

THE NUCLEAR EDUCATION TRUST
(Company limited by guarantee no. 5530662
registered charity no. 1118373)

REPORT AND FINANCIAL STATEMENTS

Year ended 31 December 2011

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THE NUCLEAR EDUCATION TRUST

REFERENCE AND ADMINISTRATIVE DETAILS

For the year ended 31 December 2011

Trustees	Rodney Bickerstaffe Madeline Held MBE Dr Linda Hugel Prof John Hull Prof Richard Johnson Prof Marjorie Mayo Prof David Webb Cynthia Cockburn (appointed 25.01.2012)
Secretary	Dr Linda Hugel
Company reg. no.	5530662
Charity reg. no.	1118373
Registered office	162 Holloway Road London N7 8DQ
Website	www.nucleareducationtrust.org
Independent examiner	Simon Erskine FCA FCIE DChA MHA MacIntyre Hudson Chartered Accountants 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 Investec 2 Gresham Street London EC2V 7QP Standard Life 1 Churchill Place London E14 5HP Principality Building Society Principality Buildings Queen Street Cardiff CF10 1UA
Solicitors	Michael Seifert Solicitor 8-9 Frith Street London W1D 3JB

THE NUCLEAR EDUCATION TRUST

TRUSTEES' REPORT

For the year ended 31 December 2011

The Trustees, who are also directors of the Charity for the purposes of company law, submit their annual report and the financial statements of The Nuclear Education Trust for the year ended 31 December 2011. The Trustees confirm that the annual report and financial statements of the Charity comply with current statutory requirements, the requirements of the Charity's governing document and the provisions of the Statement of Recommended Practice (SORP) 'Accounting and Reporting by Charities (revised 2005)'.

STRUCTURE, GOVERNANCE AND MANAGEMENT

The Charity was incorporated as a company limited by guarantee on 8 August 2005 and was registered as a charity on 14 March 2007. Its governing document is its memorandum and articles of association. The Trustees comprise the Chair and Treasurer of the Campaign for Nuclear Disarmament (CND), up to one other CND Council member and up to 6 others elected by the Charity's members.

OBJECTIVES AND ACTIVITIES

The objects of the Charity are to advance education by promoting the study and understanding of, and research into, arms control and disarmament, defence and security, with an emphasis on nuclear weapons and other weapons of mass destruction.

During 2008 the Campaign for Nuclear Disarmament (CND) varied, in favour of the Charity, a legacy which it had been given, and further funds from the legacy were received during 2009 and 2010. Legacies such as this have been the Charity's major source of income.

The Charity's educational work was again furthered by making grants to suitable organisations. When planning its activities for the year, the Trustees considered the Charity Commission's guidance on public benefit. A primary concern of the Charity is to make nuclear issues accessible to all regardless of age and ability and the greater part of its funding supports a peace education pack aimed at school children of different ages and abilities. Much of the work supported by the Charity is available to the general public on websites or via free publications. The Charity aims that such work is written to be comprehensible to the general public so as to advance understanding and knowledge of nuclear issues.

ACHIEVEMENTS AND PERFORMANCE

Administration

Two Trustee positions remained vacant at the end of 2011 and although two new Trustees were ready to take office in 2012, only one has been able to do so to date.

The officer team continued to manage the activity of the Charity and, as it does not employ its own staff, the Charity outsourced the day to day administration to CND. All basic administration, fundraising, data protection, book keeping duties were outsourced. CND holds the skill set required by the Charity and was readily available to carry out these services. The Charity was mindful of the need to ensure that the cost of the outsourcing was commensurate with market rates for the work and remuneration was calculated independently by the accountant. Overheads were assessed conservatively and the amounts paid to CND do not include a profit element. The Trustees concluded that paying CND to deliver basic services was in the best interests of the Charity.

TRUSTEES' REPORT

For the year ended 31 December 2011

The Charity's website was improved (www.nucleareducation.net), and fleshing out an identity for the Charity was continued, with the production of a general use leaflet explaining the aim of the Charity. A letter explaining the role of the Charity was also prepared for inclusion into the CND Peace Education Pack, which is largely funded by the Charity. The grant review process was reviewed during the year as experience in the process grew and an education sub-committee was set up to support and oversee educational activities that receive substantial funds from NET.

