

**Company No: 03139939**

**AMNESTY INTERNATIONAL UK SECTION CHARITABLE TRUST**

**Financial statements for the year ended 31 December 2016**

**AMNESTY INTERNATIONAL UK SECTION CHARITABLE TRUST**  
**Financial Statements for the year ended 31 December 2016**

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**Full name and registered address of the charity**

Amnesty International UK Section Charitable Trust  
The Human Rights Action Centre, 17-25 New Inn Yard, London EC2A 3EA

**Status of the charity**

The charity was incorporated on 16 December 1995 as a company limited by guarantee and is governed by its Memorandum and Articles of Association. It took over at that date all the assets and liabilities of the Amnesty International British Section Charitable Trust.

**Charity registration number - England & Wales** 1051681  
**Charity registration number - Scotland** SC039534  
**Company registration number** 03139939

**Charity correspondent**

Michelle O'Keeffe, The Human Rights Action Centre, 17-25 New Inn Yard, London EC2A 3EA  
Tel: 020-7033-1500; e-mail [amnestycompany.secretary@amnesty.org.uk](mailto:amnestycompany.secretary@amnesty.org.uk)

**Trustees**

Gareth Davies	- Chair	Livia Aliberti
Meredith Coombs *	- Treasurer	Emma France
Ruth Breddal *	- appointed 14 May 2016	Sarah O'Grady
Bridget Lindley	- appointment ceased on 7 March 2016	Thomas Hedley *
Nicholas Vogelpoel	- appointed 31 August 2016	

\* member of the Board of Amnesty International United Kingdom Section

**Chief executive and senior staff**

Kate Allen	Chief Executive
Tim Hancock	Director of Chief Executive's Office
Rosalyn Parker	Director of Corporate Services
Kerry Moscogiuri	Director of Supporter Campaigning and Communications
Rosie Chinchin	Director of Fundraising

**Bankers** Co-operative Bank plc, 9 Prescot Street, London, E1 8BE  
**External auditors** BDO LLP, 2 City Place, Beehive Ring Road, Gatwick, RH6 0PA  
**Solicitors** Bates Wells & Braithwaite London LLP, 2-6 Cannon St, London EC4M 6YH

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Trustees' report for the year ended 31 December 2016**

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## **Trustees' Report**

### **1. Overview of our structure in relation to the worldwide Amnesty International movement**

Amnesty International is a worldwide movement which has as its objective the securing throughout the world of the observance of the Universal Declaration of Human Rights.

The movement consists of independent entities (known as "sections") throughout the world and an International Secretariat in London which coordinates the worldwide movement and provides support for global governance structures. The International Secretariat ("IS") consists of two companies – Amnesty International Limited and Amnesty International Charity Limited.

Amnesty International United Kingdom section is part of the worldwide Amnesty International movement. There are two active legal entities which form the United Kingdom section, together referred to as "AIUK":

**Amnesty International United Kingdom Section ("the UK Section")** - a company limited by guarantee, a membership organisation whose policy and priorities are set, within the context of decisions of the International Council of Amnesty International, by the members at the Annual General Meeting. The UK Section pursues the objective of the movement in the United Kingdom by campaigning for observance, and opposing violations, of human rights.

**Amnesty International UK Section Charitable Trust ("the Trust")** - a company limited by guarantee and a registered charity. The Trust pursues its charitable objectives by funding a range of activities aimed at promoting the rights set out in the Universal Declaration of Human Rights. This includes funding Amnesty International Limited, and other organisations, to conduct worldwide research into the observance and abuses of human rights. The Trust is also registered in Scotland, where it raises funds and conducts some of its charitable activities.

### **2. Governance and management**

Amnesty International UK Section Charitable Trust is a registered charity and a company limited by guarantee and is governed by its Trustees (who are the Directors and Members). The Trust is considered to be independent of the UK Section, by virtue of the fact that although the Trustees are appointed by the Board of the UK Section, they cannot be removed by that Board and there is a majority of independent members, who are not Board members of the UK Section.

