matter for concern, and CND increased its links with other anti-nuclear campaigning groups across Europe.

Nuclear Power

CND continued to campaign against the building of new nuclear power stations, and to raise awareness of the dangers of nuclear waste, and the inability of nuclear power to adequately address the problems of climate change. Working together with other NGOs, CND supported an initiative from Greenpeace to withdraw at a national level from the government's consultation on nuclear energy, given the evidence produced that it was not a genuine consultation. Members from local groups who participated in some of the consultation sessions were concerned about the lack of opportunity to put the case against nuclear power. CND also worked to make clear the links between nuclear power and nuclear weapons.

Anti-war campaigning

CND continued to support the withdrawal of British troops from Iraq, and welcomed progress towards that. CND also worked to oppose any attacks on Iran and continued to support UN resolutions – over many decades – calling for a nuclear weapons free zone in the Middle East.

Festivals and Conferences

CND participated at a number of summer festivals in 2007, including Glastonbury, to help get its message over as widely as possible. CND also participated at the Labour Party Conference, the Trades Union Congress, and a number of national trade union conferences, having successful fringe meetings at many of these events. An increasing number of trade union affiliations to CND and increased trade union participation in its events have been observed.

CAMPAIGN FOR NUCLEAR DISARMAMENT

COUNCIL'S REPORT

For the year ended 31 December 2007

Other

Lobbying, letter writing, street campaigning, blockades, local meetings and parliamentary meetings have all been employed on CND campaigns. Much activity took place at local level, increasing awareness of and interest in peace issues and CND. CND assists local groups and activists through the provision of advice, encouragement, leaflets and other campaigning materials and the CND website continues to develop, providing up to date information on all activities.

CND undertakes extensive press work to maintain high profile coverage of CND and its issues. It lobbies diplomats, ministers and various officials and continues to work with its supporters in Parliament. It maintains regular contact with MPs, raises issues of concern, produces briefings, and seeks to influence the policy-making processes of the political parties and trade unions.

CND was successful in setting up a charitable trust in 2007 – the Nuclear Education Trust (NET). Variation of a CND legacy in favour of NET and subsequent recovery of inheritance tax by NET has provided NET with the funds to make significant contributions to CND's peace education work, in 2007 and in the future. A Peace Education Officer was appointed in 2007 and a pack for schools is being developed along with many ideas for promoting peace education in schools and the wider community.

FUTURE DEVELOPMENTS

The No Trident Replacement Campaign, particularly in the context of global disarmament initiatives will continue to be the main focus of 2008. 2008 is also the 50th anniversary of the founding of CND and events are planned to both mark this and move the campaign forward. An international conference on global disarmament and significant activity at Aldermaston are both planned for early 2008. Work will continue on scrapping Trident particularly at Devonport and Faslane.

CND will continue to organise a broad range of activities involving its staff, regions, groups and members. It will send representatives to international conferences, political party conferences, trade union conferences and many other events. It will continue to work with other campaigning organisations and groups to achieve its objectives, and fulfil its conference decisions.

CND's efforts on fundraising and membership recruitment will continue. Fundraising, recruitment and profile raising will be maintained through CND's presence at festivals and events as well as through campaigning activities.

CND is committed to maximising its use of its resources, including its staff, members, and investment in information technology equipment. It will continue to develop its publications, especially its website (<http://www.cnduk.org>).

FINANCIAL REVIEW

The results of the year's operations are set out in the attached financial statements. The total retained reserves at 31 December 2007 amounted to £481,666.

RESPONSIBILITIES OF COUNCIL

The Council is responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulations.

CAMPAIGN FOR NUCLEAR DISARMAMENT

COUNCIL'S REPORT

For the year ended 31 December 2007

Company and charity law applicable to charities in England/Wales requires the Council to prepare financial statements for each financial year. Under that law the Council has elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The financial statements are required by law to give a true and fair view of the state of affairs of the Company and of the surplus or deficit of the Company for that period. In preparing those financial statements the Council is 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 that the Company will continue in operation).

