



MAYDAY TRUST
(A company limited by guarantee)

REPORT AND FINANCIAL STATEMENTS

31 MARCH 2007

Company number : 2911222
Charity number: 1035524

MAYDAY TRUST
(A company limited by guarantee)

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MAYDAY TRUST
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DIRECTORS' AND TRUSTEES' REPORT

Year ended 31 March 2007

The trustees are pleased to present their report and financial statements for the year ended 31 March 2007.

Reference and Administrative Information

Charity Name	Mayday Trust
Charity Registration Number	1035524
Company Registration Number	2911222
Registered Office	75 Albert Street Rugby Warwickshire CV21 2SN

The Board of Trustees

The Board of Trustees who served the charity during the period were as follows:

J Arnold (appointed 1 July 2007)
C R Holman
L Hunt (resigned 12 September 2006)
B McFarland
A Rastall-Conrad
L K Stacey (appointed 11 June 2007)
M Williams (resigned 26 July 2006)

In accordance with the Articles of Association, C R Holman will retire by rotation and, being eligible, will stand for re-appointment.

Company Secretary

C L Burrows

Senior Executive Team

Chief Executive – Caroline Ward (appointed 29 January 2007)

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DIRECTORS' AND TRUSTEES' REPORT

Year ended 31 March 2007

Auditors

Clement Keys
Chartered Accountants
39/40 Calthorpe Road
Edgbaston
Birmingham
B15 1TS

Solicitors

Brethertons
Chestnut Field House
Chestnut Field
Rugby
Warwickshire
CV21 2PD

Bankers

HSBC Bank plc
15 Church Street
Rugby
Warwickshire

Investment Managers

HSBC Trust Company (UK) Limited
PO Box 880
Southampton
SO15 1WP

Structure, Governance and Management

Governing Document

The organisation is a charitable company limited by guarantee, having no share capital. It was incorporated on 22 March 1994 and registered as a charity on 23 March 1994. The charitable company was established under a Memorandum of Association, which was last amended on 20 November 2003 and which established its objects and powers, and it is governed under its Articles of Association. In the event of the charitable company being wound up members are required to contribute an amount not exceeding £1.

It is exempt from using "Limited" under Section 30 of the Companies Act 1985.

Recruitment and Appointment of Trustees

The directors of the company are also charity Trustees for the purposes of charity law. Under the requirements of the Memorandum and Articles of Association one third of the Trustees, or the nearest number to one third of their number if not divisible by three, must retire from office at each annual General Meeting. Retiring Trustees are eligible for re-election.

Trustees have the power to appoint Trustees to fill the casual vacancies or add to the number of Trustees but these must be ratified at the next Annual General Meeting. The Board of Trustees must comprise between three and seven members.

Trustee Induction and Training

The Trust has advertised for additional Board Trustees and a new role, Visiting Associates. On appointment the Trustees and Visiting Associates will attend an induction briefing led by the Company Secretary. Induction packs will be distributed to the new trustees and Visiting Associates. A development day with the existing trustees and the Chief Executive will also be scheduled.

The Visiting Associates will have a number of projects within their remit to liaise with as "Champions" of the Board of Trustees.

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DIRECTORS' AND TRUSTEES' REPORT

Year ended 31 March 2007

Risk Management

The Trustees have introduced a formal risk management process to assess business risks and implement risk management strategies. This involved identifying the types of risks Mayday Trust faces, prioritising them in terms of potential impact and likelihood of occurrence, and identifying means of mitigating the risks.

The Trust has reviewed its governance framework following changes to the Charities and Companies Acts. All current policies and procedures are being reviewed and updated. Standing Orders are being updated to reflect the new organisation structure that will be in place by October 2007.

Organisational Structure

The Trustees are responsible for ensuring that Mayday Trust has appropriate systems of controls, financial and otherwise. The Trustees provide reasonable assurance that:

- Mayday Trust is operating efficiently and effectively;
- its assets are safeguarded against unauthorised use or disposition;
- proper records are maintained and financial information used within Mayday Trust or for publication is reliable;
- Mayday Trust complies with relevant laws and regulations.

The systems of internal control are designed to provide reasonable, but not absolute, assurance against material misstatement or loss. They include:

- a strategic plan and an annual budget approved by the Trustees;
- regular consideration by the Trustees of financial results, variance from budgets, non-financial performance indicators and benchmarking reviews;
- delegation of authority and segregation of duties;
- identification and management of risks.

The Chief Executive under instruction from the Board of Trustees carries out the day-to-day management of Mayday Trust. The full Board of Trustees meets at regular intervals.

Objectives and Activities

The charitable company's objects are the relief of poverty and sickness, the relief of the disabled and the preservation and protections of the good health of persons living in the United Kingdom, the relief and rehabilitation of persons who have suffered a legal restriction upon their liberty, and the provision of social housing to relieve persons whose personal circumstances make it difficult for them to meet their housing needs in the open market.