The Trust is governed by its Memorandum and Articles of Association which were updated at the AGM in March 2016. Trustees are appointed for a three-year term, and under the Articles of Association can serve for a maximum of two consecutive terms. They are then eligible for re-appointment after an interlude of one year. The Trustees meet at least four times each year.

The Trustees are generally very familiar with human rights and the work of Amnesty International. Induction training is provided for new Trustees, which covers their responsibilities and statutory duties. All the Trustees give their time voluntarily and receive no benefits.

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To ensure our independence, we do not seek or accept money from governments or political parties other than for our human rights education work. In no way do any monies received influence or affect our impartiality or independence.

The Trustees are assisted in their work by a number of sub-committees, namely:

The **Finance, Audit and Risk Sub-Committee**, a joint committee of the UK Section and the Trust. It deals with areas primarily relating to risk and risk management, the effectiveness of internal controls, stewardship of assets, and financial performance. The sub-committee includes independent members who have specialist skills. It is chaired by the Treasurer.

The **Human Resources Sub-Committee**, a joint committee of the UK Section and the Trust. It actively initiates, helps develop, monitors and evaluates strategic human resources actions and policies that will enhance and embed our reputation as an employer, and enable us to recruit, develop, engage and retain the best staff, volunteers and Board members.

The **Joint Consultative Committee**, whose aim is to provide a forum in which the Trustees, the UK Section Board, Senior Management Team and Trades Union can work together to ensure staff are managed in accordance with best practice, that they can work effectively for the benefit of the organisation, and that they maximise their own potential.

A full list of members of the sub-committees can be found on our website - <https://www.amnesty.org.uk/subcommittees>

### **3. Statement of Trustees' responsibilities**

The Trustees are responsible for preparing the Strategic report, the Trustees' report and the financial statements in accordance with applicable law and regulations.

Company law requires the Trustees to prepare financial statements for each financial year in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charity for that period.

In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and disclose with reasonable accuracy at any time the financial



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position of the charity and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Financial statements are published on the charity's website in accordance with legislation in the United Kingdom governing the preparation and dissemination of financial statements, which may vary from legislation in other jurisdictions. The maintenance and integrity of the charity's website is the responsibility of the Trustees. The Trustees' responsibility also extends to the ongoing integrity of the financial statements contained therein.

All of the current Trustees have taken all the steps that they ought to have taken to make themselves aware of any information needed by the company's auditors for the purposes of their audit and to establish that the auditors are aware of that information. The Trustees are not aware of any relevant audit information of which the auditors are unaware.

#### **4. Policy on pay for employees including senior staff**

AIUK operates a pay and reward policy that aims to attract and retain the best talent needed to take forward our ambitious human rights work within the UK. We aim to pay all roles at the median salary level for the sector and ensure that all elements of pay are fair and transparent and easily understood by our employees. When required we undertake benchmarking exercises using established salary surveys.

AIUK is a Living Wage accredited employer, meaning all our staff and contractors are paid at least the Living Wage.

#### **5. Thank you**

Volunteers are involved in a lot of different roles across AIUK, in campaigning, fundraising, media and general support. The donors, supporters, volunteers and staff of the Trust are warmly thanked for their continuing commitment to the aims of the Trust and for their exceptional generosity.

This report is now approved by the Board and signed on its behalf by



Gareth Davies, Chair

Date:

30<sup>th</sup> March 2017

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**Strategic report for the year ended 31 December 2016**

## **Strategic Report**

### **1. Key objectives and statement of benefits**

All of the Trust's activities focus on delivering human rights benefit both to specific individuals and to the public in general. The Trustees believe that promoting general awareness of human rights, creating cultural support in favour of human rights, campaigning to prevent or end human rights abuses and encouraging supporters to take action, provides universal benefits.