The Council is responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the Company and enable it to ensure that the financial statements comply with the Companies Act 1985. It is also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the detection and prevention of fraud and other irregularities.

The Council is responsible for the maintenance and integrity of the corporate and financial information included on the Company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

STATEMENT OF DISCLOSURE OF INFORMATION TO AUDITORS

We, as the directors of the company who held office at the date of approval of these financial statements as set out above, each confirm, so far as we are aware, that:

- there is no relevant audit information of which the Company's auditors are unaware; and
- we have taken all the steps that we ought to have taken as directors in order to make ourselves aware of any relevant audit information and to establish that the Company's auditors are aware of that information.

AUDITORS

The auditors, Gotham Erskine LLP have indicated their willingness to accept re-appointment under Section 385(2) of the Companies Act 1985.

SMALL COMPANY SPECIAL PROVISIONS

The report of the Council has been prepared in accordance with the special provisions of Part VII of the Companies Act 1985 relating to small companies.

This report was approved, and authorised for issue, by the Council on 13 July 2008 and signed on its behalf by:

Linda Hugi
Company Secretary

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF CAMPAIGN FOR NUCLEAR DISARMAMENT

We have audited the financial statements of Campaign for Nuclear Disarmament for the year ended 31 December 2007 which comprise the Income and Expenditure Account, the Balance Sheet and the related notes. These financial statements have been prepared under the accounting policies set out therein and the requirements of the Financial Reporting Standard for Smaller Entities (effective January 2007).

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

Respective responsibilities of Council and auditors

The responsibilities of the Council (who are also the directors of Campaign for Nuclear Disarmament for the purposes of company law) 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 Responsibilities of the Council.

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 Companies Act 1985. We also report to you whether in our opinion the information given in the Councils' Annual Report is consistent with the financial statements.

In addition we report to you if, in our opinion, the Company 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 Councils' remuneration and other transactions is not disclosed.

We read the Councils' 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 judgements made by the Council in the preparation of the financial statements, and of whether the accounting policies are appropriate to the Company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all 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 applicable to Smaller Entities of the state of the Company's affairs as at 31 December 2007, and of its surplus for the year then ended;
- have been properly prepared in accordance with the Companies Act 1985; and
- are consistent with the information given in the Council report.

Gotham Erskine LLP
Chartered Accountants
& Registered Auditors
Friendly House
52 - 58 Tabernacle Street
London EC2A 4NJ

Date:

CAMPAIGN FOR NUCLEAR DISARMAMENT

INCOME AND EXPENDITURE ACCOUNT

For the year ended 31 December 2007

	Notes	2007 £	2006 £
OPERATING INCOME			
Subscriptions and regular giving		341,574	322,161
Appeals		82,438	84,983
Other donations	2	56,933	40,117
Fundraising activities		28,103	22,198
Legacies	3	277,454	142,447
Management charges to Nuclear Education Trust	15	592	-
TOTAL OPERATING INCOME		787,094	611,906
OPERATING EXPENDITURE			
Campaigning activities:	5		
Direct campaigning costs	9	317,883	289,392
Regions		61,688	54,290
Specialist sections		5,030	4,309
External campaigns		9,100	5,400
Peace education		35,428	4,621
Membership and fundraising	8	151,117	102,665
Policy and decision making		10,920	11,936
Support costs	10	146,120	147,059
TOTAL OPERATING EXPENDITURE		737,286	619,672
OPERATING SURPLUS/(DEFICIT)			
Bank interest		18,364	16,664
Less: Interest paid to Nuclear Education Trust	15	(1,885)	-
Taxation	12	(3,611)	(2,770)
SURPLUS AFTER TAX		62,676	6,128
Transfer (to)/from designated reserves	13	(30,000)	-
SURPLUS/(DEFICIT) FOR YEAR AFTER TRANSFERS		£ 32,676	£ 6,128

NOTE

Movements in the Accumulated Surplus are shown below. Details of other movements in reserves are shown in Note 13.

