

CAMPAIGN FOR NUCLEAR DISARMAMENT
(Company limited by guarantee no. 03533653)

REPORT AND UNAUDITED FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2018

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CAMPAIGN FOR NUCLEAR DISARMAMENT

REFERENCE AND ADMINISTRATIVE DETAILS

For the year ended 31 December 2018

The Campaign for Nuclear Disarmament is incorporated as a company limited by guarantee (without share capital) no. 03533653 in England & Wales. It is governed by its memorandum and articles of association. Every company member undertakes to contribute to its assets in the event of it being wound up while s/he is a member such amount as may be required not exceeding £1.

The Campaign is governed by an elected Council with policy decided by an Annual Conference of members. As well as the central organisation - which campaigns throughout England - there are a number of other CND organisations working regionally or in specialist areas. These organisations are entirely autonomous in their funding and decision-making and hence are not dealt with in these financial statements.

Details of the Campaign's Council members (who are the directors for company law purposes) and objects are given respectively on pages 2 and 3.

Vice-presidents: Pat Arrowsmith
Jeremy Corbyn MP
Dr John Cox
Dr Rebecca Johnson
Bruce Kent
Caroline Lucas MP
Air Commodore Alastair Mackie CBE DFC (deceased 19 May 2018)
Alice Mahon
Canon Paul Oestreicher
Walter Wolfgang (deceased 28 May 2019)

Officers:

Chair: David Webb
Vice-chairs: Daniel Blaney
Hannah Tweddle
Treasurer: Linda Hugl
General Secretary: Kate Hudson
Carol Turner

Company Secretary: Wendy Rumsey (resigned 1 December 2018)
Linda Hugl (appointed 1 December 2018)

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

Accountant Simon Erskine FCA
Chartered Accountant
61 Mortimer Road
London NW10 5QR

Investment Manager: Cofunds Ltd
1 Coleman Street
London EC2R 5AA

Solicitors: Simons Muirhead & Burton LLP
8-9 Frith Street
London W1D 3JB

CAMPAIGN FOR NUCLEAR DISARMAMENT

REFERENCE AND ADMINISTRATIVE DETAILS

For the year ended 31 December 2018

Bankers:

The Co-operative Bank PLC
1 Islington High Street
London N1 9TR

National Westminster Bank PLC
9 Charterhouse Building, Goswell Road
London EC1M 7AT

Santander UK plc
2 Triton Square, Regent's Place
London NW1 3AN

Triodos Bank
Deanery Road
Bristol BS1 5AS

Nationwide Building Society
Business Savings
Kings Park Road, Moulton Park
Northampton NN3 6NW

The Charity Bank Ltd
Fosse House, 182 High Street
Tonbridge TN9 1BE

Council members:

Jean Anderson
Colin Archer (appointed 21 October 2018)
Adam Beese
Gini Bevan (appointed 21 October 2018)
Daniel Blaney
Sophie Bolt
Sylvia Boyes (resigned 21 October 2018)
Christopher Butler (resigned 21 October 2018)
Phil Chesterton (resigned 21 October 2018)
Jenny Clegg
Gerard Collier
Roslyn Cook
Gillian Cox (appointed 21 October 2018)
David Cullen (appointed 21 October 2018)
Tom Cuthbert
Nigel Day
George Downs (resigned 21 October 2018)
Tyler England (appointed 21 October 2018)
Dr. Ian Fairlie
Janet Fenton
Lis Fields
Rik Garfit-Mottram (resigned 21 October 2018)
Kelvin Gascoyne (appointed 21 October 2018)
Caroline Gilbert (resigned 21 October 2018)
Philip Gilligan (resigned 21 October 2018)
Amber Gonen (appointed 21 October 2018)
Jason Hill (appointed 21 October 2018)
Hugh Hubbard (appointed 21 October 2018)
Kate Hudson
Linda Hugl
Hannah Kemp-Welch
Ellie Kinney (appointed 21 October 2018)
Sonia Klein

Peter le Mare (deceased 4 July 2019)
David Leal
Anna Liddle
Michal Lovejoy
Diane Lunzer
Lesley Mathews
Isobel McHarg (deceased 6 June 2018)
Rachel McGrath (appointed 21 October 2018)
Geoff Meaden (appointed 21 October 2018)
Tom Milburn
Grace Newton (resigned 21 October 2018)
Duncan Rees
Viv Ring
Linda Rogers
Wendy Rumsey (resigned 21 October 2018)
Irene Sanderson (appointed 21 October 2018)
Tim Street (appointed 21 October 2018)
Owen Sloss (resigned 21 October 2018)
Mark Soames (resigned 21 October 2018)
Jack Theaker (resigned 21 October 2018)
Carol Turner
Hannah Tweddell
Tom Unterrainer
Julie Ward (appointed 21 October 2018)
Rebecca Warren (appointed 21 October 2018)
David Webb
Arthur West
Joan West (resigned 21 October 2018)
Katy West
Peter Wilson
Amelia Womack

CAMPAIGN FOR NUCLEAR DISARMAMENT

COUNCIL'S REPORT

For the year ended 31 December 2018

The Council (which is the board of directors for company law purposes) presents its report and the unaudited financial statements for the year ended 31 December 2018.

