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CAMPAIGN FOR NUCLEAR DISARMAMENT

(Company limited by guarantee no. 03533653)

REPORT AND FINANCIAL STATEMENTS

YEAR ENDED 31 December 2012

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WEDNESDAY



A25 *A2EAF8RL* #77
07/08/2013
COMPANIES HOUSE



MHA MacIntyre Hudson
GLOBAL EXPERTISE NATIONAL EXPERIENCE LOCAL EXCELLENCE*

CAMPAIGN FOR NUCLEAR DISARMAMENT

REFERENCE AND ADMINISTRATIVE DETAILS

For the year ended 31 December 2012

The Campaign for Nuclear Disarmament is incorporated as a company limited by guarantee (without share capital) no 03533653. 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.

| | | |
|-------------------------|---|---|
| Vice-presidents: | Pat Arrowsmith Tony Benn Dr John Cox Joan Horrocks Dr Rebecca Johnson | Bruce Kent Air Commodore Alastair Mackie CBE DFC Alice Mahon Canon Paul Oestreich Walter Wolfgang |
|-------------------------|---|---|

| | | | |
|------------------|---------------------------------------|--------------|------------------|
| Officers: | Chair: David Webb | | |
| | Vice-chairs: Daniel Blaney | Sarah Cartin | Jeremy Corbyn MP |
| | Treasurer: Linda Hugl | | |
| | General Secretary: Kate Hudson | | |

Company Secretary: Katy West

| | | |
|---------------------------|---------------------------------------|--|
| Registered office: | 162 Holloway Road London N7 8DQ | Telephone 020 7700 2393 Fax 020 7700 2357 Email enquiries@cnduk.org Website www.cnduk.org |
|---------------------------|---------------------------------------|--|

Auditors: MHA MacIntyre Hudson
Chartered Accountants and Statutory Auditor
New Bridge Street House, 30-34 New Bridge Street
London EC4V 6BJ

| | | |
|-----------------|---|---|
| Bankers: | The Co-operative Bank PLC 1 Islington High Street London N1 9TR | National Westminster Bank PLC 9 Charterhouse Building Goswell Road London EC1M 7AT |
|-----------------|---|---|

| | |
|---|---|
| Santander UK plc 2 Triton Square Regent's Place London NW1 3AN | Principality Building Society Principality Buildings Queen Street Cardiff CF10 1UA |
|---|---|

Investec Bank PLC
2 Gresham Street
London EC2V 7QP

Solicitors: Michael Seifert Solicitor
8-9 Frith Street
London W1D 3JB

CAMPAIGN FOR NUCLEAR DISARMAMENT

COUNCIL'S REPORT

For the year ended 31 December 2012

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 2012

OBJECTS

The Campaign for Nuclear Disarmament (CND) 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

PRINCIPAL ACTIVITIES

CND's principal campaigning activities are to inform, educate, lobby and engage people in diverse forms of activity to achieve its objects. It 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 five of its members are elected at the AGM to direct CND's operations between Council meetings, a sixth member of the Officer team, the General Secretary, is an appointed staff position.

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

Pat Allen, Dick Allwright*, Adam Beese, Daniel Blaney, Sophie Bolt, Jim Brann, Sarah Cartin, Jenny Clegg, Ian Cohen, Ros Cook, Jeremy Corbyn MP, John Cox, Tom Cuthbert, Nigel Day, Fiona Edwards, Dr Ian Fairlie, Janet Fenton, Rachael Filby*, Chris Gidden, Philip Gilligan, Jill Gough, John Hemsley, Kate Hudson, Linda Hugl, Joy Hurcombe, Helen John*, Richard Johnson, Brian Larkin*, Peter le Mare, Michal Lovejoy, Caroline Lucas MEP, Lesley Mathews, Isobel McHarg, Vijay Mehta, Lydia Meryll**, Tom Milburn, Miriam Moss*, Jon Plumptre, Gerald Poole, Bill Ramsay*, Nicholas Russell, Pat Sanchez, Owen Sloss, Tony Staunton, James Taggart, Veronica Tudhope**, Carol Turner, Hannah Tweddell, Michael Waugh, David Webb, Katy West, Arthur West, Joan West**

* Resigned 14 October 2012

** Appointed 14 October 2012

CAMPAIGN FOR NUCLEAR DISARMAMENT

COUNCIL'S REPORT

For the year ended 31 December 2012

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. The No Trident Replacement Campaign, particularly in the context of global disarmament initiatives continued to be a focus of 2012 but increasingly the Scrapping Trident Campaign became the main focus. Other major campaigns focused on US Missile Defence and Weapons in Space, NATO nuclear weapons, nuclear power and anti-war campaigning.