	2007 £	2006 £
Surplus for year after transfers	32,676	6,128
Gain on revaluation of investments	1,343	7,993
	34,019	14,121
Accumulated surplus at the start of the year	262,647	248,526
Accumulated surplus at the end of the year	£ 296,666	£ 262,647

The annexed notes form part of these financial statements

CAMPAIGN FOR NUCLEAR DISARMAMENT (company limited by guarantee)**BALANCE SHEET**

As at 31 December 2007

	Notes	2007	2006
		£	£
FIXED ASSETS			
Tangible assets	6	11,564	16,733
Investments	7	62,755	61,412
		<u>74,319</u>	<u>78,145</u>
CURRENT ASSETS			
Stocks		7,496	6,515
Debtors	11	40,765	32,371
Cash at bank and in hand		465,913	533,320
		<u>514,174</u>	<u>572,206</u>
CREDITORS: amounts falling due within one year	12	<u>(106,827)</u>	<u>(232,704)</u>
NET CURRENT ASSETS		<u>407,347</u>	<u>339,502</u>
NET ASSETS/TOTAL ASSETS			
LESS CURRENT LIABILITIES		<u>£ 481,666</u>	<u>£ 417,647</u>
CAPITAL AND RESERVES			
Accumulated surplus		296,666	262,647
General reserve	13	120,000	120,000
Fixed assets reserve	13	35,000	35,000
Dilapidations reserve	13	30,000	-
		<u>£ 481,666</u>	<u>£ 417,647</u>

The financial statements have been prepared in accordance with the provisions of Part VII of the Companies Act 1985 relating to small companies and the Financial Reporting Standard for Smaller Entities (effective January 2007). They were approved, and authorised for issue, by the Council on 13 July 2008 and signed on their behalf by:-

KATE HUDSON, Chair

LINDA HUGL, Treasurer

STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES

For the year ended 31 December 2007

	2007	2006
	£	£
Surplus for year after taxation	62,676	6,128
Gain on revaluation of investments	1,343	7,993
Total recognised gains and losses relating to the year	<u>£ 64,019</u>	<u>£ 14,121</u>

The annexed notes form part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2007

1. ACCOUNTING POLICIES

Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention in accordance with the Companies Act 1985, the Financial Reporting Standard for Smaller Entities (effective January 2007) and applicable accounting standards.

The financial statements do not deal with any funds under the control of CND Representative Organisations. These are defined in the Campaign's constitution as CND national organisations, regional organisations, groups and specialist sections. All such organisations are entirely autonomous in their funding and decision-making. Details of transactions with these organisations are given in Note 13.

The effect of events relating to the year ended 31 December 2007 which occurred before the date of approval of the financial statements by the Council have been included in the financial statements to the extent required to show a true and fair view of the state of affairs at 31 December 2007 and of the results for the year ended on that date.

Income recognition

Income from membership subscriptions and donations is accounted for on a cash received basis. Grants subject to restrictions are accounted for in the period specified for their use by donors or, where there is no time restriction, as they are expended on the purposes for which they were given. Legacy income is recognised when it is reasonably certain that a legacy will be received and the amount receivable can be reliably measured. All other income is accounted for on the accruals basis.

Investments

Investments are stated at year-end market value.

Depreciation

All assets costing more than £500 are capitalised. Depreciation has been computed so as to write off the cost of the tangible fixed assets (equipment, furniture and fixtures) evenly over their expected useful lives of 4 - 8 years.

Pension costs

The Campaign contributes 2.5% of gross salary to a nominated pension scheme for staff members who also contribute 1.25% of their gross salary. The costs to the Campaign are allocated to the activities on the basis of the staff members to whom the costs relate.

Stocks

Stocks of materials and merchandise for sale are valued at the lower of cost and net realisable value.