Fundraising activity was initiated in 2010 with the identification of potential charitable donors and their grant cycle but no fundraising applications were made, something of concern to the Trustees. The website was updated to include a page for charitable donations.

A major activity of the year for the Trustees was to introduce more formalised policies and procedures in response to the Charity Commission's concerns about the transparency and independence of the charity's grant-giving activities. These included the introduction of a Conflict of interest policy, a grants policy and a three year strategic plan. This was a useful exercise for the Trustees. The compliance case that had been opened on the Charity has now been closed as the Charity Commission is satisfied with the changes that the Charity has introduced.

Grant applications

The Charity made only four grant awards during 2011, the major grant being a continuation of its Peace Education work with CND. A further grant was made to the Oxford University Press for further work on its Peace Encyclopedia, following a similar grant in 2008. The British American Security Information Council also received a further grant, to support its work on the cross party Trident Commission. A very small grant was made to Greater Manchester & District CND to support a website for a Peace Trail it had constructed.

Peace Education

The Charity continued to fund the work of the CND Peace Education Officer and her primary work on the CND Peace Education pack, started in 2008. Significant strides were made in 2008, 2009 and 2010 in developing a pack for use in schools that is complementary to the national curriculum and this was progressed in 2011. Materials were prepared that were suitable for people with a range of learning styles, for different ages and abilities and focused on active learning and co-operation. Young people were provided with accurate and balanced information and supported to make their own decisions on these important issues.

The issues included in the pack provide a basic foundation of knowledge about nuclear weapons and the debates surrounding them; they are topics that grab young people's interest that can be used across the curriculum. The four themes are: conflict and nuclear weapons, the ethics of nuclear weapons, the effects of nuclear explosions and nuclear accidents and the history of peace symbols.

The programme has garnered much praise, resources have appeared on the websites of examining boards as suggested materials and been distributed at examining board training sessions (AQA and OCR).

The pack was widely disseminated and is available on various websites. Several Local Authorities advisors have distributed the resources to all schools in their areas. It has been featured in various education publications, for example RE Today, Breaktime Magazine, Gifted and Talented Update, and has appeared on Teachers TV. The Charity has agreed to fund further work on the CND Peace Education pack for 2012-2014.

THE NUCLEAR EDUCATION TRUST

TRUSTEES' REPORT

For the year ended 31 December 2011

PLANS FOR FUTURE PERIODS

In the forthcoming year the Charity intends to develop its fundraising strategy further and to work actively to increase income to fund its work. The Charity will seek to meet its educational objectives by soliciting and supporting relevant grant applications and to increase donations from small and large donors.

FINANCIAL REVIEW

Details of income and expenditure are given in the Statement of Financial Activities on page 6. The Charity used the legacies it received in 2008, 2009 and 2010 to fund the grants described above.

Reserves Policy

NET is a grant-giving charity and as such has minimal committed expenditure. Its income largely comes from legacy income which is not under its control and it will only make grants where there are appropriate applications falling within its remit. As a result, reserves are less under the control of NET than is the case with other charities. When the Charity has resources available it will seek out appropriate projects that can be supported to ensure that funds are not left unspent for longer than necessary. At the same time, it is the policy of the Trustees to retain sufficient reserves, where possible, to enable the Charity to respond to particularly worthwhile grant applications. As a new charity the Trustees consider that it is necessary to build up experience of income-flows and grant applications before agreeing a specific level of reserves to hold back; this will be reviewed after the Charity's first 5 years of operation.

SMALL COMPANY SPECIAL PROVISIONS

The report of the Trustees 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 Trustees on 9 May 2012 and signed on their behalf by:

MADLINE HELD MBE

Chair

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF THE NUCLEAR EDUCATION TRUST

I report on the financial statements for the year ended 31 December 2011 set out on pages 6 to 9.

Respective responsibilities of Trustees and independent examiner

The Trustees, who are the directors of The Nuclear Education Trust for the purposes of company law, are responsible for the preparation of the financial statements. The Trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed.