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.

FUTURE DEVELOPMENTS

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 and the utilisation of new media.

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 2012 amounted to £699,043.

CAMPAIGN FOR NUCLEAR DISARMAMENT

COUNCIL'S REPORT

For the year ended 31 December 2012

RESPONSIBILITIES STATEMENT OF THE COUNCIL

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

Company law 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). Under company law the directors must not approve the financial statements unless they are satisfied that they 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 adequate accounting records that are sufficient to show and explain the Company's transactions and 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 2006. 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.

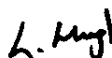
The Council members have confirmed that, so far as they are aware, there is no relevant audit information of which the Company's auditors are unaware, and that they have taken all the steps that they ought to have taken as directors in order to make themselves aware of any relevant audit information and to establish that the Company's auditors are aware of that information.

AUDITORS

MHA MacIntyre Hudson have indicated their willingness to continue in office and offer themselves for re-appointment as such, under section 485 of the Companies Act 2006.

SMALL COMPANY SPECIAL PROVISIONS

The report of the Council has been prepared taking advantage of the small companies exemption of section 415A of the Companies Act 2006. It was approved, and authorised for issue, by the Council on 13 July 2013 and signed on its behalf by



LINDA HUGL
Treasurer

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF CAMPAIGN FOR NUCLEAR DISARMAMENT (REGISTERED COMPANY NO. 03533653)

We have audited the financial statements of Campaign for Nuclear Disarmament for the year ended 31 December 2012 which comprise the Statement of Financial Activities, the Balance Sheet and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and the requirements of the Financial Reporting Standard for Smaller Entities (effective April 2008) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

This report is made solely to the Company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. 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 Council members and auditor

As explained more fully in the Responsibilities Statement of the Council, the Council members, who are the directors of Campaign for Nuclear Disarmament for the purposes of company law, are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the Company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the Council members, and the overall presentation of the financial statements.

In addition, we read all the financial and non-financial information in the Report of the Council to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements

- give a true and fair view of the state of the Company's affairs as at 31 December 2012, and of its income and expenditure for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to smaller entities, and
- have been properly prepared in accordance with the Companies Act 2006,

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Report of the Council for the financial year for which the financial statements are prepared is consistent with the financial statements.

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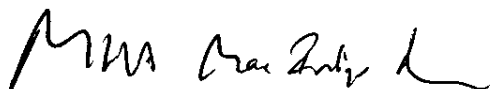
**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF
CAMPAIGN FOR NUCLEAR DISARMAMENT (REGISTERED COMPANY NO. 03533653)**

(Continued)

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us, or
- the financial statements are not in agreement with the accounting records and returns, or
- certain disclosures of directors' remuneration specified by law are not made, or
- we have not received all of the information and explanations we require for our audit, or
- the Council members were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies exemption in preparing the Report of the Council members



Simon Erskine (Senior Statutory Auditor)