OBJECTS

The Campaign for Nuclear Disarmament (CND) seeks nuclear disarmament by Britain and worldwide and to promote and advance the welfare of the human community by working for international peace and disarmament and a world in which the vast resources devoted to militarism are redirected to the real needs of the planet and the human community.

PRINCIPAL ACTIVITIES

CND's principal campaigning activities are to inform, educate, lobby and engage people in diverse forms of activity to achieve its objects. It publishes periodicals and reports; it sends regular briefings to and meets with MPs; it lobbies UK ministers, ambassadors, diplomats, academics and opinion formers, both in person and by letter; it informs and educates its members and encourages them to take action; it holds street stalls, exhibitions, vigils, demonstrations and engages in non-violent direct action; it distributes leaflets and other materials, to inform the public on nuclear issues; it sends representatives to international disarmament conferences; it maintains contact and liaises with other organisations including regional and local groups within the UK, like-minded organisations in Europe and elsewhere, and specialist and expert organisations worldwide; it produces a schools pack, other educational materials, and provides speakers. At all times, it informs the media about its activities.

ORGANISATION OF THE CAMPAIGN

CND's annual conference is the policy-making body, establishes CND's strategy and sets priorities for the coming year. CND Council is the Board of Directors and is responsible for the implementation of policy as set by the Conference and meets three times a year. It monitors CND's finances and makes major financial decisions. Fifteen members of Council are directly elected by the AGM, and there are also representatives from the regions and specialist sections, as defined in Part 2 of CND's Regulations. The Officer team is the Management team and five of its members are elected at the AGM to direct CND's operations between Council meetings; a sixth member of the Officer team, the General Secretary, is an appointed staff position.

CND's staff work as a team, under the direction of members of the Officer team. Guidance is also provided by the Administration and Finance Group, and the Campaigns Group, which both meet four times a year. The Administration and Finance Group monitors financial performance against the budget, oversees fundraising, ensures that financial systems and controls are being followed and sets the budgets, including considering any amendments to the budgets, which are then approved by Council. It reports to Council. The Campaigns Group considers the details of campaigning programmes and ensures their integration with membership, fundraising and international work.

COUNCIL

The members of the Council, who are the Campaign's directors, during the year are shown on page 2 and served throughout the year except where otherwise indicated. The vice-Presidents and officers for the year are shown on page 1.

REVIEW OF PROGRESS AND ACHIEVEMENTS

During the year CND campaigned primarily on its core objectives of opposing the UK Trident nuclear weapons system and working towards global nuclear disarmament. 2018 was the 60th anniversary of CND's formation and CND used events to celebrate this to continue its No Trident campaign and to support the UN General Assembly's decision to agree a global nuclear ban treaty in late 2017. Other campaigns focused on US Missile Defence and Weapons in Space, NATO nuclear weapons, nuclear power and anti-war campaigning.

CAMPAIGN FOR NUCLEAR DISARMAMENT

COUNCIL'S REPORT

For the year ended 31 December 2018

Lobbying, letter writing, street campaigning, blockades, local meetings and parliamentary meetings have all been employed on CND campaigns. Much activity took place at local level, increasing awareness of and interest in peace issues and CND. CND assists local groups and activists through the provision of advice, encouragement, leaflets and other campaigning materials and the CND website continues to develop, providing up to date information on all activities.

CND undertakes extensive press work to maintain high profile coverage of CND and its issues. It lobbies diplomats, ministers and various officials and continues to work with its supporters in Parliament. It maintains regular contact with MPs, raises issues of concern, produces briefings, and seeks to influence the policy-making processes of the political parties and trade unions.

FUTURE DEVELOPMENTS

CND will continue to organise a broad range of activities involving its staff, regions, groups and members. It will send representatives to international conferences, political party conferences, trade union conferences and many other events. It will continue to work with other campaigning organisations and groups to achieve its objectives, and fulfil its conference decisions.

CND's efforts on fundraising and membership recruitment will continue. Fundraising, recruitment and profile raising will be maintained through CND's presence at festivals and events as well as through campaigning activities and the utilisation of social media.

