

REGISTERED COMPANY NUMBER: 3606528 (England and Wales)  
REGISTERED CHARITY NUMBER: 1071886

**REPORT OF THE TRUSTEES AND**  
**FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2017**  
**FOR**  
**TB ALERT**  
**(A COMPANY LIMITED BY GUARANTEE)**

Chariot House Limited  
Chartered Accountants  
44 Grand Parade  
Brighton  
East Sussex  
BN2 9QA

**TB ALERT**

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**FOR THE YEAR ENDED 31ST MARCH 2017**

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## **TB ALERT**

### **REPORT OF THE TRUSTEES** **FOR THE YEAR ENDED 31ST MARCH 2017**

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The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31st March 2017. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015).

#### **OBJECTIVES AND ACTIVITIES**

##### **Objectives and aims**

Our objects, as defined in our Memorandum of Association, are:

(a) to support medical, scientific, social and humanitarian activities throughout the world for the relief and rehabilitation of persons affected by tuberculosis and related medical and social conditions and for the prevention and control of that disease.

(b) to educate persons throughout the world regarding the effects of tuberculosis so as to heighten awareness of the need for better detection, treatment and rehabilitation of persons affected by tuberculosis and related medical and social conditions.

**Our vision** is the control and the ultimate eradication of TB.

**Our mission** is to increase access to effective treatment for all.

**Strategic Objectives.** The charity's strategic plan for 2017-20 contains five strategic objectives:

- 1) Provide information, guidance and support to individuals, communities and health and care services, so that people with TB access healthcare and receive a prompt and accurate diagnosis.
- 2) Partner health and care services to ensure people with TB receive the clinical and psychosocial support necessary for successful treatment.
- 3) Build TB capacity among civil society, and strengthen collaboration between health and care services and civil society.
- 4) Develop and use our organisational expertise to generate new partnerships and programmes and to support national and international advocacy.
- 5) Strengthen financial and staffing resources and systems to build the foundation for long-term sustainability and growth.

## **TB ALERT**

### **REPORT OF THE TRUSTEES** **FOR THE YEAR ENDED 31ST MARCH 2017**

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#### **OBJECTIVES AND ACTIVITIES**

##### **Significant activities**

The Achievements and Performance section describes our main activities and the people we work to help. All of our charitable activities focus on TB prevention, access to treatment and successful treatment. Our activities are undertaken to further our charitable purposes for the public benefit, so as to address the health, social, humanitarian and economic impacts associated with TB infection and delays in diagnosis and treatment.

TB is an airborne disease that can affect anyone but is most common among people living in poverty because they are more likely to be malnourished, have poor immune systems and be living in close proximity. TB prevents people from attending education, earning a living or looking after their family, which increases poverty within families and communities.

TB remains the global emergency that the World Health Organisation declared in 1993. Tuberculosis kills 1.8 million people a year (over three people every minute). Most deaths occur because patients do not know a cure is available or they have difficulty accessing treatment. Tuberculosis is also the main killer of people living with HIV in developing countries. Yet TB can be cured, even if someone is HIV positive.

Diagnosis of TB can be difficult, especially in children, people who are HIV positive or people with TB affecting parts of the body other than the lungs. Drugs for drug-sensitive TB are effective and low cost, but treatment takes at least six months and can cause unpleasant side effects so patients need support to ensure they complete the course. Incomplete treatment risks drug resistance that is difficult and costly to treat. The only vaccine we have, BCG, gives limited protection so the development of new vaccines, diagnostics and drugs plays a key part in the fight to eradicate TB.

Many people think TB was eradicated in the UK. It never was. The lowest number of cases was in 1987 when there were 5,745 new cases. In 2015, there were 6,240 new cases.

TB Alert is the only UK-based specialist TB charity, and we work to fight tuberculosis both in the UK and internationally. TB Alert works to ensure that poverty and lack of awareness are not a barrier to accessing TB treatment and to eliminate the stigma and discrimination associated with tuberculosis.

##### **Public benefit**

In shaping our objectives and planning our activities for the year, the Trustees have given consideration to the duties set out in section 17(5) of the Charities Act 2011 to have due regard to public benefit. In particular, the Trustees have considered how the planned activities will contribute to the overall aims and objectives that have been set out in our Memorandum of Association.

The Trustees believe that the paragraphs, specifically on the "Objectives and Activities" and "Achievements and Performance" for the year, relate in detail the benefit that the charity provides to the public.

## **TB ALERT**

### **REPORT OF THE TRUSTEES** **FOR THE YEAR ENDED 31ST MARCH 2017**

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#### **ACHIEVEMENT AND PERFORMANCE**

##### **Charitable activities**

##### **Introduction**

The World Health Organization's (WHO) End TB Strategy envisions a world free of TB with zero deaths, zero disease and zero suffering. It sets targets and outlines actions for governments and partners to provide patient-centred care; pursue policies and systems that enable prevention and care; and drive the research and innovations needed to end the epidemic and eliminate TB. To achieve this will require a scaling-up of global efforts, with a renewed level of commitment to and investment in the vaccines, diagnostic tools and drugs with which we fight TB and in the healthcare systems needed to make sure they reach everyone who needs them.

