

Company Registration No. 4075590 (England and Wales)

LEADERSHIP FOR ENVIRONMENT AND DEVELOPMENT (UK)
(A COMPANY LIMITED BY GUARANTEE)
DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2004

Jeffreys Henry LLP

Finsgate
5-7 Cranwood Street
London
EC1V 9EE

LEADERSHIP FOR ENVIRONMENT AND DEVELOPMENT (UK)

COMPANY INFORMATION

Directors

Sir Crispin Tickell
Baroness Howe of Idlicote
R D Keynes
G Lean
A Lonsdale
Dr S Lyster
Dr M J O'Neill

Secretary

Dr S Lyster

Company number

4075590

Registered office

48 Princes Gardens
London
SW7 2PE

Auditors

Jeffreys Henry LLP
Finsgate,5-7 Cranwood Street
London
England
EC1V 9EE

LEADERSHIP FOR ENVIRONMENT AND DEVELOPMENT (UK)

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LEADERSHIP FOR ENVIRONMENT AND DEVELOPMENT (UK)

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2004

The directors present their report and financial statements for the year ended 31 December 2004.

Principal activities and review of the business

LEAD (UK) is a charitable company and its registered charity number is 1086989.

The object of the charity is the advancement of understanding of sustainable economic growth through environmentally and ecologically sound methods of development which shall include research and the advancement and promotion of educational training programs to create and promote awareness within the public and private sectors.

Results and dividends

The results for the year are set out on page 5.

Directors

The following directors have held office since 1 January 2004:

Sir Crispin Tickell

Baroness Howe of Idlicote (Appointed 20 October 2004)

R D Keynes

G Lean

Dr S Lyster (Appointed 1 May 2005)

A Lonsdale

J Marton-Lefevre (Resigned 1 May 2005)

Melanie O'Neill (Appointed 20 October 2004)

Auditors

In accordance with section 385 of the Companies Act 1985, a resolution proposing that Jeffrey's Henry LLP be reappointed as auditors of the company will be put to the Annual General Meeting.

LEADERSHIP FOR ENVIRONMENT AND DEVELOPMENT (UK)

DIRECTORS' REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2004

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 affairs of the company and of the profit or loss of the company for that period. In preparing those financial statements, the directors are 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 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 Act 1985. 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.

On behalf of the board

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Dr S Lyster

Director

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LEADERSHIP FOR ENVIRONMENT AND DEVELOPMENT (UK)

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF LEADERSHIP FOR ENVIRONMENT AND

We have audited the financial statements of Leadership For Environment And Development (UK) on pages 5 to 6 for the year ended 31 December 2004. These financial statements have been prepared under the historical cost convention and the accounting policies set out therein.

This report is made solely to the company's members, as a body, in accordance with 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 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.

Respective responsibilities of the directors and auditors

As described in the statement of directors' responsibilities on page 2 the company's directors are responsible for the preparation of the financial statements in accordance with applicable law and United Kingdom Accounting Standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

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 if, in our opinion, the directors' report is not consistent with the financial statements, if the company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the company is not disclosed.

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

Basis of audit opinion

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

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

Opinion

In our opinion the financial statements give a true and fair view of the state of the company's affairs as at 31 December 2004 and of its result for the year then ended and have been properly prepared in accordance with the Companies Act 1985.

Jeffreys Henry LLP

Chartered Accountants
Registered Auditor

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Finsgate,5-7 Cranwood Street
London
England
EC1V 9EE

LEADERSHIP FOR ENVIRONMENT AND DEVELOPMENT (UK)

INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2004

	Notes	2004 £	2003 £
Funded activities		4,880	25,428
Administrative expenses		(2,590)	(5,606)
		<hr/>	<hr/>
Surplus on ordinary activities before taxation	2	2,290	19,822
Tax on surplus on ordinary activities	3	-	-
		<hr/>	<hr/>
Surplus on ordinary activities after taxation	6	2,290	19,822
		<hr/> <hr/>	<hr/> <hr/>

The income and expenditure account has been prepared on the basis that all operations are continuing

There are no recognised gains and losses other than those passing through the income and expenditure account.

LEADERSHIP FOR ENVIRONMENT AND DEVELOPMENT (UK)

BALANCE SHEET

AS AT 31 DECEMBER 2004

	Notes	2004		2003	
		£	£	£	£
Current assets					
Debtors	4	5		4,528	
Cash at bank and in hand		28,467		22,550	
		<u>28,472</u>		<u>27,078</u>	
Creditors: amounts falling due within one year					
	5	(2,106)		(3,002)	
		<u>(2,106)</u>		<u>(3,002)</u>	
Total assets less current liabilities			<u>26,366</u>		<u>24,076</u>
Capital and reserves					
Income and expenditure account	6		26,366		24,076
			<u>26,366</u>		<u>24,076</u>
Shareholders' funds - equity	7		<u>26,366</u>		<u>24,076</u>

The financial statements were approved by the Board on

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Dr S Lyster
Director

LEADERSHIP FOR ENVIRONMENT AND DEVELOPMENT (UK)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2004

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

2 Operating surplus	2004	2003
	£	£
Operating surplus is stated after charging:		
Auditors' remuneration	1,010	750
	<u> </u>	<u> </u>

3 Taxation

As the company is a charity, it is not liable to corporation tax.

4 Debtors	2004	2003
	£	£
Trade debtors	0	4,523
Other debtors	5	5
	<u> </u>	<u> </u>
	5	4,528
	<u> </u>	<u> </u>

5 Creditors: amounts falling due within one year	2004	2003
	£	£
Trade creditors	1,606	2,502
Accruals and deferred income	500	500
	<u> </u>	<u> </u>
	2,106	3,002
	<u> </u>	<u> </u>

6 Statement of movements on income and expenditure account

	Income and expenditure account
	£
Retained surplus for the year	2,290
	<u> </u>

7 Reconciliation of movements in members' funds	2004	2003
	£	£
Surplus for the financial year	2,290	19,822
Opening members' funds	24,076	4,254
	<u> </u>	<u> </u>
Closing members' funds	26,366	24,076
	<u> </u>	<u> </u>

LEADERSHIP FOR ENVIRONMENT AND DEVELOPMENT (UK)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) *FOR THE YEAR ENDED 31 DECEMBER 2004*

8 Employees

Number of employees

There were no employees during the year apart from the directors.

9 Related party transactions

Included in trade creditors is an amount of £1,606 (2003 - £2,502) owed to Lead International Inc. a company in which J Marton-Lefevre is a director.

LEADERSHIP FOR ENVIRONMENT AND DEVELOPMENT (UK)

MANAGEMENT INFORMATION

FOR THE YEAR ENDED 31 DECEMBER 2004

LEADERSHIP FOR ENVIRONMENT AND DEVELOPMENT (UK)

DETAILED TRADING AND PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2004

		2004		2003
	£	£	£	£
Turnover				
Funded activities		4,880		25,428
Administrative expenses		(2,590)		(5,606)
Operating profit		<u>2,290</u>		<u>19,822</u>

LEADERSHIP FOR ENVIRONMENT AND DEVELOPMENT (UK)

SCHEDULE OF ADMINISTRATIVE EXPENSES FOR THE YEAR ENDED 31 DECEMBER 2004

	2004	2003
	£	£
Administrative expenses		
Insurance	788	719
Printing, postage and stationery	-	50
Conference Facilities	179	2,282
Travelling expenses	55	594
Legal and prof fees - allowable	558	1,041
Audit fees	1,010	750
Sundry expenses	-	170
	<hr/>	<hr/>
	2,590	5,606
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