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DIRECTORS' AND TRUSTEES' REPORT

Year ended 31 March 2007

Visions and Values

“Our purpose is to provide good quality housing and support services to vulnerable people, enabling them to maximise their potential for independence.”

The Trustees are committed to the following values :

- Quality – in all aspects of our activity
- Empowerment – maximising the potential of services users and staff
- Partnership – working with statutory and other agencies to meet needs
- Customer focus – providing services which are sensitive and responsive to users' needs
- Equality – embracing diversity and ensuring no one is treated unfairly in service use or employment
- Efficiency – making the best use of financial resources to provide quality services at a reasonable cost
- Progressive employment – developing a skilled and motivated workforce

Operating Principles

- Working in a way that makes a positive difference to the lives of our residents.
- Mayday Trust provides value for money services for its funders.
- Mayday Trust provides value creation for its investors.
- We work in partnership with our stakeholders, residents and other agencies.
- We deliver best practice quality services through focussed and empowered staff.
- We continually review and improve our performance, through effective monitoring and outcome reviews encouraging and enabling all staff and residents at Mayday Trust to fulfil their potential.

Strategic Aims

- Residents/ clients take a pro-active role in current/ future services provided by Mayday Trust.
- Implement a business model and governance framework that enables Mayday Trust to grow and diversify its business.
- Develop strategic and local partnerships/ alliances with other organisations including cross-sector alliances, whilst retaining the charitable ethos/ values.
- Take a leading role in driving the social change agenda.
- Develop a performance management and outcome driven culture, with qualitative and quantitative measures.
- Raise the profile of Mayday Trust by effective stakeholder engagement and management.
- To be the preferred supplier of specialist support to vulnerable people.
- Manage and develop marketing, communications and fund-raising in line with Mayday Trust's business strategy.

Financial Review

Principal Funding Sources

The charity's principal funding sources are Housing Benefit and Supporting People Grants.

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DIRECTORS' AND TRUSTEES' REPORT

Year ended 31 March 2007

Financial Review (continued)

Investment policy

The policy of Mayday Trust is that investments are managed on a total return basis. The majority of the funds are currently invested with HSBC, which is designed for long-term income and capital growth. The funds are invested mainly in equities with a wide diversification of good quality holdings in the United Kingdom and overseas. The fund aims at income and capital appreciation for protection from inflation, and in line with market forces, has benefited from an increase during the year under review.

Reserves policy

The Trustees have reviewed the reserves of Mayday Trust and have formulated its reserve policy, which is in line with Charity Commission recommendations. This review encompassed the nature of the income and expenditure streams, the need to match variable income with fixed commitments and the nature of the reserves. The review concluded that the equivalent of six months overheads be the target level for reserves to ensure continuity of charitable operations. This equates to a requirement of approximately £1,392,849.

During the year Mayday's general reserves decreased from £2,029,288 to £2,022,713. Mayday's free reserves (that is those reserves represented by assets other than tangible fixed assets) were £926,631.

Restricted funds decreased from £252,016 to £230,000. Mayday has a number of designated and restricted funds. The purpose of these funds is detailed in notes 16 and 17 in the financial statements.

Report of the Chief Executive

2006/2007 was a year with a significant number of challenges for the Trust. Since my appointment as CEO in January 2007 I have worked with the Board, staff, stakeholders and clients to understand the current and future business requirements.

During 2006/2007, a full independent financial and operational audit was undertaken by the Trust. The outcomes of these audits together with strategic planning sessions with the Board and consultation with stakeholders culminated in a restructure programme at Mayday trust. The restructure programme will commence in July 2007 and be completed by December 2007.

The Trust will build on its previous successes and during 2007/2008, will be looking to grow and / or diversify the business. The Trust recognises there are opportunities in the market place and following the restructure will be better placed to bid and win new business. The Trust now has a much clearer understanding of our business model and is working towards a full cost recovery model in 2007/2008.

During 2007, the refurbishment of Bassett's Court, Wellingborough was successfully completed with 31 self-contained, purpose built accommodation units available for vulnerable adults. The scheme at Broadmead Court, Northampton, has also undertaken Phase 1 of the refurbishment programme, with the roof, windows and drainage being replaced.

There have been a number of changes within Head Office. A Head of Operations and Property Services and Head of Corporate Services are in the process of being appointed. Tim Wells, Area Housing Manager, left the Trust after nearly 19 years of service to Mayday.

On the financial position for 2006/2007, Mayday had total income of £2,701,268 and the deficit for the year (after investment gains of £58,239) was £28,591. During the financial year there was a large increase in expenditure on repairs, maintenance and staff costs.