World TB Day, every 24th March, provides a focal point to bring together the voices of governments, affected communities, civil society organisations, healthcare providers and international partners to join the drive to roll out this strategy and to reach, treat and cure all those who are ill today. It is within this broad partnership of stakeholders that TB Alert plays its role as the UK's national TB charity, tackling TB in this country and internationally.

##### **Our international programme**

We continue to focus our programmes in India, which carries around a quarter of the global TB burden, and southern Africa, where HIV leaves people with weakened immune systems particularly vulnerable to TB.

Our fieldwork focuses on several key areas:

- increasing awareness and helping people overcome the social and structural barriers to being tested and treated for TB, and supporting them through treatment
- supporting and training healthcare professionals to help ensure they have the skills and resources to provide effective care
- building the capacity of civil society organisations to integrate TB into their work and become active and effective partners in the fight against TB.

Our awareness work tackles the myths and misconceptions that so often surround TB, and the stigma that makes people delay seeking life-saving treatment. We believe the fight against TB has to take place in communities as much as in clinics, which is why we work with experts in public and community health alongside leading clinicians.

In 2016-17, together with our sister organisation TB Alert India, our work in the UK and internationally reached:

- 215,418 people tested or screened for TB or related diseases
- 6,559 people diagnosed with TB or related diseases
- 5,641 people supported through treatment
- 2,400 health workers and volunteers who were trained
- 1,092,631 people receiving information about TB, its symptoms and how to get help. Additionally, our mass media activities reached 204,000 more people.

Our international work is currently supported by the UK's three main 'institutional' funders: the Department for International Development (in Malawi and Zimbabwe), the Big Lottery Fund (in India) and Comic Relief (in Malawi).

In **India**, together with TB Alert India, our **Educate, Prevent and Treat** project focuses on tackling the stigma and discrimination that especially prevent women, children and people living with HIV from seeking treatment. Through a team of trained outreach workers, the project helps make sure people with TB are identified and treated.

In India's capital, the **Delhi DIVINE** project runs diagnostic and treatment centres in densely populated slums that lack proper health services. Working with the Indian Government, this proven model employs the project's expertise to establish new services which, after three or four years, are transferred to government control to benefit communities over the long term. TB Alert India is currently running this programme in Delhi's Balasva, Mukundhpur and Bwana localities, providing TB services to more than half a million people. This year the project has added a new focus on diabetes among TB patients. Since diabetes increases the risk of TB and many people have undiagnosed diabetes, it makes good sense to test TB patients for the illness.

## **TB ALERT**

### **REPORT OF THE TRUSTEES** **FOR THE YEAR ENDED 31ST MARCH 2017**

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#### **ACHIEVEMENT AND PERFORMANCE**

##### **Charitable activities**

Other projects implemented by TB Alert India include:

- **Axshya:** supported by the Global Fund to Fight AIDS, Tuberculosis and Malaria, this project covers a population of seven million in the states of Andhra Pradesh and Telangana. The project improves access to quality TB care and strengthens local civil society's role in fighting TB.
- **PRATAM:** this project works with informal and poorly trained health practitioners and chemists in remote rural areas, to ensure people with TB are diagnosed and receive effective treatment.
- **THALI:** funded by USAID, this project aims to benefit four million people in Hyderabad by increasing their awareness of TB and by working with informal health practitioners to ensure people with TB are promptly diagnosed and successfully cured.
- **AASARA:** funded by Janssen, this project provides nutritional support to patients - mostly with multi-drug resistant TB - to help them tolerate their TB medicine and increase the chances of a successful cure.

In **Malawi**, TB Alert work in Mulanje district, supported by the Department for International Development, and in Thyolo district, supported by Comic Relief. Malawi has made progress in the health sector but continues to face challenges in tackling multi-drug resistant TB and TB-HIV co-infection. These projects aim to reduce HIV and TB deaths, prevent drug resistance and alleviate poverty. They do this by raising awareness of TB, HIV and TB-HIV co-infection; focusing on early case finding; linking patients to treatment; improving patients' nutrition during treatment; and supporting patients and their families.

In **Zimbabwe**, we work with local partners in the districts of Mutasa, Chimanimani and Makoni to build a more integrated TB and HIV programme. The programme raises awareness of TB and HIV, identifies TB-affected and HIV positive people and links patients to treatment. This reduces deaths, contains onward infection and the development of drug resistance, and prevents increasing poverty, which can result from a diagnosis of TB. The project aligns with WHO's ENGAGE-TB approach to integrate community-based TB and TB-HIV prevention, care and control.

In **Southern Africa**, we provide technical advice and support to a new multi-country project tackling TB among miners. TIMS (TB in the Mining Sector) is a major project working across ten countries with support from the Global Fund to Fight AIDS, Tuberculosis and Malaria. The living and working conditions of miners, for example in closed-cast gold mines, put them at very high risk of TB, yet the occupational healthcare services provided to them are often very poor. During recent years, the issue of TB in mining has become recognised as a critical regional health crisis and this major project is tackling it on many fronts. The project has six work streams, and TB Alert is involved in the work stream focusing on screening and case finding. We have three key roles: to oversee monitoring and provide technical guidance to the central project management team and the country teams in eight countries (Botswana, Lesotho, Namibia, Malawi, Mozambique, Tanzania, Swaziland and Zambia); to develop and deliver training courses for the project staff; and to produce awareness resources for use with communities on the ground.

