

Friends of the Earth Ireland Limited
(A company limited by guarantee and not having a share capital)

Directors' Report and Financial Statements

for the year ended 31 December, 2007

Friends of the Earth Ireland Limited
(A company limited by guarantee and not having a share capital)

Financial Statements for the year ended 31 December, 2007

Company Information

Directors

Ivana Bacik
Shirley Clerkin (Appointed 30 May 2007)
Mark Dearey
Caitriona Maguire
Damian O' Broin
Stephen Rourke
John Sweeney (Appointed 30 May 2007)
Samuel Clarke (Resigned 30 May 2007)
John Sutton (Resigned 30 May 2007)

Secretary

Mark Dearey (Appointed 30 May 2007)
John Sutton (Resigned 30 May 2007)

Company Number

383678

Registered Office

9 Upper Mount Street,
Dublin 2.

Business Address

9 Upper Mount Street,
Dublin 2.

Auditors

Malone Power & Company,
Chartered Accountants,
Registered Auditors.
Marlborough House,
21 Marlborough Road,
Donnybrook,
Dublin 4.

Bankers

Bank of Ireland plc,
College Green,
Dublin 2.

Friends of the Earth Ireland Limited
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Financial Statements for the year ended 31 December, 2007

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Friends of the Earth Ireland Limited
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Directors' Report
for the year ended 31 December, 2007

Audited Financial Statements

The Directors present herewith their report and the audited financial statements for the year ended 31 December, 2007. In preparing these financial statements, the Directors have exercised the options available to a small sized private company under the Companies (Amendment) Act, 1986.

Principal Activity

The organisation is engaged in raising environmental awareness.

Review of Activity and Future Developments

The level of income for the year and the year end financial position were satisfactory. The directors are confident that the level of income and year end financial position will improve in the foreseeable future.

Results

The results for the year are set out in the Income and Expenditure Account on page 5.

Directors' Responsibilities

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of the affairs of the company and of the profit or loss of the company for that year. In preparing these financial statements, the directors are required to:

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

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Acts 1963 to 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Books of Account

The directors are responsible for ensuring that proper books of account as outlined in section 202 of the Companies Act, 1990, are kept by the company. The books of account are maintained by the Directors at 9 Upper Mount Street, Dublin 2.

Auditors

The auditors, Malone Power & Company, Chartered Accountants and Registered Auditors, have indicated their willingness to continue in office in accordance with the provisions of Section 160(2) of the Companies Act, 1963.

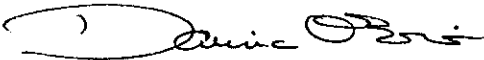
Friends of the Earth Ireland Limited
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Directors' Report
for the year ended 31 December, 2007


Taxation Status

So far as the directors are aware, the company is a close company within the meaning of the Taxes Consolidation Act, 1997.

On behalf of the Board



Damian O' Broin


Shirley Clerkin

)
) Directors
)

9 Upper Mount Street,
Dublin 2.

1 April 2008

Malone Power & Company

Chartered Accountants
Registered Auditors

Marlborough House,
21 Marlborough Road,
Donnybrook,
Dublin 4.
Telephone : (01) 6684088
Fax : (01) 6684150
e-mail : info@malonepower.com

Independent Auditors' Report to the Members of Friends of the Earth Ireland Limited

We have audited the financial statements on pages 5 to 10 of Friends of the Earth Ireland Limited for the year ended 31 December 2007 which comprise the Income and Expenditure Account, the Balance Sheet and the related notes. These financial statements have been prepared under the accounting policies set out on page 7.

Respective responsibilities of directors and auditors

As described on page 1 the company's directors are responsible for preparing the financial statements in accordance with applicable law and Generally Accepted Accounting Practice in Ireland including the accounting standards issued by the Accounting Standards Board and published by the Institute of Chartered Accountants in Ireland.

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

This report is made solely to the company's members, as a body, in accordance with Section 193 of the Companies Act, 1990. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

We report to you our opinion as to whether the financial statements give a true and fair view in accordance with Generally Accepted Accounting Practice in Ireland and are properly prepared in accordance with the Companies Acts, 1963 to 2006. We also report to you whether, in our opinion, proper books of account have been kept by the company; whether, at the balance sheet date, there exists a financial situation requiring the convening of an extraordinary general meeting of the company and whether the information given in the Directors' report is consistent with the financial statements. In addition, we state whether we have obtained all the information and explanations necessary for the purposes of our audit and whether the company's balance sheet and its Income and Expenditure account are in agreement with the books of account.

We also report to you if, in our opinion, any information specified by law regarding directors' remuneration and directors' transactions is not disclosed and, where practicable, include such information in our report.

We read the Directors' Report and consider the implications for our report if we become aware of any apparent misstatements within it.

Basis of audit opinion

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements and whether the accounting policies are appropriate to the company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion, we also evaluated the overall adequacy of the presentation of information in the financial statements.