CND is committed to maximising its use of its resources, including its staff, members, and investment in information technology equipment. It will continue to develop its publications, especially its website (<http://www.cnduk.org>).

FINANCIAL REVIEW

The results of the year's operations are set out in the attached financial statements. The total retained reserves at 31 December 2018 amounted to £555,244.

REPORTING ACCOUNTANT

Simon Erskine has indicated his willingness to continue in office and offers himself for re-appointment as such.

SMALL COMPANY SPECIAL PROVISIONS

The report of the Council has been prepared taking advantage of the small companies exemption of section 415A of the Companies Act 2006. It was approved, and authorised for issue, by the Council on 13 July 2019 and signed on its behalf by:

LINDA HUGL
Treasurer

**CHARTERED ACCOUNTANT'S REPORT TO THE BOARD OF DIRECTORS ON THE
PREPARATION OF THE UNAUDITED STATUTORY FINANCIAL STATEMENTS OF
CAMPAIGN FOR NUCLEAR DISARMAMENT
FOR THE YEAR ENDED 31 DECEMBER 2018**

In order to assist you to fulfil your duties under the Companies Act 2006, I have prepared for your approval the accounts of Campaign for Nuclear Disarmament for the year ended 31 December 2018 which comprise of the Statement of Financial Activities, the Balance Sheet and the related notes from the company's accounting records and from information and explanations you have given me.

As a practising member of the Institute of Chartered Accountants in England and Wales, I am subject to its ethical and other professional requirements which are detailed at www.icaew.com/en/members/regulations-standards-and-guidance/.

This report is made solely to the Council of Campaign for Nuclear Disarmament, as a body, in accordance with the terms of my engagement letter dated 18 November 2016. My work has been undertaken solely to prepare for your approval the financial statements of Campaign for Nuclear Disarmament and state those matters that I have agreed to state to the Council of Campaign for Nuclear Disarmament, as a body, in this report in accordance with ICAEW Technical Release TECH07/16AAF. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than Campaign for Nuclear Disarmament and its Council, as a body, for my work or for this report.

It is your duty to ensure that Campaign for Nuclear Disarmament has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the company's assets, liabilities, financial position and surplus/deficit of Campaign for Nuclear Disarmament. You consider that Campaign for Nuclear Disarmament is exempt from the statutory audit requirement for the year.

I have not been instructed to carry out an audit or review of the financial statements of Campaign for Nuclear Disarmament. For this reason, I have not verified the accuracy or completeness of the accounting records or information and explanations you have given to me and I do not, therefore, express any opinion on the statutory financial statements.

Simon Erskine FCA
Chartered Accountant
61 Mortimer Road
London
NW10 5QR

Date:

CAMPAIGN FOR NUCLEAR DISARMAMENT

STATEMENT OF FINANCIAL ACTIVITIES (incorporating Statement of Income and Retained Earnings) For the year ended 31 December 2018

	Notes	Unrestricted Funds 2018 £	Restricted Funds 2018 £	Total Funds 2018 £	Total Funds 2017 £
INCOME					
Subscriptions and regular giving		329,234	-	329,234	329,344
Appeals	2	104,834	-	104,834	127,839
Grants and donations	3	18,153	5,907	24,060	97,625
Other fundraising activities		16,934	-	16,934	17,362
Legacies		111,840	-	111,840	74,222
Management and other service charge to Nuclear Education Trust	16	753	-	753	508
Bank interest		2,988	-	2,988	2,666
TOTAL OPERATING INCOME		584,736	5,907	590,643	649,566
EXPENDITURE					
	6				
Campaigning activities:					
Direct campaigning costs		235,525	375	235,900	235,928
Regions		75,650	-	75,650	74,350
Specialist sections		-	-	-	1,200
External campaigns		1,500	-	1,500	1,500
Peace education		-	50,193	50,193	48,124
Membership and fundraising		136,911	-	136,911	128,525
Policy and decision making		5,898	-	5,898	8,372
Support costs	7	129,307	19,206	148,513	150,944
Corporation tax	11	892	-	892	363
TOTAL OPERATING EXPENDITURE		585,683	69,774	655,457	649,306
NET INCOME/(EXPENDITURE) BEFORE INVESTMENT GAINS/LOSSES					
	11	(947)	(63,867)	(64,814)	260
Investment gains/(losses)		(6,941)	-	(6,941)	13,296
NET INCOME/(EXPENDITURE) AFTER TAX		(7,888)	(63,867)	(71,755)	13,556
FUNDS AT THE START OF THE YEAR		528,767	98,232	626,999	613,443
FUNDS AT THE END OF THE YEAR		£ 520,879	£ 34,365	£ 555,244	£ 626,999

NOTE

Details of movements in reserves are shown in Note 14. Details of how the comparative figures are split between Restricted and Unrestricted funds are shown in Note 17.