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DIRECTORS' AND TRUSTEES' REPORT

Year ended 31 March 2007

Report of the Chief Executive (continued)

2006/2007 has been a challenging year for Mayday trust. With the support from our Board, staff, residents and stakeholders, we are able to move into 2007/2008 knowing there will be positive opportunities for Mayday to consolidate and build on its past successes. 2007/2008 will be a year of change for Mayday, with the professionalism and dedication of our staff, helping to raise the profile of Mayday in supporting vulnerable adults.

Income from Housing Benefit and especially Supporting People will be extremely tight in the future. Whilst we acknowledge that Supporting People funding is not the sole financial source for social housing related support services, it has been a major consideration for the reorganisation of the Trust's operations, making sure it is "fit for purpose" and can survive in the long term.

Statement of Trustees' Responsibilities

The Trustees are responsible for preparing the annual report and the financial statements in accordance with applicable law and regulations. Company law requires the Trustees to prepare financial statements for each financial year.

Under that law the Trustees have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and law). The financial statements are required by law to give a true and fair view of the state of affairs of the charitable company as at the balance sheet date and of its incoming resources and application of resources, including income and expenditure, for the financial year. In preparing those financial statements, the Trustees should follow best practice and:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to assume that the charitable company will continue on that basis.

The Trustees are responsible for maintaining proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 1985. Trustees are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In accordance with company law, as the charitable company's Trustees, we certify that at the time the report is approved:

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

Auditors

Clement Keys have expressed their willingness to continue in office and will be proposed for re-appointment at the Annual General Meeting in accordance with section 385 of the Companies Act 1985.

Approved by the Board of Trustees on 19 September 2007 and signed on its behalf by:

Trustee

**INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF
MAYDAY TRUST
(A company limited by guarantee)**

We have audited the financial statements for the year ended 31 March 2007 which are set out on pages 8 to 20 and which comprise the Statement of Financial Activities, Summary of Income and Expenditure Account, Balance Sheet and related notes. These financial statements have been prepared under the historical cost convention (as modified for the revaluation of certain fixed assets and investments) and the accounting policies set out therein.

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 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 trustees and auditors

As described in the Statement of Trustees' Responsibilities the company's trustees are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepting 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).

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 Directors' and Trustees' 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 trustees' remuneration and transactions is not disclosed.

We read the Directors' and Trustees' Report and consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies 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 an 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 trustees in the preparation of the financial statements, and of whether the accounting policies are appropriate to the charitable 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 misstatements, 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, of the state of the charitable company's affairs as at 31 March 2007 and of its incoming resources and application of resources, including its income and expenditure in the year then ended;
- the financial statements have been properly prepared in accordance with the Companies Act 1985; and
- the information given in the Directors' and Trustees' Report is consistent with the financial statements.

**39/40 Calthorpe Road
Edgbaston
Birmingham
B15 1TS**

**CLEMENT KEYS
Chartered Accountants
Registered Auditor
19 September 2007**

MAYDAY TRUST
(A company limited by guarantee)

STATEMENT OF FINANCIAL ACTIVITIES
(Incorporating an Income and Expenditure Account)
Year ended 31 March 2007

	Note	Unrestricted Funds £	Restricted Funds £	2007 Total £	2006 Total £
Incoming resources					
Incoming resources from generated funds					
<i>Voluntary income</i>					
Donations	2	7,534	108,479	116,013	101,589
Investment income	3	42,257	-	42,257	39,499
Incoming resources from charitable activities					
Grants and funding for provision of accommodation	4	2,444,700	80,522	2,525,222	2,339,247
Other income		<u>26,776</u>	<u>-</u>	<u>26,776</u>	<u>26,452</u>
Total incoming resources		<u>2,521,267</u>	<u>189,001</u>	<u>2,710,268</u>	<u>2,506,787</u>
Resources expended					
Costs of generating funds					
Investment management costs	5	6,387	-	6,387	5,951
Charitable activities					
Costs in furtherance of charitable objects	6	2,579,475	211,017	2,790,492	2,293,051
Governance costs	7	<u>(11,181)</u>	<u>-</u>	<u>(11,181)</u>	<u>66,236</u>
Total resources expended		<u>2,574,681</u>	<u>211,017</u>	<u>2,785,698</u>	<u>2,365,238</u>
Net (outgoing)/incoming resources for the year being net (expenditure)/income		(53,414)	(22,016)	(75,430)	141,549
Other recognised gains and losses					
Unrealised gains on revaluation of tangible fixed assets	10	34,000	-	34,000	292,250
Unrealised (losses)/gains on investments	11	(57,342)	-	(57,342)	70,537
Realised gains on investments	11	<u>70,181</u>	<u>-</u>	<u>70,181</u>	<u>22,377</u>
Net movement in funds		(6,575)	(22,016)	(28,591)	526,713
Reconciliation of funds					
Opening balance brought forward		<u>2,029,288</u>	<u>252,016</u>	<u>2,281,304</u>	<u>1,754,591</u>
Balances carried forward		<u>2,022,713</u>	<u>230,000</u>	<u>2,252,713</u>	<u>2,281,304</u>

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SUMMARY INCOME AND EXPENDITURE ACCOUNT

31 March 2007

	Note	2007	2006
		£	£
Income		2,668,011	2,467,288
Total expenditure		<u>(2,785,698)</u>	<u>(2,365,238)</u>
Net operating (expenditure)/income		(117,687)	102,050
Other income			
Interest receivable and similar income	3	42,257	39,499
Profit on sale of fixed asset investments	11	<u>70,181</u>	<u>22,377</u>
Net (expenditure)/income for the year		<u>(5,249)</u>	<u>163,926</u>

The Statement of Financial Activities incorporates the Statement of Total Recognised Gains and Losses required by FRS 3.