For and on behalf of

MHA MacIntyre Hudson

Chartered Accountants and Statutory Auditor

New Bridge Street House, 30-34 New Bridge Street

London

EC4V 6BJ

Date

6.8.13

CAMPAIGN FOR NUCLEAR DISARMAMENT

STATEMENT OF FINANCIAL ACTIVITIES

(Incorporating Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

For the year ended 31 December 2012

| | Notes | Unrestricted Funds 2012 £ | Restricted Funds 2012 £ | Total Funds 2012 £ | Total Funds 2011 £ |
|---|-------|------------------------------------|----------------------------------|-----------------------------|-----------------------------|
| INCOME | | | | | |
| Subscriptions and regular giving | | 291,563 | - | 291,563 | 296,274 |
| Appeals | | 105,997 | - | 105,997 | 156,683 |
| Grants and donations | 2 | 22,653 | 41,728 | 64,381 | 168,411 |
| Other fundraising activities | 3 | 32,764 | - | 32,764 | 41,926 |
| Legacies | | 192,051 | - | 192,051 | 56,399 |
| Management charge to Nuclear Education Trust | 15 | 2,344 | - | 2,344 | 1,568 |
| Bank interest | | 11,887 | - | 11,887 | 7,109 |
| TOTAL OPERATING INCOME | | 659,259 | 41,728 | 700,987 | 728,370 |
| EXPENDITURE | | | | | |
| Campaigning activities | 5 | | | | |
| Direct campaigning costs | 9 | 279,592 | 15,942 | 295,534 | 261,381 |
| Regions | | 60,750 | - | 60,750 | 55,198 |
| Specialist sections | | 3,400 | - | 3,400 | 2,700 |
| External campaigns | | 3,300 | - | 3,300 | 2,000 |
| Peace education | | - | 58,416 | 58,416 | 45,919 |
| Membership and fundraising | 8 | 112,917 | - | 112,917 | 123,457 |
| Policy and decision making | | 7,430 | - | 7,430 | 7,023 |
| Support costs | 10 | 114,496 | 16,878 | 131,374 | 133,550 |
| Corporation tax | 12 | 2,377 | - | 2,377 | 1,439 |
| TOTAL OPERATING EXPENDITURE | | 584,262 | 91,236 | 675,498 | 632,667 |
| NET INCOME/EXPENDITURE AFTER TAX (see Note 12) | | 74,997 | (49,508) | 25,489 | 95,703 |
| Investment gains/(losses) | | 5,937 | - | 5,937 | (3,394) |
| NET MOVEMENT IN FUNDS | | 80,934 | (49,508) | 31,426 | 92,309 |
| FUNDS AT THE START OF THE YEAR | | 570,003 | 97,614 | 667,617 | 575,308 |
| FUNDS AT THE END OF THE YEAR | | £ 650,937 | £ 48,106 | £ 699,043 | £ 667,617 |

NOTE

Details of movements in reserves are shown in Note 13

The annexed notes form part of these financial statements

CAMPAIGN FOR NUCLEAR DISARMAMENT

BALANCE SHEET

As at 31 December 2012

| | Notes | 2012 £ | 2011 £ |
|---|-------|------------------|------------------|
| FIXED ASSETS | | | |
| Tangible assets | 6 | 43,366 | 37,478 |
| Investments | 7 | 63,336 | 57,399 |
| | | <u>106,702</u> | <u>94,877</u> |
| CURRENT ASSETS | | | |
| Stocks | | 6,098 | 7,174 |
| Debtors | 11 | 36,083 | 59,247 |
| Cash at bank and in hand | | 620,457 | 549,401 |
| | | <u>662,638</u> | <u>615,822</u> |
| CREDITORS: amounts falling due within one year | 12 | <u>(70,297)</u> | <u>(43,082)</u> |
| NET CURRENT ASSETS | | <u>592,341</u> | <u>572,740</u> |
| NET ASSETS/TOTAL ASSETS LESS CURRENT LIABILITIES | | <u>£ 699,043</u> | <u>£ 667,617</u> |
| CAPITAL AND RESERVES (see Note 13) | | | |
| Restricted funds | | 48,106 | 97,614 |
| Accumulated unrestricted surplus - including revaluation reserve of £13,336 (2011 - £7,399) | | 500,937 | 420,003 |
| General reserve | | 100,000 | 100,000 |
| Fixed assets reserve | | 50,000 | 50,000 |
| | | <u>£ 699,043</u> | <u>£ 667,617</u> |

The financial statements have been prepared in accordance with the provisions of the Companies Act 2006 applicable to companies subject to the small companies' regime and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

They were approved, and authorised for issue, by the Council members on 13 July 2013 and signed on their behalf by -

David Webb DAVID WEBB, Chair

L. Hugl LINDA HUGL, Treasurer

The annexed notes form part of these financial statements

CAMPAIGN FOR NUCLEAR DISARMAMENT

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2012

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 2006, the Financial Reporting Standard for Smaller Entities (effective April 2008) 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 14.