CAMPAIGN FOR NUCLEAR DISARMAMENT (company limited by guarantee no. 03533653)

BALANCE SHEET

As at 31 December 2018

	Notes	2018	2017
		£	£
FIXED ASSETS			
Tangible assets	8	24,770	27,431
Investments	9	101,680	108,621
		<u>126,450</u>	<u>136,052</u>
CURRENT ASSETS			
Stocks		3,153	3,600
Debtors	10	116,019	116,304
Cash at bank and in hand		360,386	426,516
		<u>479,558</u>	<u>546,420</u>
CREDITORS: amounts falling due within one year	11	<u>(40,131)</u>	<u>(44,840)</u>
NET CURRENT ASSETS		439,427	501,580
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>565,877</u>	<u>637,632</u>
PROVISIONS FOR LIABILITIES AND CHARGES	12	<u>(10,633)</u>	<u>(10,633)</u>
NET ASSETS/TOTAL ASSETS LESS CURRENT LIABILITIES		<u>£ 555,244</u>	<u>£ 626,999</u>
CAPITAL AND RESERVES (see Note 14)			
Restricted funds		34,365	98,232
Accumulated unrestricted surplus			
- including revaluation reserve of £51,680 (2017 - £58,621)		396,109	401,336
General reserve		100,000	100,000
Fixed assets reserve		24,770	27,431
		<u>£ 555,244</u>	<u>£ 626,999</u>

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

For the year ending 31 December 2018 the Company was entitled to exemption from audit under section 477 of the Companies Act 2006 (the Act) relating to small companies.

Responsibilities of the Directors (Council):

- (i) The members have not required the Company 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.

They were approved, and authorised for issue, by the Council members on 13 July 2019 and signed on their behalf by:-

DAVID WEBB, Chair

LINDA HUGL, Treasurer

The annexed notes form part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2018

1. ACCOUNTING POLICIES

(a) General information and basis of preparation of financial statements

The Campaign for Nuclear Disarmament (CND or "the Campaign") is a company limited by guarantee established in the United Kingdom. In the event of the Campaign being wound up, the liability in respect of the guarantee is limited to £1 per member of the Campaign. The address of the registered office is given in the Campaign information on page 1 of these financial statements. The nature of the Campaign's operations and principal activities are described in the Council's report.

The Company constitutes a public benefit entity as defined by the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102). The financial statements have been prepared in accordance with FRS 102 as amended in July 2015, the Companies Act 2006 and UK Generally Accepted Practice as it applies from 1 January 2016.

The financial statements are prepared on a going concern basis under the historical cost convention.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

(b) Fund accounting

Unrestricted funds are available for use at the discretion of the Council in furtherance of the general objectives of the Campaign and which have not been designated for other purposes.

Designated funds comprise unrestricted funds that have been set aside by the Council for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements.

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

(c) Income recognition

All incoming resources are included in the Statement of Financial Activities (SoFA) when the Campaign is legally entitled to the income after any performance conditions have been met, the amount can be measured reliably and it is probable that the income will be received.

For donations to be recognised the Campaign will have been notified of the amounts and the settlement date in writing. If there are conditions attached to the donation and this requires a level of performance before entitlement can be obtained then income is deferred until those conditions are fully met or the fulfilment of those conditions is within the control of the Campaign and it is probable that they will be fulfilled.

For legacies, entitlement is the earlier of the Campaign being notified of an impending distribution or the legacy being received. At this point income is recognised. On occasion legacies will be notified to the Campaign however it is not possible to measure the amount expected to be distributed. On these occasions, the legacy is treated as a contingent asset and disclosed.

CAMPAIGN FOR NUCLEAR DISARMAMENT

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2018

Income from trading activities includes income earned from fundraising events and trading activities to raise funds for, or to further the campaigning aims of, the Campaign. Income is received in exchange for supplying goods and services in order to raise funds and is recognised when entitlement has occurred.

(d) Expenditure recognition

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation can be measured reliably.

Irrecoverable VAT is charged as an expense against the activity for which expenditure arose.

Grants payable to third parties are within the Campaign's objects. Where unconditional grants are offered, this is accrued as soon as the recipient is notified of the grant, as this gives rise to a reasonable expectation that the recipient will receive the grants. Where grants are conditional relating to performance then the grant is only accrued when any unfulfilled conditions are outside of the control of the Campaign.

(e) Support costs

Support costs are those that assist the work of the Campaign but do not directly represent campaigning activities and include office costs, governance costs, administrative payroll costs. They are incurred directly in support of expenditure on the objects of the Campaign. The analysis of these costs is included in note 7.