All of the activities of the charitable company are classified as continuing.

MAYDAY TRUST
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BALANCE SHEET

31 March 2007

	Note	2007		2006	
		£	£	£	£
Fixed assets					
Tangible assets	10		1,171,432		1,294,650
Investments	11		<u>568,488</u>		<u>546,831</u>
			1,739,920		1,841,481
Current assets					
Debtors	12	186,412		154,609	
Investments	13	430,000		250,000	
Cash at bank		<u>159,110</u>		<u>320,006</u>	
		775,522		724,615	
Creditors: amounts falling due within one year	14	<u>(262,729)</u>		<u>(284,792)</u>	
Net current assets			<u>512,793</u>		<u>439,823</u>
Total assets less current liabilities			<u>2,252,713</u>		<u>2,281,304</u>
Funds					
Unrestricted					
Designated funds	16		726,077		726,077
Other charitable funds	16		550,599		492,410
Revaluation	16		746,037		810,801
Restricted	17		<u>230,000</u>		<u>252,016</u>
			<u>2,252,713</u>		<u>2,281,304</u>

These financial statements were approved by the Board of Trustees on the 19 September 2007 and are signed on their behalf by:

Trustee

MAYDAY TRUST
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NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 March 2007

1 Accounting policies

1.1 Basis of preparation

The financial statements have been prepared under the historical cost convention as modified by the revaluation of certain fixed assets and investments, and include the results of the charitable company's operations which are described in the Directors' and Trustees' Report.

The financial statements have been prepared in accordance with the provisions of the Companies Act 1985 and in compliance with the revised Statement of Recommended Practice - 'Accounting and Reporting by Charities' issued in March 2005 and applicable accounting standards.

The charitable company has taken advantage of the exemption in Financial Reporting Standard No.1 from the requirement to produce a cashflow statement and it has also availed itself of Paragraph 3 of Schedule 4 to the Companies Act 1985 by adapting the Companies Act formats to reflect the special nature of its activities.

1.2 Fund accounting

Restricted funds

Restricted funds represent grants and donations which are subject to restrictions on their expenditure imposed by the donor or through the terms of an appeal.

Unrestricted funds and designated funds

Unrestricted funds represent funds that are expendable at the discretion of the Trustees in the furtherance of the objects of the charitable company. Such funds may be held in order to finance both working capital and capital investment. Designated funds are those funds which are unrestricted in nature but which have been designated by the Trustees to be used in a particular manner.

1.3 Incoming resources

Incoming resources represents accommodation charges net of voids, Home Office grants, Housing Association funding, Local Authority funding, Social Services funding and gifts and donations.

Housing Association, Home Office, Local Authority, Social Services and Supporting People funding payments are brought into the accounts in the period to which they relate according to when they are ascertainable by the Trust.

The following specific policies are applied to particular categories of income:

- Voluntary income by way of grants, donations and gifts is included in full in the Statement of Financial Activities when receivable. Grants, where entitlement is not conditional on the delivery of a specific performance by the charitable company, are recognised when it becomes unconditionally entitled to the grant.
- Donated services and facilities are included at the value to the charitable company where this can be quantified. The value of services provided by volunteers has not been included in these accounts.

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NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 March 2007

- Incoming resources from grants, where related to performance and specific deliverables, are accounted for as the charitable company earns the right to consideration by its performance. Where income is received in advance of performance it is treated as deferred income and included within creditors.

1.4 Resources expended

Expenditure is recognised on an accrual basis as a liability is incurred.

Charitable expenditure comprises those costs incurred by the charitable company in the delivery of its activities and services for its beneficiaries.

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charitable company and include audit fees and costs linked to the strategic management of the charitable company.

All costs are allocated between the expenditure categories of the Statement of Financial Activities on a basis designed to reflect the use of the resource. Costs relating to a particular activity comprise both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

1.5 VAT

Value added tax is not recoverable by the charitable company, and as such is included in the relevant costs in the Statement of Financial Activities and tangible fixed assets.

1.6 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation.

Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Freehold property	2.5% straight line
Equipment	25% straight line

1.7 Operating leases

Rentals applicable to operating leases where substantially all the benefits and risks of ownership remain with the lessor are reflected in the Statement of Financial Activities as incurred.