CAMPAIGN FOR NUCLEAR DISARMAMENT

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2007

2. DONATIONS	2007	2006
	£	£
General donations	18,915	10,108
Newspaper advert donations	-	14,639
Peace education income	32,816	78
Campaigning donations	3,243	13,624
Parliamentary donations	25	110
Information donations	15	10
Insurance donations	575	730
In memoriam donations	1,344	818
	£ 56,933	£ 40,117

Peace education income is recognised to the extent that it is expended in the year; unexpended amounts are included as Deferred Peace Education income within Creditors (see Note 12) as follows:

	2007	2006
	£	£
Grants receivable in the year:		
Nuclear Education Trust	27,000	-
Unison	-	10,000
W F Southall Trust	-	2,000
	27,000	12,000
Less: Expenditure in the year	(32,816)	(78)
Deferred income at the start of the year	13,527	1,605
Deferred income at the end of the year	£ 7,711	£ 13,527

All other specific donations, mainly for campaigning, have been spent on the purposes for which they were given during the year.

3. LEGACIES

In 2006 the Campaign received a large legacy which it varied so that £120,000 went to the Nuclear Education Trust, a new Charity which the Campaign has helped establish to carry out educational and other charitable work in pursuit of the Campaign's objects. Varying the legacy in this way enabled the Trust to claim back over £70,000 inheritance tax deducted from CND's legacy. The legacy income shown in the Income and Expenditure Account for 2006 is shown after deducting this £120,000 and, for both years, after deducting the legacy share-outs to Scottish CND and CND Cymru described in Note 14.

CAMPAIGN FOR NUCLEAR DISARMAMENT

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2007

4. EMPLOYEES AND STAFF COSTS	2007	2006
	£	£
Wages and salaries	295,482	248,276
Social security costs	28,531	23,297
Pension costs	1,481	2,285
	<u>£ 325,494</u>	<u>£ 273,858</u>

The average weekly number of full time equivalent employees during the year was:

Campaigning activities	5.8	5.1
Membership and fundraising	2.5	2.5
Admin	1.9	1.9
Regional development	0.7	0.8
Peace education	1.0	0.3
	<u>11.9</u>	<u>10.6</u>

5. DEPARTMENTAL COSTS	Staff costs	Direct costs	2007 Total	2006 Total
	£	£	£	£
Membership and fundraising	70,646	80,471	151,117	102,665
Campaigning activities:				
Direct campaigning costs (see below)	162,448	155,435	317,883	289,392
Regions	16,145	45,543	61,688	54,290
Specialist sections	-	5,030	5,030	4,309
External campaigns	-	9,100	9,100	5,400
Peace education	22,532	12,896	35,428	4,621
Policy and decision making	-	10,920	10,920	11,936
Support costs	53,723	92,397	146,120	147,059
	<u>£ 325,494</u>	<u>£ 411,792</u>	<u>£ 737,286</u>	<u>£ 619,672</u>

Information about Membership and fundraising costs, Direct campaigning costs, Regions and Specialist sections expenditure is given respectively in Notes 8, 9 and 14. Details of support costs are given in Note 10.

During the year one Council member, the Chair, Kate Hudson, received consultancy fees of £8,200 (2006 - £6,500) to enable her to campaign full-time for a concentrated period from late 2006 to early 2007. Expenses relating to travel and subsistence totalling £7,393 (2006 - £5,741) were reimbursed to 34 Council members (2006 - 31).

Details of staff costs and numbers are given in Note 4.

CAMPAIGN FOR NUCLEAR DISARMAMENT

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2007

6. TANGIBLE FIXED ASSETS - OFFICE EQUIPMENT

	£
Cost	
At 1 January 2007	70,273
Additions	1,028
Disposals	<u>(3,890)</u>
At 31 December 2007	<u>67,411</u>
Depreciation	
At 1 January 2007	53,540
Charge for the year	6,197
Eliminated on disposals	<u>(3,890)</u>
At 31 December 2007	<u>55,847</u>
Net book value	
At 31 December 2006	£ 16,733
At 31 December 2007	<u>£ 11,564</u>

7. INVESTMENTS

	2007	2006
	£	£
Market value		
F&C - Stewardship International Fund Accumulation	15,140	13,756
AXA - UK Ethical Class R Fund Accumulation	14,458	16,624
Norwich Union - UK Ethical Fund Accumulation	19,081	18,822
Henderson - Global Care Growth Fund	14,076	12,210
	<u>£ 62,755</u>	<u>£ 61,412</u>

In 2001 the Campaign invested £50,000 equally into 4 unit trusts as above and since then there have been no movements apart from the annual revaluations. The year-end market value was as shown above. Dividend income is reinvested.