Fundraising costs are those incurred in seeking voluntary contributions and do not include the costs of disseminating information in support of campaigning activities.

(f) Tangible fixed assets

Tangible fixed assets are stated at cost (or deemed cost) or valuation less accumulated depreciation and accumulated impairment losses. Cost includes costs directly attributable to making the asset capable of operating as intended.

Depreciation is provided on all tangible fixed assets, at rates calculated to write off the cost, less estimated residual value, of each asset on a systematic basis over its expected useful life as follows:

Leasehold property	-	period to end of lease in 2030
Plant and machinery - office furniture and equipment	-	4-20 years

(g) Investments

Investments are recognised initially at fair value which is normally the transaction price excluding transaction costs. Subsequently, they are measured at fair value with changes recognised in 'net gains /(losses) on investments' in the Statement of Financial Activities.

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2018

(h) Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing stock to its present location and condition. Cost is calculated using the first-in, first-out formula. Provision is made for damaged, obsolete and slow-moving stock where appropriate.

(i) Debtors and creditors receivable / payable within one year

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in expenditure.

(j) Leases

Rentals payable and receivable under operating leases are charged to the SoFA on a straight line basis over the period of the lease.

(k) Employee benefits

When employees have rendered service to the Campaign, short-term employee benefits to which the employees are entitled are recognised at the undiscounted amount expected to be paid in exchange for that service.

The Campaign operates a defined contribution plan for the benefit of its employees. Contributions are expensed as they become payable.

(l) Tax

Current tax represents the amount of tax payable in respect of the taxable profit for the current or past reporting periods - mainly on investment income and trading/sponsorship. It is measured at the amount expected to be paid or recovered using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

(m) Going concern

The financial statements have been prepared on a going concern basis as the Council believe that no material uncertainties exist. The Council have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the Campaign to be able to continue as a going concern.

(n) Judgements and key sources of estimation uncertainty

No judgements (apart from those involving estimates) have been made in the process of applying the above accounting policies and there are no key sources of estimation uncertainty.

CAMPAIGN FOR NUCLEAR DISARMAMENT

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2018

2. APPEALS	Unrestricted Funds £	Restricted Funds £	Total 2018 £	Total 2017 £
Legacy appeal	-	-	-	6,780
Email appeal	486	-	486	2,158
Spring appeal	22,762	-	22,762	25,713
Summer appeal	16,339	-	16,339	7,304
Winter appeal	37,454	-	37,454	35,257
Advertisement appeals (2 in 2017)	14,482	-	14,482	48,912
Anniversary Tour appeal	13,311	-	13,311	1,715
	£ 104,834	£ Nil	£ 104,834	£ 127,839

3. GRANTS AND DONATIONS	Unrestricted Funds £	Restricted Funds £	Total 2018 £	Total 2017 £
Grants:				
Nuclear Education Trust (Note 16):				
Peace education	-	-	-	60,000
Global Ban treaty	-	-	-	5,000
Other grants	-	-	-	12,375
Donations	18,153	5,907	24,060	20,250
	£ 18,153	£ 5,907	£ 24,060	£ 97,625

Details of restricted funds, and how they have been spent, are given in Note 14. In the prior year the Nuclear Education Trust grants were restricted and £4,612 of the donations; other income was unrestricted.

4. COUNCIL AND KEY MANAGEMENT PERSONNEL

Kate Hudson, the General Secretary and a member of Council, was employed during the year at a remuneration (including employer's national insurance contributions) of £40,374 (2017 - £46,613); no other Council members received any remuneration and no Council members received any benefits in kind. There were no key management personnel other than the members of Council.

Expenses relating to travel and subsistence totalling £4,266 (2017 - £7,822); were reimbursed to 28 (2017 - 28) Council members for Council attendance and officer campaigning work.

5. EMPLOYEES AND STAFF COSTS

	2018 £	2017 £
Gross salaries	323,960	314,238
Social security costs - employer's National Insurance	29,107	28,462
Staff costs net of pension costs	353,067	342,700
Defined contribution scheme pension costs	8,577	6,601
	£ 361,644	£ 348,932

CAMPAIGN FOR NUCLEAR DISARMAMENT

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2018

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

Campaigning activities	4.1	4.2
Membership and fundraising	2.8	2.5
Administration	1.6	1.8
Peace education	1.0	1.0
	<u>9.5</u>	<u>9.5</u>