1.8 Investments

Investments are included in the financial statements at the stated HSBC Fund Managed market value.

Investment properties are valued at the trustees' best estimate of market value.

1.9 Pension costs

The charitable company contributes to the personal pension schemes of certain of its employees. Contributions are charged to the Statement of Financial Activities in the year in which they are incurred. The assets of the schemes are held separately from those of the charity.

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NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 March 2007

2	Donations	Unrestricted Funds £	Restricted Funds £	2007 Total £	2006 Total £
	Donations	7,534	108,479	116,013	101,589
		<u> </u>	<u> </u>	<u> </u>	<u> </u>
3	Investment income	Unrestricted Funds £	Restricted Funds £	2007 Total £	2006 Total £
	Listed investments	15,205	-	15,205	12,835
	Bank interest receivable	<u>27,052</u>	<u> </u>	<u>27,052</u>	<u>26,664</u>
		<u>42,257</u>	<u> </u>	<u>42,257</u>	<u>39,499</u>
		<u> </u>	<u> </u>	<u> </u>	<u> </u>
4	Grants and funding for provision of accommodation	Unrestricted Funds £	Restricted Funds £	2007 Total £	2006 Total £
	Gross accommodation charges	1,514,743	-	1,514,743	1,330,664
	Accommodation voids	(120,074)	-	(120,074)	(114,265)
	Local Authority funding	-	36,322	36,322	35,437
	Supporting People Grant	1,050,031	-	1,050,031	1,045,591
	Social Services funding	<u> </u>	<u>44,200</u>	<u>44,200</u>	<u>41,820</u>
		<u>2,444,700</u>	<u>80,522</u>	<u>2,525,222</u>	<u>2,399,247</u>
		<u> </u>	<u> </u>	<u> </u>	<u> </u>
5	Investment management costs	Unrestricted Funds £	Restricted Funds £	2007 Total £	2006 Total £
	HSBC Investment Portfolio management fees	<u>6,387</u>	<u> </u>	<u>6,387</u>	<u>5,951</u>
		<u> </u>	<u> </u>	<u> </u>	<u> </u>

MAYDAY TRUST
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NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 March 2007

6 Cost of charitable activities

The Trustees consider that the main charitable activity of Mayday Trust is the provision of good quality housing and support services to vulnerable people. Accordingly the costs of the charity are attributable to this single purpose.

Support costs comprise the salary costs of certain individuals employed at Head Office. Other head office costs have been classified as direct charitable costs on the basis that they support directly the work of the various projects.

	Unrestricted Funds £	Restricted Funds £	2007 Total £	2006 Total £
Provision of charitable services				
Direct costs				
Wages and salaries	1,262,827	-	1,262,827	1,086,854
Depreciation	89,201	42,000	131,201	114,932
Housing Association charges and rental	362,351	80,522	442,873	391,026
Repairs and renewals	53,824	70,796	124,620	74,688
Council tax and rates	61,182	-	61,182	48,117
Light and heat	118,177	-	118,177	65,708
Telephone	34,358	-	34,358	35,625
Insurance	57,177	-	57,177	54,635
Advertising	11,311	-	11,311	23,949
Residents recreation and training	10,222	17,699	27,921	22,326
Consultancy and professional fees	218,849	-	218,849	44,880
Licences and rentals	24,689	-	24,689	14,383
Office supplies and printing	16,814	-	16,814	17,009
Other costs	<u>161,927</u>	<u>-</u>	<u>161,927</u>	<u>146,859</u>
	2,482,909	211,017	2,693,926	2,140,991
Support costs				
Wages and salaries	<u>96,566</u>	<u>-</u>	<u>96,566</u>	<u>152,060</u>
	<u>2,579,475</u>	<u>211,017</u>	<u>2,790,492</u>	<u>2,293,051</u>
7 Governance costs				
	Unrestricted Funds £	Restricted Funds £	2007 Total £	2006 Total £
Audit fee	4,725	-	4,725	4,500
Legal fees	<u>(15,906)</u>	<u>-</u>	<u>(15,906)</u>	<u>61,736</u>
	<u>(11,181)</u>	<u>-</u>	<u>(11,181)</u>	<u>66,236</u>

The credit to legal fees in the year arises due to the reversal of an over-accrual made in the prior year for legal fees.

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NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 March 2007

8	Employees' and Trustees' remuneration	2007	2006
		£	£
	The aggregate payroll costs were:		
	Wages and salaries	1,218,567	1,107,499
	Social security costs	113,237	103,793
	Other pension costs	16,279	17,220
	Benefit in kind	<u>11,310</u>	<u>10,402</u>
		<u>1,359,393</u>	<u>1,238,914</u>

No trustee received remuneration during the year (2006: £nil)

Expenses totalling £1,281 were paid to three Trustees in respect of travel and subsistence (2006: £1,975 to three Trustees). The charitable company paid health insurance premiums of £377 in respect of three Trustees (2006: £299). During the year an amount of £1,465 was paid in respect of trustee indemnity insurance.