Malone Power & Company

Chartered Accountants
Registered Auditors

Marlborough House,
21 Marlborough Road,
Donnybrook,
Dublin 4.
Telephone : (01) 6684088
Fax : (01) 6684150
e-mail : info@malonepower.com


Opinion

In our opinion the financial statements:

- give a true and fair view, in accordance with Generally Accepted Accounting Practice in Ireland, of the state of the company's affairs as at the 31 December, 2007 and of its surplus for the year then ended and have been properly prepared in accordance with the Companies Acts, 1963 to 2006.

We have obtained all the information and explanations which we consider necessary for the purposes of our audit. In our opinion, proper books of account have been kept by the company. The financial statements are in agreement with the books of account.

In our opinion, the information given in the directors' report on pages 1 - 2 is consistent with the financial statements.



Malone Power & Company,
Chartered Accountants,
Registered Auditors.

Marlborough House,
21 Marlborough Road,
Donnybrook,
Dublin 4.

1 April 2008

Friends of the Earth Ireland Limited
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Income and Expenditure Account
for the year ended 31 December, 2007

Continuing operations

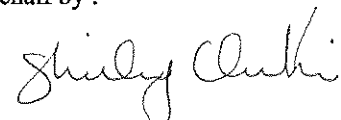
	Notes	2007		2006	
		€	€	€	€
Income			161,039		107,252
<u>Less:</u>					
Programme Expenditure		77,055		50,543	
Supporter Relations and Development Expenditure		49,548		38,161	
Administrative Expenditure		33,926		26,584	
			<u>(160,529)</u>		<u>(115,288)</u>
Surplus/(Deficit) on ordinary activities before taxation	2		510		(8,036)
Taxation	3		<u>-</u>		<u>-</u>
Surplus/(Deficit) on ordinary activities after taxation			510		(8,036)
Accumulated surplus at beginning of year			<u>6,234</u>		<u>14,270</u>
Accumulated surplus at end of year			<u><u>6,744</u></u>		<u><u>6,234</u></u>

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

The financial statements were approved by the board on 1 April 2008 and signed on its behalf by :



Damian O' Broin
Director



Shirley Clerkin
Director

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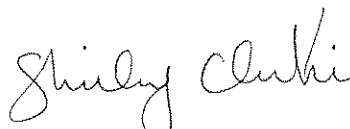
Balance Sheet
as at 31 December, 2007

	Notes	2007		2006	
		€	€	€	€
Fixed Assets					
Tangible assets	5		4,889		6,232
Current Assets					
Debtors	6	-		25,090	
Cash at bank and in hand		65,282		68,840	
		<u>65,282</u>		<u>93,930</u>	
Creditors: amounts falling due within one year	7	63,427		78,484	
Net Current Assets			<u>1,855</u>		<u>15,446</u>
Total Assets less Current Liabilities			6,744		21,678
Creditors: amounts falling due after more than one year	8		-		15,444
Net Assets			<u>6,744</u>		<u>6,234</u>
Represented by:					
Accumulated Surplus			<u>6,744</u>		<u>6,234</u>

The financial statements were approved by the Board on 1 April 2008 and signed on its behalf by :



Damian O' Broin
Director



Shirley Clerkin
Director

Friends of the Earth Ireland Limited
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Notes to the Financial Statements
for the year ended 31 December, 2007

1. Accounting Policies

1.1. Accounting convention

The financial statements are prepared under the historical cost convention.

The company has taken advantage of the exemption in FRS1 from the requirement to produce a cashflow statement because it is a small company.

1.2. Income

Income represents grants and donations and other funds received and receivable.

1.3. Tangible fixed assets and depreciation

Depreciation is provided on the bases and at rates stated below which are estimated to reduce the assets to realisable values by the end of their expected working lives:-

Category	Basis	Rate per annum
Fixtures and fittings	Straight line	20%
Computer equipment	Straight line	33.33%
Website Development	Straight line	33.33%

A full year's depreciation is charged in the year of purchase. No depreciation is charged in the year of sale.

2. Surplus/(Deficit) on ordinary activities before Taxation	2007	2006
	€	€
Surplus/(Deficit) on ordinary activities before taxation is stated after charging :		
Depreciation of tangible assets	5,086	3,867
Directors Remuneration		
As Directors	-	-
For management services	-	-
Auditors' remuneration	3,933	3,129

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Notes to the Financial Statements
for the year ended 31 December, 2007

3.	Taxation	2007	2006
		€	€
	Based on the Surplus for the year:-		
	Corporation Tax	-	-
		<u> </u>	<u> </u>

No provision for Corporation Tax has been made due to the granting by the Revenue Authorities of "Mutuality of Trade" Status on the 29th September, 2005, thereby exempting the organisation from paying Corporation Tax on its operating surplus.