6. DEPARTMENTAL COSTS

	Staff costs £	Direct costs £	2018 Total £	2017 Total £
Current year				
Campaigning activities:				
Direct campaigning costs	167,438	68,462	235,900	235,928
Regions (see Note 15)	-	75,650	75,650	74,350
Specialist sections (see Note 15)	-	-	-	1,200
External campaigns	-	1,500	1,500	1,500
Peace education	38,413	11,780	50,193	48,124
Membership and fundraising	92,723	44,188	136,911	128,525
Policy and decision making	-	5,898	5,898	8,372
Support costs (see Note 7)	63,070	85,443	148,513	150,944
Corporation tax (see Note 11)	-	892	892	363
	<u>£ 361,644</u>	<u>£ 293,813</u>	<u>£ 655,457</u>	<u>£ 649,306</u>

	Staff costs £	Direct costs £	2017 Total £
Prior year			
Campaigning activities:			
Direct campaigning costs	164,053	71,875	235,928
Regions (see Note 15)	-	74,350	74,350
Specialist sections (see Note 15)	-	1,200	1,200
External campaigns	-	1,500	1,500
Peace education	36,568	11,556	48,124
Membership and fundraising	82,531	45,994	128,525
Policy and decision making	-	8,372	8,372
Support costs (see Note 7)	65,780	85,164	150,944
Corporation tax (see Note 11)	-	363	363
	<u>£ 348,932</u>	<u>£ 300,374</u>	<u>£ 649,306</u>

Details of staff costs and numbers are given in Note 5.

CAMPAIGN FOR NUCLEAR DISARMAMENT

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2018

7. SUPPORT COSTS	2018	2017
	£	£
Premises costs (see below)	66,989	73,274
Less: Rent income from sub-letting	(15,000)	(15,000)
Sundry accountancy costs	990	961
Bank and credit card charges (see below)	2,358	(4,083)
Insurance	5,753	5,429
Printing, postage and stationery	1,696	1,417
Reporting accountant's fee	3,000	3,120
Other legal and professional fees	13	188
Telephone	4,682	4,411
Recruitment	1,962	716
Training	290	350
Staff pensions	492	369
IT Maintenance	5,548	3,633
Health & safety	297	539
General volunteers' expenses	2,053	2,597
Sundry expenses	910	784
Depreciation	3,410	6,459
Finance and administration staff costs	63,070	65,780
	<u>£ 148,513</u>	<u>£ 150,944</u>

Premises costs include the total expenditure on rent, rates, light, heat and repairs for 162 Holloway Road, on which the Campaign holds a 20 year lease which expires in June 2030 (see Note 13).

An appropriate element of Support costs has been allocated to restricted fund expenditure shown in Note 14 which has been part-funded by charitable grants.

The Campaign received a back-dated £7,855 refund of bank charges during 2017.

8. TANGIBLE FIXED ASSETS

	Leasehold property	Office equipment	Total
	£	£	£
Cost			
At 1 January 2018	34,584	54,026	88,610
Additions	-	749	749
Disposals	-	(170)	(170)
At 31 December 2018	<u>34,584</u>	<u>54,605</u>	<u>89,189</u>
Depreciation			
At 1 January 2018	11,717	49,462	61,179
Charge for the year	1,729	1,681	3,410
Eliminated on disposals	-	(170)	(170)
At 31 December 2018	<u>13,446</u>	<u>50,973</u>	<u>64,419</u>
Net book value			
At 31 December 2017	<u>£ 22,867</u>	<u>£ 4,564</u>	<u>£ 27,431</u>
At 31 December 2018	<u>£ 21,138</u>	<u>£ 3,632</u>	<u>£ 24,770</u>

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9. INVESTMENTS	2018	2017
	£	£
Market value		
Aberdeen Ethical World Equity 1 Fund	16,096	16,978
Alliance Trust UK Ethical	19,343	21,062
AXA - IM Ethical Distribution Z Fund Accumulation	14,342	15,801
F&C Responsible Global Equity 2 Fund Accumulation	19,711	20,916
F&C Responsible Sterling Bond C Fund	12,812	13,062
Henderson - Global Care Growth Fund	19,376	20,802
	<u>£ 101,680</u>	<u>£ 108,621</u>

Movements in market value

	2018	2017
	£	£
B/fwd	108,621	95,325
Investment gains/(losses)	(6,941)	13,296
C/fwd	<u>£ 101,680</u>	<u>£ 108,621</u>

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

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

10. DEBTORS	2018	2017
	£	£
Grants receivable from the Nuclear Education Trust (Note 16)	25,000	95,001
Other amounts receivable from the Nuclear Education Trust (Note 16)	1,980	739
Legacy debtors	66,000	-
Other debtors	5,429	3,215
Prepayments	17,610	17,349
	<u>£ 116,019</u>	<u>£ 116,304</u>

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	2018	2017
	£	£
Trade creditors	6,331	6,393
Corporation tax (see below)	891	883
Social security and other taxes	9,119	8,856
Other creditors (see below)	7,604	19,167
Accruals	16,186	9,541
	<u>£ 40,131</u>	<u>£ 44,840</u>

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For the year ended 31 December 2018

Corporation tax is only charged on interest receivable and affinity/sponsorship income from sympathetic organisations using the CND name and/or brand. Tax was payable as shown above on the income for the year at 19.00% (2017 - 19.25%). The charge for 2017 shown in the Statement of Financial Activities includes a £520 adjustment from the previous year.