##### **Our UK programme**

Although we are operating with a reduced number of staff compared to recent years, we continue to fulfil important and unique roles in this country's TB service. As a member of England's TB Programme Board and TB Delivery Board, we are part of the mechanisms responsible for delivery of the national TB strategy. We are also a member of several of the regional TB Control Boards that have responsibility within their areas for overseeing delivery on the ground.

In June 2016, we published 'Access, testing and treatment: a toolkit for new entrant latent tuberculosis programmes'. The well-received, 56-page document helps local TB services address the fact that 25%-30% of people coming to the UK from high burden regions such as Asia and Africa have latent TB. The chance of the latent infection 'reactivating' into active disease is highest during the first five years after arriving in the UK, but this risk can be reduced by taking a course of antibiotics which, in most cases, will clear the latent infection from the body. Our toolkit has two sections: the first provides advice on how to design latent TB services to best help patients most easily navigate services from testing through to treatment, while the second section provides guidance on how to raise awareness of latent TB to maximise uptake of testing and treatment.

## **TB ALERT**

### **REPORT OF THE TRUSTEES** **FOR THE YEAR ENDED 31ST MARCH 2017**

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#### **ACHIEVEMENT AND PERFORMANCE**

##### **Charitable activities**

The national TB strategy also highlights the need to improve our understanding of the needs of under-served populations (USPs) in relation to TB, in order to design and deliver multi-agency programmes and services that better meet their needs. USPs are people who face challenges in accessing TB services or successfully completing treatment, and include some migrant groups, notably refugees and asylum seekers, and those in immigration detention; people in contact with the criminal justice system; people who misuse drugs or alcohol; people with mental health needs; and homeless people. In response to this need, TB Alert worked with NHS England and Public Health England to publish an extensive guidance document: "Tackling Tuberculosis in Under-Served Populations: A Resource for TB Control Boards and their Partners".

During the year, we continued to expand our range of resources to help raise awareness of the TB among affected communities and to support health and care professionals to provide information and support to patients. Our TB information website, [www.thetruthabouttb.org](http://www.thetruthabouttb.org), is attracting an ever-growing number of visitors both within the UK and around the world.

TB Alert's Patient Support Fund continued to provide small grants to help some of the most vulnerable patients meet the basic living and travel costs required to enable them to complete their course of medication and remain in regular contact with their clinicians.

Members of the TB Action Group of people personally affected by TB have continued their work in three main areas. They advise health services on how to make services accessible and patient-centred; they raise awareness in the media, often through recounting their own stories; and they provide telephone-based peer support to patients struggling with their treatment.

##### **Our work in Eastern Europe and Central Asia**

We are actively involved in Eastern Europe and Central Asia through the TB Europe Coalition (TBEC). This Coalition brings together civil society TB activists across the World Health Organization's Europe region, which stretches from Ireland to the Pacific and includes all the countries of the former USSR. TBEC itself has around 350 members in 26 countries and is recognised by WHO as their primary interlocutor for the civil society sector in the region.

In particular, TB Alert's Chair sits on the Steering Committee of TBEC and has acted in the past year as facilitator on workshops in Georgia, Latvia, Tajikistan, Turkmenistan, and Uzbekistan. These events bring together people from civil society organisations, who are active on TB within a country, and help them to build more effective co-ordination between themselves, develop a strategy for TB advocacy activity, and increase their capacity to engage in effective advocacy. TB Alert's Chair has also been part of a WHO team monitoring the TB programme in Kazakhstan, and of an expert group of the European Centre for Disease Prevention and Control that developed advice on the introduction of new TB drugs.

An important new development for TBEC is its responsibility for the civil society component of the 'TB Regional Programme (TB-REP)' for boosting the speed of adoption and quality of ambulatory models of TB care within post-Soviet countries.

#### **FINANCIAL REVIEW**

##### **Financial position**

The year 2016-17 saw our income total £782,194. Resources expended were £672,420. Of this amount, £662,442 (98%) was spent directly on charitable activities, £174,060 of which was from unrestricted funds. This has allowed us to rebuild our reserves to a level that lets us plan for the future with confidence.

## **TB ALERT**

### **REPORT OF THE TRUSTEES** **FOR THE YEAR ENDED 31ST MARCH 2017**

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#### **FINANCIAL REVIEW**

##### **Fundraising**

We would like to thank all the individuals, companies, trusts and foundations that have contributed to our work in the UK and overseas throughout the year. Our donors are critical in supporting our programmes and services, helping to change the lives of our beneficiaries. While our largest programmes are usually supported by grants from government or other 'institutional' funders, many months of work goes into developing these programmes and unrestricted funds are critically important to cover the cost of this preparatory work.

In last year's report, we explained that due to the difficulty in raising funds for tuberculosis we had decided, for the moment at least, not to employ specialist fundraisers. We continue to believe this makes us more cost-efficient as an organisation, ensuring we spend the greatest possible proportion of our supporters' donations on our charitable activities.

