

Registration number NI 33513

**Abaana Ministries
Company limited by guarantee**

Directors' report and audited financial statements

for the year ended 31 January 2006

**Prior McMahon
Chartered Accountants & Registered Auditor
104 - 108 Frances Street
Newtownards
County Down
BT23 7DY**

Abaana Ministries
Company limited by guarantee

Company information

Directors Pastor Gary Beattie - Chairman
 Mrs Sally Baxter

Secretary Mr Scott Baxter

Company number NI 33513

Charity number XR 23866

Registered office 40 Marlo Park
 Bangor
 County Down
 BT19 6NL

Auditors Prior McMahan
 104 - 108 Frances Street
 Newtownards
 County Down
 BT23 7DY

Business address PO Box 999
 Bangor
 County Down
 BT19 6YU

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Abaana Ministries
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Directors' report
for the year ended 31 January 2006

The directors present their report and the audited accounts for the year ended 31 January 2006.

Incorporation

The company was incorporated on 20 January 1998 as Abaana Ministries.

Principal activity

The principal activity of the company is a charity set up to help children in Africa. We aim to support children in three main areas :

1. Education - which includes child sponsorship and building schools. To date we have built two schools in Uganda and sponsor over 600 children.
2. Medical Projects - we aim to provide medical help through building medical structures and supporting already running medical facilities by providing equipment, drugs, mosquito nets and financial support for awareness programs.
3. Water projects - Over 1,000,000,000 children still do not have access to the "basic" amenities, like water, sanitation or a bed to lie on. We aim to help by providing water wells and pumps throughout Africa.

On top of these three main areas we are also involved with street children's work, and other aid projects. Each year we take several teams to Africa.

In the next year we plan to build several more schools, water projects and generally extend the work in Africa.

Directors

The directors who served during the year are as stated below:

Pastor Gary Beattie - Chairman
Mrs Sally Baxter

Directors' responsibilities

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of the affairs of the company and of the surplus or deficit of the company for that year. In preparing these 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 that the company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies (Northern Ireland) Order 1986. 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.

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Directors' report
for the year ended 31 January 2006

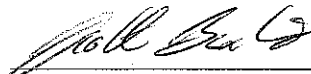
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Auditors

Prior McMahon were appointed auditors to the company and in accordance with Article 392 of the Companies (Northern Ireland) Order 1986, a resolution proposing their reappointment will be put to the Annual General Meeting.

This report is prepared in accordance with the special provisions of part VIII of the Companies (Northern Ireland) Order 1986 relating to small and medium sized companies.

This report was approved by the Board on 16th May 2006 and signed on its behalf by



Mr Scott Baxter
Secretary

Abaana Ministries
Company limited by guarantee

Independent auditors' report to the members of
Abaana Ministries

We have audited the financial statements of Abaana Ministries for the year ended 31 January 2006 which comprise the income and expenditure account, the balance sheet and the related notes. These financial statements have been prepared in accordance with the Financial Reporting Standards for Smaller Entities (effective January 2005), under the historical cost convention and the accounting policies set out therein.

This report is made solely to the company's members, as a body, in accordance with Article 243 of the Companies (Northern Ireland) Order 1986. 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 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 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 directors and auditors

As described in the statement of directors' responsibilities the company's directors are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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

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 (Northern Ireland) Order 1986. We also report to you if, in our opinion, the directors' report is not consistent with the financial statements, if 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 directors' remuneration and transactions with the company is not disclosed.

We read the directors' 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 directors 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 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.

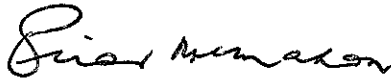
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Independent auditors' report to the members of Abaana Ministries continued

Qualified opinion arising from unaudited comparative figures

Previously there was no requirement for the company's accounts to be audited, but, in the interests of transparency and accountability, the directors have now decided that this is desirable; however, since the financial statements for the year ended 31 January 2005 were not audited, we cannot rely on the work of previous accountants to form an opinion on the comparative figures or the opening balances included in these accounts.

With the exception of the above, 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 company's affairs as at 31 January 2006 and of its surplus / (deficit) for the year then ended and have been properly prepared in accordance with the Companies (Northern Ireland) Order 1986.