As explained in Note 15, the Campaign pays to Scottish CND its membership income and its share of legacies. The amounts calculated as payable for the financial year are shown above under Other creditors. The arrangements for CND Cymru are explained in Note 15.

12. PROVISION FOR PREMISES REPAIR	2018	<i>2017</i>
	£	£
Provision at the start of the year	10,633	<i>10,633</i>
Provision made for the year	-	-
	10,633	<i>10,633</i>
Less: Maintenance carried out in the year	-	-
Provision at the end of the year	£ 10,633	<i>£ 10,633</i>

The Campaign makes prudent provision for the cost of future repairs required to be carried out under the terms of its office lease, including regular internal and external decoration. The provision made in the year is included in premises costs as shown in Note 7. Details of movements for the year are shown above.

13. OPERATING LEASE COMMITMENTS

The Campaign holds its premises under a 20 year lease to 18 June 2030 but there is a break-clause half-way through in 2020. The rent is £38,375 + VAT and hence the future minimum lease payments for each of the following periods net of VAT (currently 20%) are as follows:

Not later than one year	46,050	<i>46,050</i>
Later than one and not later than five years	69,075	<i>115,125</i>
Later than five years	-	-
	£ 115,125	<i>£ 161,175</i>

14. RESERVES	Balance at			Investment	Balance at
<u>Current year</u>	1 January	Income	Expenditure	gain/(loss)	31 December
	2018	£	£	& Transfers	2018
	£			£	£
Accumulated surplus	401,336	584,736	(585,683)	(4,280)	396,109
General reserve	100,000	-	-	-	100,000
Fixed assets reserve	27,431	-	-	(2,661)	24,770
Restricted funds	98,232	5,907	(69,774)	-	34,365
	£ 626,999	£ 590,643	£ (655,457)	£ (6,941)	£ 555,244

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For the year ended 31 December 2018

<i>Prior year</i>	<i>Balance at 1 January 2017</i>	<i>Income</i>	<i>Expenditure</i>	<i>Investment gain/(loss) & Transfers</i>	<i>Balance at 31 December 2017</i>
	£	£	£	£	£
<i>Accumulated surplus</i>	384,760	579,954	(581,117)	17,739	401,336
<i>General reserve</i>	100,000	-	-	-	100,000
<i>Fixed assets reserve</i>	31,874	-	-	(4,443)	27,431
<i>Restricted funds</i>	96,809	69,612	(68,189)	-	98,232
	<u>£ 613,443</u>	<u>£ 649,566</u>	<u>£ (649,306)</u>	<u>£ 13,296</u>	<u>£ 626,999</u>

The Accumulated surplus includes a revaluation reserve of £51,680 (2017 - £58,621), which represents the excess of the value of the fixed asset investments over their historical cost of £50,000 as detailed in Note 9.

The General reserve was set up to allow an orderly wind-down of the Campaign, should this ever become necessary, and should be used for this purpose only. The balance in the reserve is maintained at approximately three month's core expenditure.

The purpose of the Fixed assets reserve is to reflect the Campaign's funds which are tied up in fixed assets and therefore not available for spending on other purposes. The year-end balance has been set to equate approximately to the net book value of fixed assets (at 31.12.15 an amount had also been included to meet future costs but this was discontinued in 2016).

Details of restricted funds are as follows:

<i>Current year</i>	<i>Balance at 1 January 2018</i>	<i>Income</i>	<i>Expenditure</i>	<i>Transfers</i>	<i>Balance at 31 December 2018</i>
	£	£	£	£	£
RESTRICTED FUNDS					
Peace education	89,353	37	(69,399)	-	19,991
Youth work	3,879	5,870	(375)	-	9,374
Global Ban treaty	5,000	-	-	-	5,000
	<u>£ 98,232</u>	<u>£ 5,907</u>	<u>£ (69,774)</u>	<u>£ Nil</u>	<u>£ 34,365</u>

<i>Prior year</i>	<i>Balance at 1 January 2017</i>	<i>Income</i>	<i>Expenditure</i>	<i>Transfers</i>	<i>Balance at 31 December 2017</i>
	£	£	£	£	£
RESTRICTED FUNDS					
<i>Peace education</i>	91,937	64,612	(67,196)	-	89,353
<i>Youth work</i>	4,872	-	(993)	-	3,879
<i>Global Ban treaty</i>	-	5,000	-	-	5,000
	<u>£ 96,809</u>	<u>£ 69,612</u>	<u>£ (68,189)</u>	<u>£ Nil</u>	<u>£ 98,232</u>

Resources expended include the direct costs of activities and associated support costs.