In addition, a key objective of the Trust is to maximise the long-term funds available for grant making activities in support of such human rights benefits.

The Trustees have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing objectives and in planning future activities. In particular, the Trustees consider how planned activities will contribute to the objectives they have set.

The Trust's objectives and the activities that flow from them are aligned to those summarised in the Charity Commission's guidance publication RR12 – The Promotion of Human Rights.

### **2. Key activities**

The Trustees recognise the importance of the Amnesty International 'brand' in securing the Trust's income, mainly from contributions from individual supporters, whose donations are solicited on the basis of the impact they will have on Amnesty International's worldwide promotion of human rights.

The Trustees therefore allocate the significant majority of the resources available for charitable purposes to Amnesty's international research, as well as (in some years) activity carried out by the UK Section. All of these activities are in line with the Trust's charitable objectives.

Small grants may also be given to organisations whose work meets the Trust's charitable objectives and complements the work of the Trust in areas outside the Trust's capabilities.

### **3. Achievements and performance**

#### **a) Human Rights Priorities**

Through its grants, the Trust supports charitable work falling under the global strategic priorities of the international Amnesty movement:

**Reclaiming Freedoms:** *Ensuring safety and support for people who defend human rights; ensuring that people know their rights and are empowered to claim them; ensuring that people can claim their rights to speak out, organise and challenge injustice.*

During 2016, grants from the Trust supported: research into the administration of law and raising human rights awareness amongst judicial officials and law societies in the southern Africa and Caribbean regions; research into limitations of freedom of expression, association and assembly and curbs on human rights defenders in West Africa, southeast Asia, Europe, Central Asia, Caribbean and North Africa; documentation of torture in East Africa; in addition to monitoring human rights, supporting the Human Rights Friendly Schools programme and developing human rights education capacity in a number of world regions.

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**Securing Equal Rights for All:** *Seeking progress towards equality based on gender, gender identity and sexuality; Reducing discrimination, including violent discrimination; enabling more people to enjoy their economic social and cultural rights.*

During 2016, grants from the Trust contributed to a range of projects on equality and economic social and cultural rights. These included: research into indicators of human rights compliant implementation of the Sustainable Development Goals; raising awareness of threats to indigenous peoples' rights and the importance of free, prior, informed consent, undertaking research into manifestations of discrimination, hate crime or repression directed against minorities in southeast Asia and Eurasia. Grants also supported research into the impact of tax avoidance (Africa) and public expenditure cuts (Europe) on access to economic and social rights.

**Responding to Crises:** *Ensuring civilians are better protected through effective action by national, regional and international institutions and mechanisms; ensuring that those responsible for human rights abuses are held accountable and victims have access to justice, truth and reparation; people affected by conflict, crisis, torture or persecution have access to adequate protection and assistance.*

During 2016, grants from the Trust contributed to international projects that will include monitoring and raising awareness of human rights abuses, violations of international humanitarian law and the use and circulation of weapons (particularly indiscriminate weapons) in conflict zones in the Middle East and Africa; monitoring the human rights implications of peace negotiations in Colombia; providing expert advice to the International Law Commission and the UN Peacekeeping Review; monitoring and raising awareness of the refugee crises in the Middle East and Africa and encouraging states to implement their own laws more effectively.

**Ensuring accountability:** *Ensuring that regional and global human rights mechanisms are reinforced where national rights protection is failing; strengthening human rights governance and accountability at the national level.*

During 2016, grants from the Trust supported international projects focussing on: raising awareness of the human rights impacts of gun-crime and policing in the Americas and the Caribbean, raising awareness of the importance of accountability and redress for individual victims in conflict and post-conflict societies in Europe, south and southeast Asia, as well as monitoring the human rights implications of peace processes, including in Colombia. The Trust also supported projects to raise awareness of international fair trial standards and to support the development of torture prevention mechanism in Europe.