16 MAY 2006

Prior McMahon
Chartered Accountants & Registered Auditor
104 - 108 Frances Street
Newtownards
County Down
BT23 7DY

Date

Abaana Ministries
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Statement of Financial Activities
(incorporating the Income and Expenditure account)
for the year ended 31 January 2006

	Notes	Restricted £	Unrestricted £	2006 Total £	2005 (unaudited) £
Income		133,286	147,370	280,656	145,759
Expenses					
Project costs		(117,899)	(91,488)	(209,387)	(120,468)
Fundraising costs		-	(7,068)	(7,068)	(3,875)
Administrative expenses		-	(38,463)	(38,463)	(21,970)
		-----	-----	-----	-----
Operating Surplus / (Deficit)	2	15,387	10,351	25,738	(554)
Other interest receivable and similar income		-	455	455	139
		-----	-----	-----	-----
Surplus / (Deficit) on ordinary activities before taxation		15,387	10,806	26,193	(415)
Tax on profit / (loss) on ordinary activities		-	-	-	-
		-----	-----	-----	-----
Retained Surplus / (Deficit) for the year		15,387	10,806	26,193	(415)
Retained funds brought forward		2,973	18,774	21,747	22,162
		-----	-----	-----	-----
Retained funds carried forward		<u>18,360</u>	<u>29,580</u>	<u>47,940</u>	<u>21,747</u>

There are no recognised gains or losses other than the surplus or deficit for the above two financial years.

The notes on pages 7 to 8 form an integral part of these financial statements.


Abaana Ministries
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Balance sheet
as at 31 January 2006

	Notes	2006		(unaudited) 2005	
		£	£	£	£
Fixed assets					
Tangible assets	3		5,556		-
Current assets					
Cash at bank and in hand		45,762		21,747	
		<u>45,762</u>		<u>21,747</u>	
Creditors: amounts falling due within one year	4	(3,378)		-	
Net current assets			42,384		21,747
Net assets			<u>47,940</u>		<u>21,747</u>
Funds					
Unrestricted funds			29,580		18,774
Restricted funds			18,360		2,973
Total funds			<u>47,940</u>		<u>21,747</u>

The financial statements are prepared in accordance with the special provisions of Part VIII of the Companies Order (Northern Ireland) 1986 relating to small companies and in accordance with the Financial Reporting Standards for Smaller Entities (effective January 2005).

The financial statements were approved by the Board on 16th May 2006 and signed on its behalf by



Pastor Gary Beattie
Director

The notes on pages 7 to 8 form an integral part of these financial statements.

Abaana Ministries
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Notes to the financial statements
for the year ended 31 January 2006

1. Accounting policies

1.1. Accounting convention

The audited accounts are prepared under the historical cost convention and in accordance with the Financial Reporting Standards for Smaller Entities (effective January 2005). The audited accounts have been prepared in accordance with the Statement of Recommended Practice (SORP), "Accounting and Reporting by Charities" (October 2000).

1.2. Tangible fixed assets and depreciation

Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Fixtures, fittings
and equipment - 25% straight line

2. Operating Surplus / (Deficit)

	2006	2005
	£	£
Operating surplus / (deficit) is stated after charging:		
Depreciation and other amounts written off tangible assets	520	210
Auditors' remuneration	934	-
and after crediting:		
Interest receivable	455	139
	<u>455</u>	<u>139</u>

3. Tangible fixed assets

	Fixtures, fittings and equipment	Total
	£	£
Cost		
At 1 February 2005	878	878
Additions	6,076	6,076
At 31 January 2006	<u>6,954</u>	<u>6,954</u>
Depreciation		
At 1 February 2005	878	878
Charge for the year	520	520
At 31 January 2006	<u>1,398</u>	<u>1,398</u>
Net book values		
At 31 January 2006	<u>5,556</u>	<u>5,556</u>

Abaana Ministries
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Notes to the financial statements
for the year ended 31 January 2006

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4. Creditors: amounts falling due within one year	2006	2005
	£	£
Accruals and deferred income	<u>3,378</u>	<u>-</u>

Abaana Ministries
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The following pages do not form part of the statutory accounts.