Having satisfied myself that the Charity is not subject to an audit under company law and is eligible for independent examination, it is my responsibility to:

- examine the accounts section 145 of the 2011 Act;
- follow the procedures laid down in the general Directions given by the Charity Commissioners under section 145(5)(b) of the 2011 Act; and
- state whether particular matters have come to my attention.

Basis of independent examiner's statement

My examination was carried out in accordance with general Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the Charity, and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as Trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts present a "true and fair view" and the report is limited to those matters set out in the statement below.

Independent examiner's statement

In connection with my examination, no matter has come to my attention:

1. which gives me reasonable cause to believe that in any material respect the requirements
 - to keep accounting records in accordance with section 386 of the Companies Act 2006; and
 - to prepare accounts which accord with the accounting records, comply with the accounting requirements of section 396 of the Companies Act 2006 and with the methods and principles of the Statement of Recommended Practice: Accounting and Reporting by Charitieshave not been met; or
2. to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

Simon Erskine FCA FCIE DChA

MHA MacIntyre Hudson
Chartered Accountants
New Bridge Street House
30 - 34 New Bridge Street
London EC4V 6BJ

Date:

THE NUCLEAR EDUCATION TRUST (company limited by guarantee)

STATEMENT OF FINANCIAL ACTIVITIES

For the year ended 31 December 2011

	2011	<i>2010</i>
	£	£
INCOMING RESOURCES		
Grant from The Innominate Trust	500	<i>500</i>
Donations	2,404	<i>8,532</i>
Legacy income	-	<i>4,702</i>
Bank interest receivable	5,344	<i>5,566</i>
Other income	-	<i>2</i>
TOTAL INCOMING RESOURCES	8,248	<i>19,302</i>
RESOURCES EXPENDED		
Grants payable:		
CND (see Note 4 and Notes below)	124,000	<i>64,000</i>
Scottish CND - other (see Notes below)	(3,000)	<i>-</i>
BASIC Trident Commission	9,000	<i>-</i>
Oxford Peace Encyclopaedia	1,000	<i>-</i>
Armagedon - website (see Note 4 and Notes below)	(1,000)	<i>-</i>
Leeds Metropolitan University - Projecting Peace Exhibition	-	<i>(2,500)</i>
GMDCND - Peace Trail	500	<i>390</i>
Fundraising costs	1,081	<i>1,890</i>
Management charge	715	<i>832</i>
Meetings	594	<i>353</i>
Fees payable to independent examiners:		
Preparation of accounts and independent examination	1,968	<i>1,920</i>
Accountancy advice	-	<i>168</i>
Other professional fees	35	<i>270</i>
Sundry expenses	15	<i>92</i>
TOTAL RESOURCES EXPENDED	134,908	<i>67,415</i>
Net income/(expenditure)	(126,660)	<i>(48,113)</i>
TOTAL FUNDS AT 1 JANUARY 2011	149,050	<i>197,163</i>
TOTAL FUNDS AT 31 DECEMBER 2011	£ 22,390	£ 149,050

NOTES

All grants payable to CND and CND organisations have been made for charitable work in pursuit of the Charity's objects. Grants were mainly for peace education and research reports.

The Scottish CND and Armagedon grant requests were withdrawn by the claimants during 2011, resulting in a write back of grants payable totalling £4,000 as shown above.

The annexed notes form part of these financial statements

BALANCE SHEET
As at 31 December 2011

	Notes	2011 £	2010 £
CURRENT ASSETS			
Debtors	3	4,119	4,927
Cash at bank and in hand		186,089	302,575
CURRENT ASSETS		190,208	307,502
CREDITORS: amounts falling due within one year	4	(167,818)	(158,452)
NET CURRENT ASSETS/TOTAL ASSETS LESS CURRENT LIABILITIES		£ 22,390	£ 149,050
UNRESTRICTED FUNDS			
Designated fund - Scottish fund	5	10,077	7,077
General fund	5	12,313	141,973
		£ 22,390	£ 149,050

For the year ended 31 December 2011 the Charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- (i) The members have not required the Charity to obtain an audit of its accounts for the year in question in accordance with section 476;
- (ii) The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the provisions of the Companies Act 2006 applicable to companies subject to the small companies' regime and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008). They were approved, and authorised for issue, by the directors on 9 May 2012 and signed on their behalf by:-

DR LINDA HUGL, Director

MADELINE HELD, Chair

The annexed notes form part of these financial statements

THE NUCLEAR EDUCATION TRUST

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2011

1. ACCOUNTING POLICIES

Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention and in accordance with applicable accounting standards, "Accounting and Reporting by Charities: Statement of Recommended Practice (revised 2005)" (the Charities SORP), and the Financial Reporting Standard for Smaller Entities (effective April 2008).