The effect of events relating to the year ended 31 December 2012 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 2012 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 are accounted for in the period specified for their use by donors or, where there is no time restriction, when entitlement has been established. 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 assets evenly over their expected useful lives as follows:

| | | |
|-----------------------------------|---|--|
| Equipment, furniture and fixtures | - | 4-8 years |
| Leasehold improvements | - | Over the remaining term of the lease to 2030 |

Pension costs

The Campaign contributes 3% of gross salary to a nominated pension scheme for staff members if they also contribute 1.5% 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.

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CAMPAIGN FOR NUCLEAR DISARMAMENT

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2012

Fund accounting

The accumulated unrestricted surplus represents unrestricted funds which are available for use at the discretion of the Council in furtherance of the general objects of the Campaign and which have not been designated for other purposes

Designated funds comprise unrestricted funds that have been set aside by the Council for particular purposes. The aim and use of each designated fund (i.e. the Fixed Asset reserve and General Reserve) is set out in the notes to the financial statements

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the Campaign for particular purposes. The cost of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements

| 2 GRANTS AND DONATIONS | Unrestricted Funds £ | Restricted Funds £ | Total 2012 £ | Total 2011 £ |
|-----------------------------------|----------------------------|--------------------------|--------------------|--------------------|
| <i>Grants</i> | | | | |
| Nuclear Education Trust (Note 15) | - | 41,333 | 41,333 | 64,000 |
| MEDACT | - | 145 | 145 | - |
| Other peace education income | - | 250 | 250 | 60,150 |
| <i>Donations</i> | | | | |
| Youth CND | - | - | - | 5,000 |
| General donations | 7,972 | - | 7,972 | 33,623 |
| Campaigning donations | 10,726 | - | 10,726 | 92 |
| Insurance donations | 1,445 | - | 1,445 | 2,634 |
| In memoriam donations | 2,510 | - | 2,510 | 2,912 |
| | <u>£ 22,653</u> | <u>£ 41,728</u> | <u>£ 64,381</u> | <u>£ 168,411</u> |

Details of restricted funds, and how they have been spent, are given in Note 13

| 3. OTHER FUNDRAISING ACTIVITIES | 2012 £ | 2011 £ |
|--|-----------------|-----------------|
| Merchandise sales | 10,640 | 14,282 |
| Conference income | 2,789 | 2,271 |
| Membership publications (advertising) | 670 | 880 |
| Affinity income | 1,414 | 2,198 |
| Raffle | 14,841 | 18,127 |
| Fundraising dinner including donations | 2,410 | 4,168 |
| | <u>£ 32,764</u> | <u>£ 41,926</u> |

CAMPAIGN FOR NUCLEAR DISARMAMENT

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2012

| 4. EMPLOYEES AND STAFF COSTS | 2012 £ | 2011 £ |
|---|------------------|------------------|
| Wages and salaries | 310,684 | 302,532 |
| Social security costs | 30,582 | 29,497 |
| Defined contribution scheme pension costs | 3,399 | 5,599 |
| | <u>£ 344,665</u> | <u>£ 337,628</u> |

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

| | | |
|----------------------------|-------------|-------------|
| Campaigning activities | 5.5 | 5.5 |
| Membership and fundraising | 2.3 | 2.5 |
| Administration | 1.6 | 1.7 |
| Regional development | - | - |
| Peace education | 1.3 | 1.0 |
| | <u>10.7</u> | <u>10.7</u> |