4. Employees

Number of employees

The average numbers of employees
(including the directors) during the year were:

	2007	2006
	Number	Number
Programme Officer	1	-
Chief Executive	1	1
	<u> </u>	<u> </u>
	2	1
	<u> </u>	<u> </u>

Employment costs

	2007	2006
	€	€
Salaries	66,926	44,672
Employer's PRSI contributions	7,166	5,107
Pension Costs	3,094	5,690
	<u> </u>	<u> </u>
	77,186	55,469
	<u> </u>	<u> </u>

Friends of the Earth Ireland Limited
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Notes to the Financial Statements
for the year ended 31 December, 2007

5. Tangible assets

	Office Equipment	Fixtures & Fittings	Website Development	Total
	€	€	€	€
Cost				
At 1 January, 2007	3,850	930	7,194	11,974
Additions	2,066	226	1,451	3,743
Disposals	-	-	-	-
At 31 December, 2007	<u>5,916</u>	<u>1,156</u>	<u>8,645</u>	<u>15,717</u>
Depreciation				
At 1 January, 2007	2,086	372	3,284	5,742
Charge for the year	1,972	231	2,883	5,086
At 31 December, 2007	<u>4,058</u>	<u>603</u>	<u>6,167</u>	<u>10,828</u>
Net book values				
At 31 December, 2007	<u>1,858</u>	<u>553</u>	<u>2,478</u>	<u>4,889</u>
At 31 December 2006	<u>1,764</u>	<u>558</u>	<u>3,910</u>	<u>6,232</u>

6. Debtors

	2007	2006
	€	€
Deferred Expenditure (See Below)	-	25,090
	<u>-</u>	<u>50,180</u>

Deferred Expenditure represented 50% of supporter recruitment expenditure incurred in the previous year, the benefit from which continued to accrue in 2007.

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Notes to the Financial Statements
for the year ended 31 December, 2007

7. Creditors: amounts falling due within one year	2007 €	2006 €
Trade creditors & accruals	6,167	15,319
Other taxes	4,316	3,165
Friends of the Earth EWNl	25,444	60,000
Deferred Income (See Below)	27,500	-
	<u>63,427</u>	<u>78,484</u>

Deferred Income

A grant of €40,000 was received from Irish Aid in October, 2007 and relates to a 12 month programme. The amount received in October, 2007, represents 80% of the total grant receivable, with the remaining 20% receivable on completion of the programme:

	€
€40,000 received in October 2007 representing 80% Receivable on completion (September, 2008)	40,000 10,000
	<u>50,000</u>
 The amount of grant relating to 2007 (€50,000 * 3/12)	 12,500
 The amount of grant already received, now deferred to 2008	 27,500
	<u>40,000</u>

8. Creditors: amounts falling due after more than one year	2007 €	2006 €
Friends of the Earth EWNl	-	15,444
	<u>-</u>	<u>15,444</u>

9. Approval of financial statements

The financial statements were approved by the Board on 1 April 2008.

Friends of the Earth Ireland Limited
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Financial Statements for the year ended 31 December 2007

The following pages are for the directors only

Friends of the Earth Ireland Limited
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Income and Expenditure Account
for the year ended 31 December, 2007

		2007	2006
	€	€	€
Income (Page 13)		161,039	107,252
<u>Less: Programme Expenditure</u>			
Climate Change	22,605		7,460
Safer Chemicals	-		1,988
Events/Communications	4,097		5,414
Website Maintenance	1,558		-
Website Development - Depreciation	2,883		2,398
Salaries	40,081		26,804
Employers' PRSI Contribution	3,975		3,065
Staff Pension Costs	1,856		3,414
		(77,055)	(50,543)
		83,984	56,709
<u>Less: Supporter Relations and Development Expenditure</u>			
Supporter Care	3,480		-
Supporter Recruitment	29,222		26,903
Fundraising	9		165
Salaries	14,460		8,934
Employers' PRSI Contribution	1,758		1,021
Staff Pension Costs	619		1,138
		(49,548)	(38,161)
		34,436	18,548
<u>Less: Administrative Expenditure</u>			
Professional Fees	605		-
Audit Fees	3,933		3,129
Accountancy Fees	900		300
Bank Charges and Interest	322		464
Board Expenses	1,232		-
Rent and Insurance	9,879		9,840
Depreciation	2,203		1,469
Salaries	12,385		8,934
Employers' PRSI Contribution	1,433		1,021
Staff Pension Costs	619		1,138
Sundry	415		289
		(33,926)	(26,584)
 Operating Surplus/(Deficit)		510	(8,036)

Friends of the Earth Ireland Limited
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Detailed Income Schedule for the year ended 31st December 2007

<u>Income</u>	2007	2006
	€	€
Subscriptions and Donations	82,002	38,210
Oak Foundation	48,736	51,933
Irish Aid	12,500	-
EENGO Network	9,729	6,062
Stop Climate Chaos coalition	5,000	-
FOE Europe	2,173	2,541
Other Grants	899	1,205
Network for Social Change	-	7,301
	<hr/>	<hr/>
(To Page 12)	<u>161,039</u>	<u>107,252</u>