Abaana Ministries

**Detailed income and expenditure account
for the year ended 31 January 2006**

	Restricted £	Unrestricted £	2006 Total £
Income			
Donations	-	29,660	29,660
Event appeal	-	63	63
Special appeal	-	3,992	3,992
Internet donations	-	4,414	4,414
Gift aid	-	16,575	16,575
Water projects	195	-	195
School projects	175	-	175
The Dwelling Place	4,460	-	4,460
Adoption Now	9,111	-	9,111
Child sponsorship	60,050	-	60,050
Internet child sponsorship	19,197	-	19,197
Child sponsorship gift	2,521	-	2,521
Partners	-	8,091	8,091
Internet partners	-	1,205	1,205
Primary schools	-	4,483	4,483
Secondary schools	-	1,049	1,049
Youth groups	-	1,225	1,225
Churches	-	475	475
Grants	-	1,000	1,000
Companies	-	2,605	2,605
Other groups	-	100	100
House boxes	-	2,619	2,619
Africa team A	25,678	7,854	33,532
Africa team B	11,899	6,636	18,535
Fast 4 Africa	-	31,005	31,005
Worship nights	-	541	541
Car boot sales	-	497	497
Recycling appeal	-	423	423
Marathon	-	899	899
Street collection	-	703	703
Door to door collection	-	1,184	1,184
Bag packing	-	3,487	3,487
Cinema nights	-	652	652
Coffee nights	-	114	114
Quiz	-	167	167
Personal raised	-	1,281	1,281
Other events	-	1,580	1,580
Christmas cards	-	1,424	1,424
Children in Africa	-	340	340
Other cards	-	8	8
Crafts	-	10,547	10,547
Banda necklaces	-	472	472
Total Income	133,286	147,370	280,656

Abaana Ministries

**Detailed income and expenditure account
for the year ended 31 January 2006**

	Restricted	Unrestricted	2006
	£	£	Total
			£
Total Income b/f	133,286	147,370	280,656
Expenditure			
Project costs			
Africa team A	(25,678)	-	(25,678)
Africa team B	(11,899)	-	(11,899)
Water projects	(195)	(7,805)	(8,000)
School projects	(175)	(38,265)	(38,440)
Medical projects	-	(19,785)	(19,785)
The Dwelling Place	(4,460)	(1,554)	(6,014)
Adoption Now	(6,600)	-	(6,600)
Child sponsorship	(68,892)	-	(68,892)
Other projects	-	(1,617)	(1,617)
Banda projects	-	(4,000)	(4,000)
Training	-	(266)	(266)
Employing African staff	-	(2,396)	(2,396)
Building home	-	(5,800)	(5,800)
Swaziland Aids orphans	-	(10,000)	(10,000)
	<u>(117,899)</u>	<u>(91,488)</u>	<u>(209,387)</u>
Fundraising costs			
Printing	-	(2,773)	(2,773)
Website design & registration	-	(965)	(965)
PR costs	-	(540)	(540)
Fund raising costs	-	(1,719)	(1,719)
Internet advertising	-	(801)	(801)
Literature	-	(270)	(270)
	<u>-</u>	<u>(7,068)</u>	<u>(7,068)</u>
Administrative expenses			
Wages and salaries	-	(23,806)	(23,806)
Rent payable	-	(1,400)	(1,400)
Insurance	-	(1,056)	(1,056)
Light & heat	-	(30)	(30)
Printing, postage & stationery	-	(4,742)	(4,742)
Advertising	-	(557)	(557)
Telephone	-	(1,758)	(1,758)
Travelling and entertainment	-	(2,691)	(2,691)
Legal & professional	-	(270)	(270)
Consultancy fees	-	(250)	(250)
Accountancy & audit	-	(934)	(934)
Bank charges	-	(121)	(121)
General expenses	-	(213)	(213)
Subscriptions	-	(115)	(115)
Depreciation	-	(520)	(520)
	<u>-</u>	<u>(38,463)</u>	<u>(38,463)</u>
Total Expenditure	(117,899)	(137,019)	(254,918)
Other income and expenses			
Interest receivable	-	455	455
Net surplus / (deficit) for the year	<u>15,387</u>	<u>10,806</u>	<u>26,193</u>

Graph Analysis of Accounts