In addition to its support of projects led by other parts of the Amnesty International movement, the Trust also supported the work of the UK Section through grants of restricted funds. This included human rights education work contributing to the provision of materials to 5,547 schools across the UK. The Trust also contributed to the school speakers network of 132 individuals, who in 2016 engaged with more than 21,000 children and young people and over 3,000 adults, addressing a range of human rights topics. The Trust also funded refugee work across the UK.

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**b) Fundraising and Foundations Strategies**

**Fundraising**

We have grown income from sustainable sources in 2016, with around 100,000 financial supporters of the Trust at the year end, an increase of around 9,000 compared to around 91,000 financial supporters in 2015. This increase resulted in a £0.7m increase in donations from supporters compared to 2015, up to £8.1m in 2016.

A major fundraising achievement in 2016 was the matched giving appeal for Human Rights Education on Early Forced Marriage and Female Genital Mutilation in West Africa. The Department for International Development (DfID) has agreed to match supporters' donations, acting as an incentive for supporters to donate. Activities linked to the appeal were undertaken across all Fundraising teams, raising over £0.8m from supporters, and helping to recruit a significant number of new donors. The amount raised will be matched in a restricted grant from DfID, received over a 3 year period.

Amnesty International's strength lies in the fact that we are a global movement of people who stand up for humanity and human rights. Central to everything we believe is the principle that people are the instruments of change. We value and respect the supporters engaged in our movement, and we strive to give them the best experience we can, so that together we can do more to promote and protect human rights for everyone.

In 2016, AIUK developed a set of six fundraising principles, which we use to guide our fundraising policy, strategy and the behaviour of our fundraisers and partner agencies. It forms our commitment to our supporters:

- Our fundraising respects and protects our independence, impartiality and mission
- We fundraise with integrity
- We work in partnership with those who support us
- We value and respect our supporters
- We fundraise with courage
- We are transparent in our fundraising and use of funds

AIUK complies with all relevant legislation, regulation and fundraising guidance including the Data Protection Act 1998, the Privacy and Electronic Communications Regulations 2003, the Code of Fundraising Practice and the Telephone Preference Service. In addition, we always strive for best practice while balancing our duty to our beneficiaries. The combined entities of AIUK are voluntary members of the Institute of Fundraising, voluntarily registered with the Fundraising Regulator, and provisional members of the Direct Marketing Association.

Most of our fundraising is carried out by our in-house fundraising teams. This allows us to ensure the quality of our fundraisers. Where we engage external fundraising agencies, we provide training to staff and monitor their fundraising practice through regular mystery shopping or tele-fundraising call listening and monitoring feedback from the public.

These procedures are being formalised and documented in 2017 as part of a wider project on our fundraising compliance. This project will ensure that our fundraising policy, procedures and practice are fully compliant with external legislation, regulation, and our own internal standards.

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Our supporter care team received a total of 84 complaints in relation to fundraising activities in 2016. We respond to all complaints, and ensure corrective action is taken as required. Those corrective actions might include retraining fundraisers and updating monitoring processes.

We recognise the need to protect vulnerable people and in 2016 continued to provide comprehensive training to fundraisers to ensure AIUK demonstrates respect and empathy towards people in vulnerable circumstances and that no donation is sought or gained from someone who may not have the capacity to make an informed and considered decision.

We respect our supporters' privacy and right to decide how and if AIUK contacts them. We make it easy for supporters to choose how they want to hear from us, and if they ask us not to contact them we won't, unless it is a legal or administrative requirement.

**c) Capacity-Building Strategies**

Objectives were set out in 2015 to build the internal skills and practices required to better effect human rights change.

**Project management:** During 2016, the development of an organisational project management system commenced and, by year-end, a number of pilots had been initiated. Delays in staff recruitment and the decision to undertake enhanced consultation with relevant teams have resulted in the work being behind schedule but with completion anticipated for 2017. Work on enhancing our approaches to assessing our impact, evaluating and learning will follow.