| 5. DEPARTMENTAL COSTS | Staff costs £ | Direct costs £ | 2012 Total £ | 2011 Total £ |
|-------------------------------|---------------------|----------------------|--------------------|--------------------|
| Membership and fundraising | 70,033 | 42,884 | 112,917 | 123,457 |
| Campaigning activities | | | | |
| Direct campaigning costs | 186,590 | 108,944 | 295,534 | 261,381 |
| Regions (see Note 14) | - | 60,750 | 60,750 | 55,198 |
| Specialist sections | - | 3,400 | 3,400 | 2,700 |
| External campaigns | - | 3,300 | 3,300 | 2,000 |
| Peace education | 35,504 | 22,912 | 58,416 | 45,919 |
| Policy and decision making | - | 7,430 | 7,430 | 7,023 |
| Support costs | 52,538 | 78,836 | 131,374 | 133,550 |
| Corporation tax (see Note 12) | - | 2,377 | 2,377 | 1,439 |
| | <u>£ 344,665</u> | <u>£ 330,833</u> | <u>£ 675,498</u> | <u>£ 632,667</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 Peace Education work are given in Note 13, support costs in Note 10.

Kate Hudson, the General Secretary and a member of Council, was employed during the year at a remuneration of £38,091 (2011 - £36,264), no other Council members received any remuneration. Expenses relating to travel and subsistence totalling £2,862 were reimbursed to 31 Council members (2011 - £3,998 to 33 Council members), with an additional £1,845 in campaigning costs paid to Kate Hudson (2011 - £1,443) for subsistence costs from campaigning work. Additionally, goods and services totalling £5,091 were purchased on an arms length basis from the father and husband respectively of one of the Council members (2011 - £nil).

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 2012

6. TANGIBLE FIXED ASSETS

| | Leasehold improve- ments £ | Office equipment £ | Total £ |
|-------------------------|-------------------------------------|--------------------------|-----------------|
| Cost | | | |
| At 1 January 2012 | 30,800 | 63,631 | 94,431 |
| Additions | 2,943 | 6,696 | 9,639 |
| Disposals | - | (11,280) | (11,280) |
| At 31 December 2012 | <u>33,743</u> | <u>59,047</u> | <u>92,790</u> |
| Depreciation | | | |
| At 1 January 2012 | 1,564 | 55,389 | 56,953 |
| Charge for the year | 1,626 | 2,125 | 3,751 |
| Eliminated on disposals | - | (11,280) | (11,280) |
| At 31 December 2012 | <u>3,190</u> | <u>46,234</u> | <u>49,424</u> |
| Net book value | | | |
| At 31 December 2011 | £ 29,236 | £ 8,242 | £ 37,478 |
| At 31 December 2012 | <u>£ 30,553</u> | <u>£ 12,813</u> | <u>£ 43,366</u> |

7. INVESTMENTS

| | 2012 £ | 2011 £ |
|---|-----------------|-----------------|
| Market value | | |
| F&C - Stewardship International Fund Accumulation | 10,431 | 9,542 |
| AXA - UK Ethical Class R Fund Accumulation | 10,871 | 9,636 |
| Aviva - UK Ethical Fund Accumulation | 10,713 | 9,590 |
| Henderson - Global Care Growth Fund | 9,608 | 8,934 |
| Aberdeen Ethical World A | 11,115 | 10,244 |
| F & C Ethical Bond 1 Fund | 10,598 | 9,453 |
| | <u>£ 63,336</u> | <u>£ 57,399</u> |
| Movements in market value | | |
| | 2012 £ | 2011 £ |
| B/fwd | 57,399 | 60,793 |
| Investment gains/(losses) | 5,937 | (3,394) |
| C/fwd | <u>£ 63,336</u> | <u>£ 57,399</u> |

In 2001 the Campaign invested £50,000 equally into 4 unit trusts. In 2009 the portfolio was re-organised (without any money being invested or withdrawn) so as to reduce the 4 original holdings and to purchase 2 new ones to spread risk. The year-end market values of the investments at 2011 and 2012 are as shown above. Dividend income is reinvested.

The investments have been chosen for their ethical credentials as recommended by Ethical Investors Group.