CAMPAIGN FOR NUCLEAR DISARMAMENT

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2007

8. MEMBERSHIP AND FUNDRAISING COSTS	2007	2006
	£	£
Administration costs	10,027	6,179
Appeal expenses	34,639	9,500
Membership appeals	-	220
Membership development	20,915	8,724
Merchandising costs	14,638	11,216
Legacies expenses	252	113
Membership and fundraising staff costs	69,875	66,713
Staff pension costs	771	-
	£ 151,117	£ 102,665
9. DIRECT CAMPAIGNING COSTS	2007	2006
	£	£
Publications	25,751	21,379
General campaigning	51,516	43,974
Public liability insurance	5,134	5,755
Parliamentary work	4,913	5,693
Profile raising events	8,292	2,055
Advertisements	50,071	65,337
Press	2,673	4,687
Information service	891	732
International Advisory Group	4,000	1,494
Trade union work	1,942	2,295
Website	252	2,169
Staff costs	162,150	133,822
Staff pension costs	298	-
	£ 317,883	£ 289,392

CAMPAIGN FOR NUCLEAR DISARMAMENT

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2007

10. SUPPORT COSTS	2007	2006
	£	£
Premises costs (see below)	74,276	66,791
Less: Rent income from sub-letting	(34,865)	(33,735)
Insurance	5,937	5,676
Bank and credit card charges	9,681	10,106
Audit fees	6,204	5,600
Accountancy costs	935	864
Legal and other professional fees	-	1,998
IT maintenance	6,902	9,492
Depreciation	6,197	8,650
Telephone	7,503	7,657
Printing, postage and stationery	3,046	4,009
General volunteers' expenses	3,277	4,253
Miscellaneous expenses	2,038	2,093
Loss on disposal	-	89
Sundry staff costs	1,266	888
Finance and administration staff costs	53,310	52,268
Staff pension costs	413	360
	£ 146,120	£ 147,059

Premises costs include the total expenditure on rent, rates, light, heat and repairs for 162 Holloway Road, on which the Campaign holds a 20-year lease expiring in 2009. Committed rent for the year ended 31 December 2007 amounts to £43,000.

11. DEBTORS AND FUTURE LEGACY INCOME	2007	2006
	£	£
Grants receivable from the Nuclear Education Trust	7,000	-
Other amounts receivable from the Nuclear Education Trust	638	-
Other debtors	14,989	13,933
Prepayments	18,138	18,438
	£ 40,765	£ 32,371

At the year-end the Campaign had been notified of its entitlement to various legacies, totalling approximately £208,000.

CAMPAIGN FOR NUCLEAR DISARMAMENT

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2007

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	2007	2006
	£	£
Trade creditors	8,426	32,007
Provision for premises repairs (see below)	7,857	2,457
Social security taxes	7,705	8,243
Corporation tax (see below)	3,627	2,770
Other creditors (see below)	60,315	157,031
Deferred Peace Education income (see Note 2)	7,711	13,527
Accruals	11,186	16,669
	<u>£ 106,827</u>	<u>£ 232,704</u>

Corporation tax is only charged on interest receivable. After allowing for marginal relief for small profits, tax was payable during the year at 19.8% (2006 - 16.7%).

The Campaign makes prudent provision for the cost of future repairs required to be carried out under the terms of its office lease, including regular internal and external decoration. The provision made in the year is included in premises costs as shown in Note 10. Details of movements for the year are as follows:

	2007	2006
	£	£
Provision at the start of the year	2,457	2,457
Provision made for the year	5,400	-
	<u>7,857</u>	<u>2,457</u>
Less: Maintenance carried out in the year	-	-
Provision at the end of the year	<u>£ 7,857</u>	<u>£ 2,457</u>

As explained in Note 14, the Campaign pays to Scottish CND and CND Cymru a share of legacies and membership subscription income. The amounts calculated as payable for the financial year are shown above under Other creditors. Also included in Other creditors at the year-end was an amount of £1,200 held on behalf of Ex Services CND (see Note 14); in 2006 £120,000 payable to Nuclear Education Trust, as explained in Note 3, was also included.