##### **Reserves policy**

TB Alert's reserves policy has been revised to a policy of holding four to eight months of salary, premises and core administration costs. During the course of TB Alert's 2017-20 strategic plan, the charity intends to move towards a model of providing more contracted technical advice so as to increase its impact and provide greater long-term financial security, and the reserves policy is intended to provide a buffer to ensure stability during this transition.

##### **Financial and risk management objectives and policies**

The Trustees consider the main risks to which TB Alert could be susceptible and monitor them through a risk register that assesses financial, programmatic and systematic risks to the organisation. This risk register is reviewed by the Trustees at six monthly intervals.

#### **FUTURE PLANS**

Funding from statutory and other institutional sources for work both in the UK and internationally is becoming increasingly challenging to access, both as a result of reduced amounts being available and also because funders are increasingly focusing on narrower and more specific themes which often exclude TB. We are therefore continuing to pursue a strategy of diversifying our financial base to reduce our reliance on these sources and, wherever possible, increase income earned by providing technical or other services to stakeholders working to fight TB. For example, in 2016 we secured a major contract to provide technical advice to the TIMS project in southern Africa as described above.

#### **STRUCTURE, GOVERNANCE AND MANAGEMENT**

##### **Governing document**

The Charity was established as a company on the 30 July 1998 and as a charity on 8 October 1998. It exists to promote awareness of tuberculosis and to support measures to advance the care and treatment of individuals affected by the disease worldwide.

The Charity is registered with the Charity Commission under No. 1071886 in the original name of TB Alert.

The Charity is a company limited by guarantee registered in England and Wales under No. 03606528. The Charity is governed by its Memorandum and Articles of Association which require that it has a minimum of three Trustees but specify no maximum.

##### **Members' liability**

Each member has undertaken to contribute a maximum of £10 in the event of the Charity being wound up.

##### **Recruitment and appointment of new trustees**

New Trustees are elected at the TB Alert Annual General Meeting. One third of the Board are subject to re-appointment each year, thus Trustees are normally appointed for a period of three years. The Trustees may co-opt a person who is willing to act to be a Trustee during the year. These Trustees are identified by personal enquiry or through advertisement. A Trustee so appointed will hold office only until the next Annual General Meeting at which point they will be proposed for reappointment.



## **TB ALERT**

### **REPORT OF THE TRUSTEES** **FOR THE YEAR ENDED 31ST MARCH 2017**

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#### **STRUCTURE, GOVERNANCE AND MANAGEMENT**

##### **Organisational structure**

Day to day management of the organisation is the responsibility of the Chief Executive, Mike Mandelbaum.

The Trustees are responsible for the governance of TB Alert. The aim is to include within the trustee body a range of skills and experience appropriate to the aims and management of the Charity. Currently the trustee body includes people with relevant medical, community health, international programmes, advocacy, organisational management, financial and legal skills. The Trustees with medical and community health experience are leading practitioners in the field of tuberculosis. They also provide a link with charities, pharmaceutical companies and medical societies working in related fields.

The Charity has finance and operations sub-committee comprising Trustees appointed on an annual basis, and the Chief Executive.

##### **Induction and training of new trustees**

New Trustees are provided with induction materials describing the activities of the Charity and outlining their responsibilities, and they meet with relevant members of the Charity's staff.

##### **Wider network**

TB Alert is an organisational member of the International Union against Tuberculosis and Lung Disease (IUATLD) and affiliated with the global Stop TB Partnership, the other members of which are organisations with consistent aims. These relationships do not impact on the governance of TB Alert.

##### **Related parties**

TB Alert works closely with its sister organisation, TB Alert India, based in Hyderabad. TB Alert contributes towards core costs of TB Alert India. Funds raised by TB Alert for projects in India are channelled via TB Alert India; TB Alert India either implements these programmes directly or delivers them through partner NGOs, in which case TB Alert India monitors activities and performance and provides technical assistance.

#### **REFERENCE AND ADMINISTRATIVE DETAILS**

##### **Registered Company number**

3606528 (England and Wales)

##### **Registered Charity number**

1071886

##### **Registered office**

44 Grand Parade  
Brighton  
East Sussex  
BN2 9QA

##### **Principal address**

Community Base  
113 Queens Road  
Brighton  
BN1 3XG

## **TB ALERT**

### **REPORT OF THE TRUSTEES** **FOR THE YEAR ENDED 31ST MARCH 2017**

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#### **REFERENCE AND ADMINISTRATIVE DETAILS**

##### **Trustees**

Dr R Bindra	- appointed 23/11/2016
Prof L Cuevas	- appointed 7/6/2017
Prof P D O Davies	
Ms K Dee	- resigned 13/9/2016
Mr V N Hansen	- resigned 13/9/2016
Ms S Jex	- resigned 13/6/2016
Dr D Kumar	- resigned 23/11/2016
Mr L Lobo	
Ms A Luhar	- appointed 1/3/2017
Mr P J Sommerfeld	
Ms B Stambolova	- appointed 13/9/2016
Mr P Varma	
Mr R Wilkinson	

##### **Company Secretary**

Prof P D O Davies

##### **Senior Statutory Auditor**

John Thacker FCA DChA

##### **Auditors**

Chariot House Limited  
Chartered Accountants  
44 Grand Parade  
Brighton  
East Sussex  
BN2 9QA