The effects of events relating to the year ended 31 December 2011 which occurred before the date of approval of the financial statements by the Trustees 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 2011 and the results for the year ended on that date.

Company status

The Nuclear Education Trust is a company limited by guarantee. In the event of the Charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the Charity.

Incoming resources

All incoming resources are included in the Statement of Financial Activities when the Charity is legally entitled to the income and the amount can be quantified with reasonable accuracy. Legacy income is included in the Statement of Financial Activities when the legacy has been received or, if earlier, when it becomes reasonably certain that the legacy will be received and its value can be measured with sufficient reliability (for example if advance notification of a distribution is received from the executors).

Resources expended

All expenditure is accounted for on an accruals basis. Grants payable are accounted for when a commitment has been established, normally following agreement by the Trustees and notification to the beneficiary.

2. TRUSTEES

During the year, no Trustees received any remuneration (2010 - £NIL). 3 Trustees received £303 reimbursement of travel expenses during the year (2010 - 3 received £97).

3. DEBTORS

Due within one year

Amount due from Campaign for Nuclear Disarmament
Interest receivable

	2011	<i>2010</i>
	£	£
	-	<i>2,013</i>
	4,119	<i>2,914</i>
	£ 4,119	<i>£ 4,927</i>

THE NUCLEAR EDUCATION TRUST

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2011

4. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	2011	<i>2010</i>
	£	£
Grants awarded to Campaign for Nuclear Disarmament but payable after the year-end:		
Grant made in 2011 for peace education work in 2012-2014	124,000	-
Grant made in 2010 for peace education work in 2011	31,000	64,000
Grant made in 2009 for research briefings work in 2010	-	18,500
Grant made in 2009 for peace education work in 2010	-	60,118
	155,000	<i>142,618</i>
Grant to Oxford Peace Encyclopedia	1,000	-
	156,000	<i>142,618</i>
Other grants payable (all awarded in prior years):		
Carol Turner - research	8,000	<i>8,000</i>
Scottish CND - other	-	<i>3,000</i>
Armagedon - website	-	<i>1,000</i>
Other amounts due to Campaign for Nuclear Disarmament	1,850	<i>1,746</i>
Accruals	1,968	<i>2,088</i>
	£ 167,818	<i>£ 158,452</i>

5. STATEMENT OF FUNDS

	Brought Forward	Incoming Resources	Resources Expended	Transfers	Carried Forward
	£	£	£	£	£
Designated Scottish Fund	7,077	-	3,000	-	10,077
General fund	141,973	8,248	(137,908)	-	12,313
	£ 149,050	£ 8,248	£ (134,908)	£ Nil	£ 22,390

The Trustees have set up a designated fund to represent funds earmarked for the Charity's work in Scotland. The negative expenditure of £3,000 relates to the grant to Scottish CND, originally offered in 2009, which was withdrawn at their request.

All year-end fund balances are represented by net current assets.

6. CAMPAIGN FOR NUCLEAR DISARMAMENT

In 2010 the Charity's sole member, and therefore the sole arbiter of Trustee appointments, was the Campaign for Nuclear Disarmament (CND). In 2011 in response to Charity Commission concerns about the relationship with CND, both the Charity and CND took various steps to increase the Charity's independence. CND extended the Charity's membership more widely, to the effect that the appointment of new Trustees lies largely with the Trustees; the Charity appointed a new Chair, who was independent of CND, formalised its grant-making criteria and introduced a conflict of interest policy.

Grants have been awarded to CND as shown on page 7 and at the year-end there were amounts payable to CND as shown in Note 4 above. CND provides occasional staff resources for the Charity, in return for which a management charge is payable as shown on page 7 which both parties consider to be a fair reflection of the value of the services provided.