There were no employees with emoluments above £60,000.

Particulars of employees:	2007	2006
	No	No
The average number of staff employed by the charity during the financial year amounted to:		
Head office	9	8
Schemes	<u>65</u>	<u>60</u>
	74	68
	<u>74</u>	<u>68</u>

9	Net incoming resources	2007	2006
		£	£
	Net incoming resources are stated after charging:		
	Depreciation of owned assets	131,201	114,932
	Auditors' remuneration	4,725	4,500
	Operating lease rentals:		
	-plant and machinery	14,671	9,931
	-land and buildings	<u>442,873</u>	<u>357,590</u>
		<u>442,873</u>	<u>357,590</u>

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NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 March 2007

10	Tangible fixed assets	Freehold property £	Equipment £	Total £
	Cost or valuation			
	At 1 April 2006	1,160,000	254,868	1,414,868
	Additions	-	154,185	154,185
	Disposals	-	(63,668)	(63,668)
	Revaluation	5,000	-	5,000
	Transfer to current asset investments	<u>(180,000)</u>	<u>-</u>	<u>(180,000)</u>
	At 31 March 2007	985,000	345,385	1,330,385
	Depreciation			
	At 1 April 2006	-	120,218	120,218
	Charge for the year	29,000	102,201	131,201
	On disposals	-	(63,466)	(63,466)
	Revaluation adjustment	<u>(29,000)</u>	<u>-</u>	<u>(29,000)</u>
	At 31 March 2007	-	158,953	158,953
	Net book value			
	At 31 March 2007	985,000	186,432	1,171,432
	At 31 March 2006	1,160,000	134,650	1,294,650

The tangible fixed assets are all held for charitable purposes. In respect of assets stated at valuations, the comparable historical cost and depreciated values are as follows:

	2007 £	2006 £
Net book value of revalued tangible fixed assets		
Net book value at the end of year	985,000	1,160,000
Historical cost	467,928	496,872
Depreciation		
At 1 April 2006	34,454	22,032
Charge for year	<u>11,698</u>	<u>12,422</u>
At 31 March 2007	46,152	34,454
Net historical cost book value		
At 31 March 2007	421,776	462,418
At 31 March 2006	462,418	124,840

The properties owned by the charity were independently valued by Ashby Lowery Commercial, Chartered Surveyors on 1 May 2007. This was a full valuation, based on the open market values of the properties, on a current use basis.

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NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 March 2007

11	Fixed asset investments	2007	2006
		£	£
	Movement in market value		
	Market value of investments at 1 April 2006	490,814	424,656
	Additions	342,900	109,542
	Sales proceeds from disposals	(339,962)	(136,299)
	Realised investment gains on disposal	70,181	22,377
	Unrealised (losses)/gains on revaluation in the year	<u>(57,342)</u>	<u>70,537</u>
	Market value of investments at 31 March 2007	506,591	490,814
	Cash held for investment by brokers	<u>61,897</u>	<u>56,018</u>
	Total market value at 31 March 2007	568,488	546,831
		=====	=====
	Historical cost of investments at 31 March 2007	450,714	377,595
		=====	=====

The investments comprise of a portfolio of funds managed by HSBC Fund Managers.

Investments at market value comprise:	UK	Overseas	Total
	£	£	£
Gilts	28,087	-	28,087
Equities	206,333	-	206,333
Collectives	103,017	169,154	272,171
Cash	<u>61,897</u>	<u>-</u>	<u>61,897</u>
	399,334	169,154	568,488
	=====	=====	=====

Included within the portfolio are the following investments which comprise more than 5% of the market value of the portfolio:

	%
Merrill Lynch – UK Special Situations Fund (INC)	12.07
Edinburgh Partners – Global Opportunities Fund A	5.16
HSBC Investment Solutions – Global Equity Fund Class A	7.97
Investec Fund Managers – Global Free Enterprise Fund A (ACC)	6.66

12	Debtors	2007	2006
		£	£
	Other debtors	154,518	123,797
	Prepayments	31,317	30,812
	Accrued income	<u>577</u>	<u>-</u>
		186,412	154,609
		=====	=====

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NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 March 2007

13(a) Current asset investments		2007	2006
		£	£
HSBC Money Market		250,000	250,000
		<u> </u>	<u> </u>

13(b) Investment properties		2007	2006
		£	£
Valuation			
At 1 April 2006		-	-
Transfer from tangible fixed assets		<u>180,000</u>	<u> </u>
At 31 March 2007		<u>180,000</u>	<u> </u>

During the year, the Trustees have reviewed the property portfolio held by the charitable company and have decided to dispose of one property at 14 Murray Road. The Trustees have reclassified the property as a current asset investment property. The property is valued at its estimated selling price. The historical cost of the property is £28,944.