##### **Solicitors**

Laytons  
2 More Riverside  
London  
SE1 2AP

## **TB ALERT**

### **REPORT OF THE TRUSTEES** **FOR THE YEAR ENDED 31ST MARCH 2017**

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#### **REFERENCE AND ADMINISTRATIVE DETAILS**

##### **Bankers**

HSBC Bank plc  
31 Euston Road  
London  
NW1 2ST

Scottish Widows Bank plc  
PO Box 12757  
67 Morrison Street  
Edinburgh  
EH3 8YJ

CCLA Investment Management Ltd  
80 Cheapside  
London  
EC2V 6DZ

Virgin Money plc  
Jubilee House  
Gosforth  
Newcastle upon Tyne  
NE3 4PL

##### **PATRON**

Archbishop Emeritus Desmond Tutu

#### **STATEMENT OF TRUSTEES RESPONSIBILITIES**

The trustees (who are also the directors of TB Alert for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- 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 charitable company will continue in business.

The trustees are responsible for keeping 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 2006. They 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 so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

**TB ALERT**

**REPORT OF THE TRUSTEES**  
**FOR THE YEAR ENDED 31ST MARCH 2017**

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**AUDITORS**

The auditors, Chariot House Limited, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Approved by order of the board of trustees on ..... and signed on its behalf by:

.....  
P J Sommerfeld - Trustee

## **REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF TB ALERT**

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We have audited the financial statements of TB Alert for the year ended 31st March 2017 on pages thirteen to twenty three. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable 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 charitable company and the charitable 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 explained more fully in the Statement of Trustees Responsibilities set out on page nine, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

### **Scope of the audit of the financial statements**

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the charitable company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the trustees; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Report of the Trustees to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

### **Opinion on financial statements**

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31st March 2017 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

### **Opinion on other matter prescribed by the Companies Act 2006**

In our opinion the information given in the Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF  
TB ALERT**

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**Matters on which we are required to report by exception**

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.

John Thacker FCA DChA (Senior Statutory Auditor)  
for and on behalf of Chariot House Limited  
Chartered Accountants and Statutory Auditor  
44 Grand Parade  
Brighton  
East Sussex  
BN2 9QA

Date: .....

**TB ALERT****STATEMENT OF FINANCIAL ACTIVITIES  
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)  
FOR THE YEAR ENDED 31ST MARCH 2017**

	Not es	Unrestricted funds £	Restricted funds £	2017 Total funds £	2016 Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>					
Donations and legacies	2	110,949	9,419	120,368	133,502
<b>Charitable activities</b>					
UK Programmes		17,902	83,159	101,061	42,671
International Programmes		179,055	371,729	550,784	353,595
Advocacy Programmes		9,000	-	9,000	15,430
Other trading activities	3	248	-	248	237
Investment income	4	180	-	180	541
Other income		553	-	553	-
<b>Total</b>		<b>317,887</b>	<b>464,307</b>	<b>782,194</b>	<b>545,976</b>
<b>EXPENDITURE ON</b>					
Raising funds	6	9,978	-	9,978	14,094
<b>Charitable activities</b>					
UK Programmes		25,280	95,349	120,629	91,793
International Programmes		117,172	390,011	507,183	422,539
Advocacy Programmes		27,515	3,022	30,537	34,806
Other Costs		4,093	-	4,093	5,624
<b>Total</b>		<b>184,038</b>	<b>488,382</b>	<b>672,420</b>	<b>568,856</b>
<b>NET INCOME/(EXPENDITURE)</b>		<b>133,849</b>	<b>(24,075)</b>	<b>109,774</b>	<b>(22,880)</b>
<b>Transfers between funds</b>	16	<b>(14,108)</b>	<b>14,108</b>	<b>-</b>	<b>-</b>
<b>Net movement in funds</b>		<b>119,741</b>	<b>(9,967)</b>	<b>109,774</b>	<b>(22,880)</b>
<b>RECONCILIATION OF FUNDS</b>					
<b>Total funds brought forward</b>		<b>95,878</b>	<b>26,711</b>	<b>122,589</b>	<b>145,469</b>
<b>TOTAL FUNDS CARRIED FORWARD</b>		<b>215,619</b>	<b>16,744</b>	<b>232,363</b>	<b>122,589</b>

**CONTINUING OPERATIONS**

All income and expenditure has arisen from continuing activities.

The notes form part of these financial statements

**BALANCE SHEET**  
**AT 31ST MARCH 2017**

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	Not es	Unrestricted funds £	Restricted funds £	Total 2017 funds £	Total 2016 funds £
<b>CURRENT ASSETS</b>					
Stocks	13	-	-	-	3,938
Debtors	14	44,205	-	44,205	70,588
Cash at bank		<u>367,265</u>	<u>16,744</u>	<u>384,009</u>	<u>250,455</u>
		411,470	16,744	428,214	324,981
<b>CREDITORS</b>					
Amounts falling due within one year	15	<u>(195,851)</u>	-	<u>(195,851)</u>	<u>(202,392)</u>
<b>NET CURRENT ASSETS</b>					
		<u>215,619</u>	<u>16,744</u>	<u>232,363</u>	<u>122,589</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>					
		<u>215,619</u>	<u>16,744</u>	<u>232,363</u>	<u>122,589</u>
<b>NET ASSETS</b>					
		<u>215,619</u>	<u>16,744</u>	<u>232,363</u>	<u>122,589</u>
<b>FUNDS</b>					
Unrestricted funds	16			215,619	95,878
Restricted funds				<u>16,744</u>	<u>26,711</u>
<b>TOTAL FUNDS</b>					
				<u>232,363</u>	<u>122,589</u>

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small charitable companies.