**Developing our people and culture:** A People and Culture Strategy was approved in the third quarter. The Trustees also continued to monitor staffing costs and ensured that appropriate controls are in place.

**Governance:** The agreement of a governance development strategy was deferred as a priority was placed on continuing a project to first ensure that the most effective relationships exist between the Trust and the UK Section to support Human Rights change. The Trustees agreed a number of changes to the Articles of Association at the Annual General meeting. The changes were of a minor nature and the revised Articles have been lodged with the relevant bodies.

**Innovation:** An innovation roadmap has been developed and ad hoc support provided to teams during 2016. A systematic training programme has been developed for roll-out from the first quarter of 2017.

**4. Plans for future periods**

**a) Our Human Rights Priorities**

During 2017, the Trustees will continue to prioritise supporting projects that advance Amnesty International's global strategic goals (see above). The Trust also intends to review its human rights grant-making and assurance processes during the year.

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**b) Strategic Foundations**

**Growing our financial resources and connecting more people to human rights:** In 2017, we plan to grow income to £17m and achieve a net gain in Trust financial supporters of 10%. The fundraising compliance project will continue to ensure that the Trust is fully compliant with external legislation, regulation, and our own internal standards.

**c) Building our capacity**

**Enhancing our project management:** We will finalise and deploy an agreed approach to project management.

**Assessing our impact, evaluating and learning:** During 2017 we will commence the process of reviewing and developing our approach to impact, evaluation and learning for projects – both those that are conducted by the Trust and those that are supported through our grants programme.

**Developing our people and culture:** In 2017 we will identify, develop and agree a set of core competencies and associated behaviours for all staff.

**Enhancing our governance:** We will complete a review of the relationship between the Trust and the UK Section. We will agree a governance strategy and agree any consequential actions.

**Technology Strategy:** To enhance our efficiency and effectiveness, we will agree a technology strategy.

**Innovation:** We will continue our work to embed innovation in our new and existing processes.

**5. Financial review**

The Trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" issued in 2015 in preparing the annual report and financial statements of the charity. The financial statements also comply with the charity's governing documents.

The accounts show a surplus for the year of £1.7m which is £0.1m above the surplus achieved in 2015 of £1.6m. Income was £2.2m more than last year, due to an increase in donations from Individuals and increase in legacies.

Expenditure has increased by £2.3m. The main reason is an increase in expenditure on research into human rights violations of £2.0m. The 2015 figure was lower due to a payment in advance in 2014.

Free reserves at 31 December 2016 were £3.3m, which is within the target range of £3.25m to £4.25m. This is addressed further in section 7 below.

The bulk of our expenditure (62%) continues to support global research into human rights violations. The corresponding figure in 2015 was 57%.

**6. Risk and assurance**

Risk management is an integral part of the governance of the company. We identify and address our key strategic risks in order to mitigate their likelihood and impact. There are two levels to the risk and assurance process.



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Our strategic risk approach is designed to identify the key risks which could prevent the Trust from achieving its strategic objectives. It also identifies the assurance processes which we have in place to mitigate these risks and any outstanding actions around these assurance processes.

We also have an operational risk framework which underpins the strategic risk framework, dealing with a greater number of potential risks at a more detailed level.

The Directors consider aspects of risk and assurance and are supported in this by the work of the Finance Audit and Risk Sub-Committee.

The major strategic risks for both the Section and the Trust, together with plans and strategies in managing these risks, are shown in the table below.