14 Creditors: amounts falling due within one year		2007	2006
		£	£
Advance rental receipts		32,992	22,617
Other creditors		61,584	61,584
Accruals		84,518	148,551
Deferred income		<u>83,635</u>	<u>52,040</u>
		<u>262,729</u>	<u>284,792</u>

15 Commitments under operating leases

At 31 March 2007 the charity had annual commitments under non-cancellable operating leases as set out below:

	2007		2006	
	Land and buildings	Other items	Land and buildings	Other items
	£	£	£	£
Operating leases which expire				
Within one year	469,474	-	314,445	-
Within 2 to 5 years	-	10,713	-	11,202
After 5 years	<u> </u>	<u>2,397</u>	<u> </u>	<u>3,469</u>
	<u>469,474</u>	<u>13,110</u>	<u>314,445</u>	<u>14,671</u>

MAYDAY TRUST
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NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 March 2007

16	Unrestricted Funds	Movement in resources				Balance at 31.03.2007 £
		Balance at 01.04.2006 £	Incoming resources £	Utilised/ released £	Transfers and gains/(losses) £	
	Designated					
	Major Repairs fund	326,077	-	-	-	326,077
	Broadmead Court Refurbishment fund	400,000	-	-	-	400,000
	Other charitable funds					
	General	492,410	2,521,267	(2,574,681)	111,603	550,599
	Revaluation	<u>810,801</u>	<u>-</u>	<u>-</u>	<u>(64,764)</u>	<u>746,037</u>
		<u>2,029,288</u>	<u>2,521,267</u>	<u>(2,574,681)</u>	<u>46,839</u>	<u>2,022,713</u>

The income of the charity includes the above designated funds which have been set aside out of unrestricted funds by the Trustees for a specific purpose.

The Major Repairs fund is a fund for anticipated future repairs and renewals costs. In August 2006 a property stock commission survey was conducted by Rooftop which has identified a funding requirement of £10,670,735 over the next 30 years.

The Broadmead Court refurbishment fund is a fund set aside for planned structural works and refurbishment works at Broadmead Court.

17	Restricted Funds	Movement in resources				Balance at 31.03.2007 £
		Balance at 01.04.2006 £	Incoming resources £	Utilised/ (released) £	Transfers £	
	Mayday Independence	20,732	21,330	25,603	-	16,459
	Mayday House	8,344	25,033	27,135	-	6,242
	Leamington 1	4,939	1,905	2,912	-	3,932
	Leamington 2	7,268	2,485	1,806	-	7,947
	William Wallsgrove	7,168	9,005	4,755	-	11,418
	Stephen Ross House	12,263	51,881	50,680	-	13,464
	Conduit Road	514	3,302	3,729	-	87
	Northampton	50,878	7,166	11,457	-	46,587
	Wellingborough	44,000	44,279	30,063	-	58,216
	Leighton Buzzard	52,245	6,017	31,558	-	26,704
	Daventry	9,443	1,541	4,668	-	6,316
	Janus	2,788	6,571	7,090	-	2,269
	Parkfield	150	-	-	-	150
	FutureTracks	28,073	7,415	8,055	-	27,433
	Central	<u>3,211</u>	<u>1,071</u>	<u>1,506</u>	<u>-</u>	<u>2,776</u>
		<u>252,016</u>	<u>189,001</u>	<u>211,017</u>	<u>-</u>	<u>230,000</u>

The restricted funds consist of donations and grants made to Mayday Trust for use solely on the specified housing projects. The funds are used to maintain the properties in a good state of repair and for refurbishments as and when required.

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NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 March 2007

18	Analysis of net assets	Tangible fixed assets £	Investment assets £	Other net assets £	Total £
	Restricted funds				
	Mayday Independence	9,027	-	7,432	16,459
	Mayday House	2,074	-	4,168	6,242
	Leamington 1	506	-	3,426	3,932
	Leamington 2	119	-	7,828	7,947
	William Wallsgrove	465	-	10,953	11,418
	Stephen Ross House	6,686	-	6,778	13,464
	Conduit Road	87	-	-	87
	Northampton	8,577	-	38,010	46,587
	Wellingborough	33,434	-	24,782	58,216
	Janus	425	-	1,844	2,269
	Leighton Buzzard	6,966	-	19,738	26,704
	Daventry	1,657	-	4,659	6,316
	Parkfield	-	-	150	150
	FutureTracks	5,327	-	22,106	27,433
	Central	-	-	2,776	2,776
		<u>75,350</u>	-	154,650	230,000
	Unrestricted funds	<u>1,096,082</u>	<u>998,488</u>	<u>(71,857)</u>	<u>2,022,713</u>
		<u>1,171,432</u>	<u>998,488</u>	82,793	<u>2,252,713</u>

19 **Company limited by guarantee**

The company is limited by guarantee and does not have a share capital. Each member's liability is limited to a maximum of £1.