The financial statements were approved by the Board of Trustees on ..... and were signed on its behalf by:

.....  
P J Sommerfeld -Trustee



**TB ALERT**

**CASH FLOW STATEMENT**  
**FOR THE YEAR ENDED 31ST MARCH 2017**

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	Notes	2017 £	2016 £
<b>Cash flows from operating activities:</b>			
Cash generated from operations	1	<u>133,374</u>	<u>32,306</u>
<b>Net cash provided by (used in) operating activities</b>		<u>133,374</u>	<u>32,306</u>
<b>Cash flows from investing activities:</b>			
Interest received		<u>180</u>	<u>541</u>
<b>Net cash provided by (used in) investing activities</b>		<u>180</u>	<u>541</u>
		<u>          </u>	<u>          </u>
<b>Change in cash and cash equivalents in the reporting period</b>		133,554	32,847
<b>Cash and cash equivalents at the beginning of the reporting period</b>		<u>250,455</u>	<u>217,608</u>
<b>Cash and cash equivalents at the end of the reporting period</b>		<u>384,009</u>	<u>250,455</u>

The notes form part of these financial statements

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**TB ALERT**

**NOTES TO THE CASH FLOW STATEMENT**  
**FOR THE YEAR ENDED 31ST MARCH 2017**

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**1. RECONCILIATION OF NET INCOME/(EXPENDITURE) TO NET CASH FLOW FROM OPERATING ACTIVITIES**

	2017	2016
	£	£
<b>Net income/(expenditure) for the reporting period (as per the statement of financial activities)</b>	109,774	(22,880)
<b>Adjustments for:</b>		
Depreciation charges	-	1,151
Interest received	(180)	(541)
Decrease/(increase) in stocks	3,938	(139)
Decrease/(increase) in debtors	26,383	(30,921)
(Decrease)/increase in creditors	<u>(6,541)</u>	<u>85,636</u>
<b>Net cash provided by (used in) operating activities</b>	<u>133,374</u>	<u>32,306</u>

## **TB ALERT**

### **NOTES TO THE FINANCIAL STATEMENTS** **FOR THE YEAR ENDED 31ST MARCH 2017**

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#### **1. ACCOUNTING POLICIES**

##### **Basis of preparing the financial statements**

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

##### **Income**

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Grants and donations receivable in respect of specific restricted expenditures are recognised as income in the period in which the relevant expenditure occurs or as specified by the donor.

Where grants are received during the year under review but relate to a later period the amount is deferred under Grants in Advance in the Balance Sheet.

All other donations and gifts are accounted for when they are received. Tax recoverable on gift aid donations received is provided in full in the period in which the donation is received.

##### **Expenditure**

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

##### **Cost of generating funds**

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

##### **Charitable activities**

Project grant expenditure is charged to the Statement of Financial Activities when a constructive obligation exists, notwithstanding that they may be paid in future periods. All other expenditure is recognised in the period in which it is incurred.

##### **Allocation and apportionment of costs**

Expenditure is allocated to five areas of activity where the cost relates directly to that area, with salaries allocated based on time spent. The five areas of activity are: UK programmes, international programmes, advocacy programmes, fundraising, and governance.

##### **Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Computer equipment - 33% on cost

All assets costing more than £1,000 are capitalised.

**TB ALERT****NOTES TO THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 31ST MARCH 2017**

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**1. ACCOUNTING POLICIES - continued****Stocks**

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

**Taxation**

The Charity is considered to pass the tests set out in Paragraph 1 Schedule 6 Finance Act 2010 and therefore it meets the definition of a charitable company for UK Corporation Tax purposes. Accordingly the Charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

**Fund accounting**

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

**Foreign currencies**

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

**Pension costs**

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

**2. DONATIONS AND LEGACIES**

	2017	2016
	£	£
Trusts and Foundations	21,971	43,306
Donations	84,554	62,124
Gift aid	4,088	7,387
Corporate	9,755	9,378
Legacies	-	11,307
	<u>120,368</u>	<u>133,502</u>

**3. OTHER TRADING ACTIVITIES**

	2017	2016
	£	£
Fundraising trading	<u>248</u>	<u>237</u>

**4. INVESTMENT INCOME**

	2017	2016
	£	£
Deposit account interest	<u>180</u>	<u>541</u>

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**TB ALERT****NOTES TO THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 31ST MARCH 2017****5. INCOME FROM CHARITABLE ACTIVITIES**

	<b>Activity</b>	2017 £	2016 £
UK Programmes	UK Programmes	101,061	42,671
International Programmes	International Programmes	550,784	353,595
Advocacy Programmes	Advocacy Programmes	<u>9,000</u>	<u>15,430</u>
		<u>660,845</u>	<u>411,696</u>