Risk	Plans and strategies to manage risks
<b>Strategy and Impact</b> – are we delivering the strategy and impact in order to meet our vision?	<ul style="list-style-type: none"> <li>• We have a clear strategy for the period 2016 to 2020.</li> <li>• We report quarterly against strategic objectives through a suite of Key Performance Indicators.</li> <li>• Monitoring, evaluation and impact assessment systems are being developed.</li> </ul>
<b>Financial sustainability</b> – are we delivering the strategy in a way that safeguards our financial sustainability?	<ul style="list-style-type: none"> <li>• We have a fundraising strategy which supports the overall strategy.</li> <li>• We have reviewed the reserves policy which is linked to risks and is reviewed annually.</li> <li>• A more sustainable international funding framework has significantly improved our long-term financial sustainability.</li> <li>• Robust budgeting, forecasting and long-term financial planning processes are in place.</li> </ul>
<b>Reputation</b> – are we delivering the strategy in a way which safeguards our reputation?	<ul style="list-style-type: none"> <li>• We have a suite of policies designed to manage this risk including: donor acceptance, corporate donations, procurement, investment, data protection and social media.</li> <li>• We have an established crisis communications group with significant experience of effectively managing response to reputational risk.</li> <li>• We have an established on-call media team.</li> <li>• We have a Content Approval Process (CAP) to approve content of mass communications.</li> </ul>
<b>Governance</b> – do our governance arrangements support our strategic delivery whilst ensuring that they are fit-for-purpose?	<ul style="list-style-type: none"> <li>• International movement core standards reporting ensures our compliance with movement core standards.</li> <li>• We have an on-going programme of work, of which some is complete, to formalise operational and compliance aspects of both Section and Trust.</li> <li>• The UK Section constitution sets out member rights and the AGM provides an annual opportunity for formal member participation.</li> </ul>

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<b>Statutory and Regulatory Compliance</b> – do we meet all compliance obligations relevant to the delivery of our strategy?	<ul style="list-style-type: none"> <li>• We monitor and manage all compliance aspects relevant to the delivery of our strategy.</li> <li>• We have undertaken pieces of internal audit work to ensure compliance in certain areas.</li> <li>• We have project groups and significant workstreams around ensuring data protection and fundraising compliance.</li> <li>• There is a grant assurance process in place which ensures that grants from the Trust to the International Secretariat are used in furtherance of the Trust's charitable objects.</li> <li>• There is an annual external audit.</li> </ul>
<b>People</b> – are we acting as a responsible employer and are we exercising the right level of duty of care to the people who we work with and for?	<ul style="list-style-type: none"> <li>• We work closely with staff and have a number of formal fora within which staffing issues are discussed.</li> <li>• We have a HR strategy and suite of HR policies that ensure we are exercising our duty of care.</li> <li>• The Individuals at Risk and Human Rights Defenders strategy addresses informed consent as part of the strategy. We discuss risks with human rights defenders and the consent status of each case is recorded and reviewed regularly.</li> </ul>

Our risk management framework complies with recommended practice as outlined by the Charity Commission for England and Wales.

## 7. Reserves policy

As at 31 December 2016, unrestricted funds totalled £8.0m (2015: £6.3m). This comprises:

- £4.7m (2015: £4.7m) of designated funds, representing the net book value of fixed assets, which are not readily realisable and are hence excluded from free reserves.
- £3.3m (2015: £1.6m) of funds which represent free reserves.

A level of free reserves is necessary to ensure that the Trust's activities can continue on a day-to-day basis, and in particular, can continue in the event of a major unforeseen reduction of income or increase in expenditure. These reserves provide a contingency to enable the Trustees to take the necessary actions to bring income and expenditure into line.

The Trustees have adopted a reserves policy which is in line with recommendations of the Charity Commission. This policy is reviewed annually.

The target range of free reserves is arrived at by considering the key strategic and operational risks facing the Trust, as well as the strategic plans and current financial position.

Considering these factors, the Trustees have determined that free reserves should be within the range of £3.25m to £4.25m, and this is reflected in the Trust's financial strategy. At 31 December 2016, the level of free reserves was £3.3m.



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**8. Investments policy**

In making any financial investment, the Trust's policy requires consideration of:

- Minimisation of risk. No speculative investments shall be made
- Liquidity: Invested funds shall be kept liquid to allow them to be called upon as necessary
- Reputational Risks: No investment shall be made if the Trustees are aware that the investment vehicle may present a compromise (or a perception of one by its supporters) to the charity's commitment to human rights, and thus result in reputational risk.