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For the year ended 31 December 2018

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

The Global Ban fund was provided to support the Campaign's work on an international treaty to ban nuclear weapons globally.

15. TRANSACTIONS WITH OTHER CND ORGANISATIONS

The Campaign makes grants to regional CND organisations (including contributions to the employment of staff in the regions) and specialist sections and the totals given are shown in Note 6.

The Campaign pays to Scottish CND a proportion, based on the number of Scottish members as a proportion of total Campaign membership, of legacies received by the Campaign after deduction of legacies received by Scottish CND. The net amounts payable of £4,258 (2017 - £15,684) are deducted in arriving at the Legacies income shown in the Statement of Financial Activities.

The Campaign also pays to Scottish CND the subscriptions received from Scottish members by CND on their behalf. The amounts concerned, £9,777 (2017 - £9,928), are deducted in arriving at the Membership subscriptions income shown in the Statement of Financial Activities. All membership dues were paid quarterly in arrears.

Previously CND Cymru had a similar arrangement but since 2008 it has foregone its proportion of legacy income and membership subscription income in return for CND meeting its £15,000 per annum management and administrative support costs (included in the Statement of Financial Activities under Regions). In 2010 the Council agreed to make this alternative arrangement permanent. Had the old system remained in place, CND Cymru would have been entitled to £1,741 for legacies (2017 - £3,916) and £1,688 for membership subscription income (2017 - £1,721).

All amounts due were paid by the year-end except for the final quarter's membership dues amounting to £2,389 (2017 - £9,928) and the annual legacy income share-out (as detailed above) to Scottish CND which are paid in arrears.

As explained in Note 1 all these other CND organisations are completely autonomous and organisationally separate from the Campaign.

16. NUCLEAR EDUCATION TRUST

The Campaign works closely with the Nuclear Education Trust (NET), and has the right to appoint 3 of NET's trustees (which can number up to 9). As shown in Note 3, in 2017 NET made grants of £60,000 to the Campaign for its acclaimed Peace Education work and £5,000 for work on the international treaty on a Global Ban on nuclear weapons; CND did not apply for any grants in 2018. NET operates from the premises of the Campaign which provides administrative and other services to it in return for a management and other service charge as shown on page 6. Both parties consider this charge to be a fair reflection of the value of services provided.

CAMPAIGN FOR NUCLEAR DISARMAMENT

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 December 2018

17. COMPARATIVE SOFA FOR THE YEAR ENDED 31 DECEMBER 2017

	Notes	Unrestricted Funds £	Restricted Funds £	Total Funds £
INCOME				
Subscriptions and regular giving		329,344	-	329,344
Appeals		127,839	-	127,839
Grants and donations	3	28,013	69,612	97,625
Other fundraising activities		17,362	-	17,362
Legacies		74,222	-	74,222
Management charge to Nuclear Education Trust	16	508	-	508
Bank interest		2,666	-	2,666
TOTAL OPERATING INCOME		<u>579,954</u>	<u>69,612</u>	<u>649,566</u>
EXPENDITURE				
	6			
Campaigning activities:				
Direct campaigning costs		234,147	1,781	235,928
Regions		74,350	-	74,350
Specialist sections		1,200	-	1,200
External campaigns		1,500	-	1,500
Peace education		-	48,124	48,124
Membership and fundraising		128,525	-	128,525
Policy and decision making		8,372	-	8,372
Support costs	7	132,660	18,284	150,944
Corporation tax	11	363	-	363
TOTAL OPERATING EXPENDITURE		<u>581,117</u>	<u>68,189</u>	<u>649,306</u>
NET INCOME/EXPENDITURE				
BEFORE INVESTMENT GAINS	11	(1,163)	1,423	260
Investment gains		13,296	-	13,296
NET INCOME/EXPENDITURE AFTER TAX		<u>12,133</u>	<u>1,423</u>	<u>13,556</u>
FUNDS AT THE START OF THE YEAR		<u>516,634</u>	<u>96,809</u>	<u>613,443</u>
FUNDS AT THE END OF THE YEAR		<u>£ 528,767</u>	<u>£ 98,232</u>	<u>£ 626,999</u>

NOTE

Details of movements in reserves are shown in Note 14.