**6. RAISING FUNDS****Raising donations and legacies**

	2017 £	2016 £
Fundraising costs	1,122	1,242
Staff and associated costs	8,737	12,637
Christmas card costs	<u>119</u>	<u>215</u>
	<u>9,978</u>	<u>14,094</u>

**7. CHARITABLE ACTIVITIES COSTS**

	Direct costs £	Totals £
UK Programmes	120,629	120,629
International Programmes	507,183	507,183
Advocacy Programmes	30,537	30,537
Other Costs	<u>4,093</u>	<u>4,093</u>
	<u>662,442</u>	<u>662,442</u>

**8. NET INCOME/(EXPENDITURE)**

Net income/(expenditure) is stated after charging/(crediting):

	2017 £	2016 £
Depreciation - owned assets	-	1,151
Audit	<u>4,440</u>	<u>2,961</u>

## **TB ALERT**

### **NOTES TO THE FINANCIAL STATEMENTS - CONTINUED** **FOR THE YEAR ENDED 31ST MARCH 2017**

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#### **9. TRUSTEES' REMUNERATION AND BENEFITS**

There were no trustees' remuneration or other benefits for the year ended 31st March 2017 nor for the year ended 31st March 2016.

##### **Trustees' expenses**

Trustees' Expenses - Payments were made to one Trustee (2016: two Trustees) during the year totalling £494 (2016: £12,324). These consisted of reimbursement of expenses (mainly travel and subsistence). The amount of expenses incurred relating to governance was £nil (2016: £496) and the amount of expenses incurred directly in the course of TB Alert's charitable activities was £494 (2016:£11,828).

#### **10. STAFF COSTS**

	2017 £	2016 £
Salaries	177,684	155,048
Employers' National Insurance	14,323	15,722
Employers' Pension	<u>6,334</u>	<u>5,839</u>
	<u>198,341</u>	<u>176,609</u>

The average monthly number of employees on a Full Time Equivalent basis was 4 (2016: 4).

The average monthly number of employees during the year was as follows:

	2017	2016
Total	<u>5</u>	<u>5</u>

No employees received emoluments in excess of £60,000.

Key Management Personnel remuneration amounted to £64,012.

#### **11. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES**

	Unrestricted funds £	Restricted funds £	Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>			
Donations and legacies	93,172	40,330	133,502
<b>Charitable activities</b>			
UK Programmes	7,596	35,075	42,671
International Programmes	5,628	347,967	353,595
Advocacy Programmes	450	14,980	15,430
Other trading activities	237	-	237
Investment income	<u>541</u>	<u>-</u>	<u>541</u>
<b>Total</b>	107,624	438,352	545,976

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**TB ALERT****NOTES TO THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 31ST MARCH 2017****11. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued**

	Unrestricted funds £	Restricted funds £	Total funds £
<b>EXPENDITURE ON</b>			
Raising funds	14,094	-	14,094
<b>Charitable activities</b>			
UK Programmes	42,234	49,559	91,793
International Programmes	62,527	360,012	422,539
Advocacy Programmes	17,571	17,235	34,806
Other Costs	<u>5,624</u>	<u>-</u>	<u>5,624</u>
<b>Total</b>	<u>142,050</u>	<u>426,806</u>	<u>568,856</u>
<b>NET INCOME/(EXPENDITURE)</b>	(34,426)	11,546	(22,880)
<b>RECONCILIATION OF FUNDS</b>			
<b>Total funds brought forward</b>	<u>130,304</u>	<u>15,165</u>	<u>145,469</u>
<b>TOTAL FUNDS CARRIED FORWARD</b>	<u><u>95,878</u></u>	<u><u>26,711</u></u>	<u><u>122,589</u></u>

**12. TANGIBLE FIXED ASSETS**

	Computer equipment £
<b>COST</b>	
At 1st April 2016 and 31st March 2017	<u>4,605</u>
<b>DEPRECIATION</b>	
At 1st April 2016 and 31st March 2017	<u>4,605</u>
<b>NET BOOK VALUE</b>	
At 31st March 2017	<u>-</u>
At 31st March 2016	<u>-</u>

**13. STOCKS**

	2017 £	2016 £
Stocks	<u>-</u>	<u>3,938</u>

**TB ALERT****NOTES TO THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 31ST MARCH 2017****14. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2017 £	2016 £
Trade debtors	19,138	33,823
Other debtors	<u>25,067</u>	<u>36,765</u>
	<u>44,205</u>	<u>70,588</u>

**15. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2017 £	2016 £
Trade creditors	5,566	8,676
Social security and other taxes	3,226	2,897
Other creditors	2,907	6,478
Accruals and deferred income	<u>184,152</u>	<u>184,341</u>
	<u>195,851</u>	<u>202,392</u>