CAMPAIGN FOR NUCLEAR DISARMAMENT

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2012

| 8. MEMBERSHIP AND FUNDRAISING COSTS | 2012 | 2011 |
|--|------------------|------------------|
| | £ | £ |
| Administration costs | 12,992 | 11,832 |
| Appeal expenses | 14,723 | 13,139 |
| Membership development | 460 | 164 |
| Merchandising costs | 6,349 | 7,765 |
| Fundraising dinner costs | 121 | 2,025 |
| Raffle costs | 7,953 | 8,448 |
| Legacies expenses | 286 | 251 |
| Membership and fundraising staff costs | 70,033 | 79,833 |
| | £ 112,917 | £ 123,457 |
| 9. DIRECT CAMPAIGNING COSTS | 2012 | 2011 |
| | £ | £ |
| Publications | 25,469 | 22,572 |
| Design | 62 | 335 |
| General campaigning | 22,637 | 14,083 |
| Public liability insurance | 3,801 | 5,686 |
| Parliamentary work | 13,618 | 5,232 |
| Profile raising events | 3,245 | 7,374 |
| Advertisements | 27,888 | 15,936 |
| Press | 1,722 | 1,827 |
| Information service | 453 | 627 |
| Youth work | 1,602 | 467 |
| Trade union work | 7,022 | 1,759 |
| Website | 1,425 | 5,675 |
| Staff costs | 186,590 | 179,808 |
| | £ 295,534 | £ 261,381 |

CAMPAIGN FOR NUCLEAR DISARMAMENT

NOTES TO THE FINANCIAL STATEMENTS For the year ended 31 December 2012

| 10. SUPPORT COSTS | 2012 | 2011 |
|--|------------------|------------------|
| | £ | £ |
| Premises costs (see below) | 35,267 | 35,876 |
| Less Rent income from sub-letting | (6,800) | (8,262) |
| Insurance | 6,305 | 5,845 |
| Bank and credit card charges | 8,050 | 8,643 |
| Audit fees | 7,860 | 7,860 |
| Accountancy costs | 1,399 | 456 |
| Legal and other professional fees | 1,391 | 1,840 |
| IT | 8,802 | 8,742 |
| Depreciation | 3,750 | 3,819 |
| Telephone | 4,866 | 5,672 |
| Printing, postage and stationery | 2,466 | 3,598 |
| General volunteers' expenses | 3,731 | 3,332 |
| Miscellaneous expenses including health and safety | 1,434 | 2,652 |
| Sundry staff costs (including training) | 315 | 428 |
| Finance and administration staff costs | 52,538 | 53,049 |
| | £ 131,374 | £ 133,550 |

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 which expires in June 2030. The annual lease commitment for 2013 is £11,000.

An appropriate element of Support costs has been allocated to the restricted fund expenditure shown in Note 13 which has been part-funded by charitable grants.

| 11. DEBTORS | 2012 | 2011 |
|---|-----------------|-----------------|
| | £ | £ |
| Grants receivable from the Nuclear Education Trust (Note 15) | - | 31,000 |
| Other amounts receivable from the Nuclear Education Trust (Note 15) | 2,944 | 1,850 |
| Other debtors | 20,160 | 13,444 |
| Prepayments | 12,979 | 12,953 |
| | £ 36,083 | £ 59,247 |

CAMPAIGN FOR NUCLEAR DISARMAMENT

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2012

| 12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR | 2012 £ | 2011 £ |
|--|-----------------|-----------------|
| Trade creditors | 14,894 | 8,999 |
| Provision for premises repairs (see below) | 5,439 | 2,439 |
| Corporation tax (see below) | 2,377 | 1,439 |
| Social security and other taxes | 9,235 | 8,295 |
| Other creditors (see below) | 20,728 | 9,313 |
| Amounts due to the Nuclear Education Trust | 83 | - |
| Accruals | 17,541 | 12,597 |
| | <u>£ 70,297</u> | <u>£ 43,082</u> |

Corporation tax is only charged on interest receivable Tax was payable as shown above on the income for the year at 20 25% (2011 - 20 25%)

As explained in Note 14, the Campaign pays to Scottish CND its membership income and its share of legacies The amounts calculated as payable for the financial year are shown above under Other creditors