13. RESERVES	Balance at 1 January 2007 £	Surplus for year £	Investment gain/(loss) & Transfers £	Balance at 31 December 2007 £
Accumulated surplus	262,647	62,676	(28,657)	296,666
General reserve	120,000	-	-	120,000
Fixed asset reserve	35,000	-	-	35,000
Dilapidations reserve	-	-	30,000	30,000
	<u>£ 417,647</u>	<u>£ 62,676</u>	<u>£ 1,343</u>	<u>£ 481,666</u>

The surplus for the year shown above is the aggregate of the surplus for the year on the Income and Expenditure Account before transfers (see page 9) and the gain on revaluation of investments shown in the Statement of Total Recognised Gains and Losses on page 10.

CAMPAIGN FOR NUCLEAR DISARMAMENT

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2007

The General reserve was set up to allow an orderly wind-down of the Campaign, should this ever become necessary, and should be used for this purpose only. The balance in the reserve is maintained at approximately three month's core expenditure.

The purpose of the Fixed assets reserve is to reflect the Campaign's funds which are tied up in fixed assets and therefore not available for spending on other purposes. The year-end balance has been set to equate to the net book value of fixed assets plus a further £23,436 to cover future fixed asset purchases.

The Dilapidations reserve has been established to set aside funds to pay for the cost of making good dilapidations when the Campaign comes to the end of the 20-year lease-term on its premises in 2009. It is the intention of the Council to seek professional advice on the likely cost of the works with a view to having an accurate estimate of the liability in time for the 2008 accounts.

14. TRANSACTIONS WITH OTHER CND ORGANISATIONS

The Campaign makes grants to regional CND organisations (including contributions to the employment of staff in the regions) and specialist sections and the totals given are shown in Note 5.

During 2004 the Treasurer of Ex Services CND was ill and the organisation asked the Campaign to administer funds, including a £13,300 legacy received by the organisation, on its behalf. After other income and expenditure had been taken in to account, the Campaign held £2,110 on their behalf at 31 December 2006. During 2007 £910 was retained as donations towards specified costs of the Campaign authorised by the organisation, leaving a year-end balance amounting to £1,200 included under Other creditors (see Note 12) at the end of 2007.

The Campaign pays to CND Cymru and Scottish CND a proportion of legacies received based respectively on Welsh and Scottish members as a proportion of Campaign membership - less a deduction for the proportionate share of legacies received by those organisations. The net amounts payable, respectively of £14,972 (2006 - £13,137) and £26,816 (2006 - £14,124), are deducted from the Legacies income shown in the Income and Expenditure Account.

The Campaign also pays to CND Cymru and Scottish CND the subscriptions received from members who have moved respectively to Wales and Scotland (less a deduction for members moving the other way). The net amounts concerned, respectively £2,190 (2006 - £2,641) and £1,332 (2006 - £1,989), are deducted from the Membership subscriptions income shown in Note 2.

All amounts due were paid by the year-end except for the membership and legacy income share-outs which are paid in arrears.

As explained in Note 1 all these other CND organisations are completely autonomous and organisationally separate from the Campaign.

CAMPAIGN FOR NUCLEAR DISARMAMENT

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2007

15. NUCLEAR EDUCATION TRUST

Nuclear Education Trust is a charity whose objects are to advance education by promoting the study and understanding of, and research into, arms control and disarmament, defence and security, with an emphasis on nuclear weapons and other weapons of mass destruction. As shown in Note 2, during the year it made grants of £27,000 to the Campaign for peace education.

The Charity operates from the premises of the Campaign which provides administrative and other services to it in return for a management charge as shown on page 8. As explained in Note 3, in 2006 the Campaign varied a legacy in favour of the Charity and payment was made in 2007; the Campaign also paid the Charity a sum representing interest earned on the legacy before it was transferred.