**16. MOVEMENT IN FUNDS**

	At 1/4/16 £	Net movement in funds £	Transfers between funds £	At 31/3/17 £
<b>Unrestricted funds</b>				
General fund	95,878	114,264	(14,108)	196,034
Designated fund - Patient Involvement and Support	<u>-</u>	<u>19,585</u>	<u>-</u>	<u>19,585</u>
	95,878	133,849	(14,108)	215,619
<b>Restricted funds</b>				
Other UK Awareness and Partnership Programmes	-	(12,837)	12,837	-
Patient Support Fund - UK General Fund	1,539	(421)	-	1,118
Patient Support Fund - Bedfordshire Fund	1,810	-	-	1,810
Patient Support Fund - Bradford/Leeds Fund	1,150	-	-	1,150
Patient Support Fund - Women's fund	758	(443)	-	315
India - Delhi Divine Project	10,505	(3,654)	-	6,851
Malawi, DfID (Ref GPAF-INN-040)	-	(406)	406	-
Patient Support Fund - Maitland Fund	4,000	1,500	-	5,500
India - Ruth Alma Hodgson legacy via Target TB	6,949	(6,949)	-	-
Zimbabwe - DfID	-	(753)	753	-
Lilly Advocacy Fund	<u>-</u>	<u>(112)</u>	<u>112</u>	<u>-</u>
	26,711	(24,075)	14,108	16,744
	<u>122,589</u>	<u>109,774</u>	<u>-</u>	<u>232,363</u>
<b>TOTAL FUNDS</b>	<u>122,589</u>	<u>109,774</u>	<u>-</u>	<u>232,363</u>



**TB ALERT****NOTES TO THE FINANCIAL STATEMENTS - CONTINUED  
FOR THE YEAR ENDED 31ST MARCH 2017****16. MOVEMENT IN FUNDS - continued**

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	295,398	(181,134)	114,264
Designated fund - Patient Involvement and Support	<u>22,489</u>	<u>(2,904)</u>	<u>19,585</u>
	317,887	(184,038)	133,849
<b>Restricted funds</b>			
Other UK Awareness and Partnership Programmes	83,159	(95,996)	(12,837)
Patient Support Fund - UK General Fund	-	(421)	(421)
India - Delhi Divine Project	6,520	(10,174)	(3,654)
Malawi, Comic Relief (Ref174251)	123,276	(123,276)	-
Malawi, DfID (Ref GPAF-INN-040)	43,265	(43,671)	(406)
Patient Support Fund - Maitland Fund	1,500	-	1,500
India - Ruth Alma Hodgson legacy via Target TB	-	(6,949)	(6,949)
India, BLF (Ref 0010267415)	69,725	(69,725)	-
Zimbabwe - DfID	131,125	(131,878)	(753)
Lilly Advocacy Fund	1,399	(1,511)	(112)
Primary Care Awareness	4,338	(4,338)	-
Patient Support Fund - Women's fund	<u>-</u>	<u>(443)</u>	<u>(443)</u>
	464,307	(488,382)	(24,075)
<b>TOTAL FUNDS</b>	<u>782,194</u>	<u>(672,420)</u>	<u>109,774</u>

**17. CONTINGENT LIABILITIES**

The balances on the restricted funds will be used to continue to fund the project to which they relate. In the unlikely event that the project is terminated, the balance will be repayable to the original funder where applicable. It is not possible to evaluate the potential liability that may arise in this situation.

**18. RELATED PARTY DISCLOSURES**

There were no related party transactions for the year ended 31st March 2017.

**TB ALERT****DETAILED STATEMENT OF FINANCIAL ACTIVITIES**  
**FOR THE YEAR ENDED 31ST MARCH 2017**

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	2017	2016
	£	£
<b>INCOME AND ENDOWMENTS</b>		
<b>Donations and legacies</b>		
Trusts and Foundations	21,971	43,306
Donations	84,554	62,124
Gift aid	4,088	7,387
Corporate	9,755	9,378
Legacies	-	11,307
	<u>120,368</u>	<u>133,502</u>
<b>Other trading activities</b>		
Fundraising trading	248	237
<b>Investment income</b>		
Deposit account interest	180	541
<b>Charitable activities</b>		
UK Programmes	101,061	42,671
International Programmes	550,784	353,595
Advocacy Programmes	9,000	15,430
	<u>660,845</u>	<u>411,696</u>
<b>Other income</b>		
Exchange gain	553	-
<b>Total incoming resources</b>	<u>782,194</u>	<u>545,976</u>
<b>EXPENDITURE</b>		
<b>Raising donations and legacies</b>		
Fundraising costs	1,122	1,242
Staff and associated costs	8,737	12,637
Christmas card costs	119	215
	<u>9,978</u>	<u>14,094</u>
<b>Charitable activities</b>		
Programme activities, including staff and associated costs	284,845	82,726
Organisational costs	24,045	62,128
Programme activities	350,397	301,137
UK Based staff and costs	-	103,147
Meeting costs	1,106	1,303
Audit fees	1,954	2,961
Organisational costs	95	607
Carried forward	662,442	554,009

This page does not form part of the statutory financial statements

**TB ALERT**

**DETAILED STATEMENT OF FINANCIAL ACTIVITIES**  
**FOR THE YEAR ENDED 31ST MARCH 2017**

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	2017	2016
	£	£
<b>Charitable activities</b>		
Brought forward	662,442	554,009
Exchange loss	<u>-</u>	<u>753</u>
	<u>662,442</u>	<u>554,762</u>
<b>Total resources expended</b>	672,420	568,856
	<u>                    </u>	<u>                    </u>
<b>Net income/(expenditure)</b>	<u>109,774</u>	<u>(22,880)</u>

This page does not form part of the statutory financial statements

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