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

| | 2012 £ | 2011 £ |
|--|----------------|----------------|
| Provision at the start of the year | 2,439 | 8,510 |
| Provision made for the year | <u>3,000</u> | <u>3,000</u> |
| | 5,439 | 11,510 |
| Less Maintenance carried out in the year | - | (9,071) |
| Provision at the end of the year | <u>£ 5,439</u> | <u>£ 2,439</u> |

CAMPAIGN FOR NUCLEAR DISARMAMENT

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2012

| 13. RESERVES | Balance at 1 January 2012 £ | Income £ | Expenditure £ | Investment gain/(loss) & Transfers £ | Balance at 31 December 2012 £ |
|----------------------|--------------------------------------|------------------|--------------------|---|--|
| Accumulated surplus | 420,003 | 659,259 | (584,262) | 5,937 | 500,937 |
| Restricted funds | 97,614 | 41,728 | (91,236) | - | 48,106 |
| General reserve | 100,000 | - | - | - | 100,000 |
| Fixed assets reserve | 50,000 | - | - | - | 50,000 |
| | <u>£ 667,617</u> | <u>£ 700,987</u> | <u>£ (675,498)</u> | <u>£ 5,937</u> | <u>£ 699,043</u> |

The Accumulated surplus includes a revaluation reserve of £13,336 (2011 - £7,399), which represents the excess of the value of the fixed asset investments over their historical cost of £50,000 as detailed in Note 7

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 £6,634 to cover fixed asset purchases planned for 2013 including computer hardware.

| | Brought Forward £ | Incoming Resources £ | Resources Expended £ | Transfers £ | Carried Forward £ |
|-------------------------|-------------------------|----------------------------|----------------------------|----------------|-------------------------|
| RESTRICTED FUNDS | | | | | |
| Peace education | 76,299 | 41,583 | (75,209) | - | 42,673 |
| Trade union work grant | 11,340 | - | (11,340) | - | - |
| Youth work | 6,000 | - | (1,602) | - | 4,398 |
| Ex Services CND | 3,975 | - | (3,000) | - | 975 |
| ICAN Voluntary work | - | 145 | (85) | - | 60 |
| | <u>£ 97,614</u> | <u>£ 41,728</u> | <u>£ (91,236)</u> | <u>£ Nil</u> | <u>£ 48,106</u> |

The Youth work fund is ringfenced for the development of youth campaigning.

The ICAN (International Campaign to Abolish Nuclear Weapons) Voluntary Work fund is ringfenced to pay for expenses incurred by volunteers working on this project.

During 2008 the officers of Ex Services CND asked the Campaign to hold its funds and since then monies have been released for spending on projects as agreed with Ex Services CND.

CAMPAIGN FOR NUCLEAR DISARMAMENT

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2012

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

The Campaign pays to Scottish CND a proportion, based on the number of Scottish members as a proportion of total Campaign membership, of legacies received by the Campaign after deduction of legacies received by Scottish CND. The net amounts payable of £18,956 (2011 - £7,422) are deducted in arriving at the Legacies income shown in the Statement of Financial Activities

The Campaign also pays to Scottish CND the subscriptions received from Scottish members by CND on their behalf. The amounts concerned, £1,204 (2011 - £1,324), are deducted in arriving at the Membership subscriptions income shown in the Statement of Financial Activities

Previously CND Cymru had a similar arrangement but since 2008 it has foregone its portion of future legacy income and membership subscription income in return for CND meeting its £15,000 per annum management and administrative support costs. In 2010 the Council agreed to make this alternative arrangement permanent. Had the old system remained in place, CND Cymru would have been entitled to £9,551 for legacies (2011 - £2,568) and £2,217 for membership subscription income (2011 - £2,170)

All amounts due were paid by the year-end except for the membership dues 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

15. NUCLEAR EDUCATION TRUST

The Campaign works closely with the Nuclear Education Trust (NET), and has the right to appoint 3 of NET's trustees (which can number up to 9). As shown in Note 2, during the year NET made grants of £41,333 to the Campaign (2011 - £64,000). NET 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 7. Both parties consider this charge to be a fair reflection of the value of services provided.