MAYDAY TRUST
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DONORS

YEAR ENDED 31 MARCH 2007

Mayday Trust would like to thank all those who supported us during 2006/07. In particular, we would like to thank the many Trusts, organisations and individuals who have contributed to our work with financial and in-kind donations.

The 29 th May 1961 Charitable Trust	Abbey Charitable Trust
Age Concern, Rugby	Amicus, Rugby District Branch
Anton Jurgens Charitable Trust	Arts Council England
Austin Edwards Charity Trust	Awards For All
Badby School	Baron Davenport's Charity
Mr Peter Bates	The Bedford Charity
Bedfordshire & Luton Community Foundation	The Besom Foundation
Billington Churchwardens Charity	Mrs Rachel Bonthron
Borough Council of Wellingborough	Rev Fr Timothy O'Brien
Britvic	BT Community Connections
Christ Church, Woodloes Park	Mrs Sylvia Clay
Constance Green Foundation	Constance Travis Charitable Trust
The Coventry & Warwickshire Hospital Sunday Fund	Craftspace
Mrs Dorothy Crowe	D G Lynall Foundation
Mr Paul Daniel	Daventry Relief in Need Charity
Eastlands School	Mr Mick Edwards
Eleanor Barton Trust	The Elizabeth Jackson Charitable Trust
Mr S Ellis	Mr and Mrs Wilf Ellis
The Ellis Discretionary Trust 2005	Everyclick.com
Mrs Judith Flinn	Four Acre Trust
Mr John Foxon	Mr and Mrs Gardner
Mrs Audrey Gillitt	Grand Lodge of Northamptonshire & Huntingdonshire
Greggs	Mrs Hilda Harding
Ms Kareena Harris	Heart of England Co-op
Heart of England Community Foundation	Helix Lighting
IBC Employees Charity Committee	The Ibbett Trust
J C Seccombe Charitable Trust	Jephson Housing Association
Mrs Margaret Johnson	Mrs Julie Kerr
Ladies Fellowship, Rugby United Reformed Church	Leamington Town Council
Leighton Buzzard Lions	Leighton-Linslade Town Council
Liebenrood Charitable Trust	Lloyds TSB Foundation for England and Wales
Lutterworth Christmas Fund	Manor Bakeries
Major Simon Whitbread Charitable Trust	Marks & Spencer
The Misses Barrie Charitable Trust	Miss Devinder Mattharu
Maud Elkington Charitable Trust	Mercia MS Therapy Centre
Mr Leanne Miles	Ms Angela Mitchell
The Newfield Charitable Trust	Newnham School
News International, Charities Sub-Committee	Northampton 80 Lions Club
Northampton Municipal Church Charity	Northampton Queen's Institute Relief in Sickness Fund
Northamptonshire County Council	Mrs Sue Nowill
Mr and Mrs Page	The Page Fund
The Parish of All Saints, Leighton Buzzard	Mr and Mrs R Parmar
Ms Julie Parsons	The Percy Bilton Charity
Princes Trust	Ms Karen Pleass
Provincial Grand Lodge of Bedfordshire	Provincial Grand Lodge of Warwickshire
The Richard Cadbury Charitable Trust	Miss Amy Rogers
Rotary Club of Daventry	Rugby Art Gallery and Museum
Rugby Borough Council	Rugby Homeless at Risk Project

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DONORS – continued

YEAR ENDED 31 MARCH 2007

Rugby Library	Rugby Methodist Church
Rugby Primary Care Trust	Rugby Rokeby Lions Club
Rugby School	Rugby Webb Ellis Round Table
The Saintbury Trust	Mrs Scott
The Sheldon Trust	The Sir Edward Boughton Long Lawford Charity
The Sir Jules Thorn Charitable Trust	Mr Craig Smith
South Bedfordshire District Council	South Warwickshire Youthbank
Sport Relief	St Martin's & Welton School, Daventry
St Michael's & All Angels Church, Newnham	St Nicholas Church, Hockley
St Peters & St Johns Church, Rugby	St Vincent de Paul Society
The Steel Charitable Trust	Symon Builders Limited
Tesco	The Trusthouse Foundation
The Tudor Trust	UIA Charitable Foundation
Vauxhall, Griffin Grants	The W.E.D Charitable Trust
Ms Linda Wainscott	Warwick Lions
Warwickshire County Council	Warwickshire Quality Partnership
Weetabix	Wellingborough & District Lions
Wellingborough Relief in Need Charity	WH Smith Group Charitable Trust
Wilkinsons	The Wixamtree Trust
The Worshipful Company of Gardeners	Yorkshire Bank Charitable Trust
Anon	

Mayday Trust would also like to express its grateful thanks to the families and friends of Mr Gavin Bright and Mrs Edna Turner for their donations in memoriam.