At 31 December 2016 the Trust held US Federal Government coupon bonds which were donated to the Trust as part of restricted endowment. The only other form of investment held by the Trust was cash held in a pooled fund of interest-bearing deposits, included in the accounts within cash balances.

**This report is now approved by the Board and signed on its behalf by**



**Gareth Davies, Chair**

**Date:** 30<sup>th</sup> March 2017

**AMNESTY INTERNATIONAL UK SECTION  
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Auditors report for the year ended 31 December 2016**

**INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES AND MEMBERS OF AMNESTY INTERNATIONAL UK SECTION CHARITABLE TRUST**

We have audited the financial statements of Amnesty International UK Section Charitable Trust for the year ended 31 December 2016 which comprises the statement of financial activities, the balance sheet, the cash flow statement and the related notes. 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 charity's trustees and members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and the Charities and Trustee Investment (Scotland) Act 2005. Our audit work has been undertaken so that we might state to the charity's trustees and members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees and 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, 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 Financial Reporting Council's (FRC's) Ethical Standards for Auditors.

We have been appointed as auditor under section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and under the Companies Act 2006 and report in accordance with regulations made under those Acts.

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

A description of the scope of an audit of financial statements is provided on the FRC's website at [www.frc.org.uk/auditscopeukprivate](http://www.frc.org.uk/auditscopeukprivate).

**Opinion on financial statements**

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 December 2016 and of the charity's incoming resources and application of resources, including the 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, the Charities and Trustee Investment (Scotland) Act 2005 and regulation 8 of the Charities Accounts (Scotland) Regulations 2006 (as amended).

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**Opinion on other matters prescribed by the Companies Act 2006**

In our opinion the information given in the trustees' report, which includes the strategic report for the financial year for which the financial statements are prepared is consistent with the financial statements and the strategic report and the trustees' report have been prepared in accordance with applicable legal requirements.

Based on our knowledge and understanding of the charity and its environment obtained during the course of the audit we have identified no material misstatements in the strategic report and trustees' report.

**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 and the Charities Accounts (Scotland) Regulations 2006 (as amended) 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.

*BDO LLP*

*Fiona Condron (senior statutory auditor)  
For and on behalf of BDO LLP, statutory auditor  
Gatwick, West Sussex  
Date 30/3/17*

BDO LLP is a limited liability partnership registered in England and Wales (with registered number OC305127).

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**Statement of financial activities for the year ended 31 December 2016**

	Note	Unrestricted funds 2016 £000s	Restricted funds 2016 £000s	Endowment fund 2016 £000s	Total 2016 £000s	Total 2015 £000s
<b>Income from:</b>						
Donations and grants	4	13,709	462	-	14,171	12,414
Other trading activities	6	2,128	-	-	2,128	1,655
Investments and other income	7	251	-	15	266	264
<b>Total income</b>		<b>16,088</b>	<b>462</b>	<b>15</b>	<b>16,565</b>	<b>14,333</b>
<b>Expenditure on:</b>						
<b>Raising Funds</b>						
- Raising funds	4	2,619	133	-	2,752	2,608
- Other trading activities	6	664	-	-	664	659
<b>Total expenditure on raising funds</b>		<b>3,283</b>	<b>133</b>	<b>-</b>	<b>3,416</b>	<b>3,267</b>
<b>Charitable activities</b>						
- Promotion of human rights	8	841	285	-	1,126	1,118
- Research: human rights violations	8	9,104	140	-	9,244	7,224
- Investment in activist recruitment	8	1,222	-	-	1,222	1,144
<b>Total expenditure on charitable activities</b>		<b>11,167</b>	<b>425</b>	<b>-</b>	<b>11,592</b>	<b>9,486</b>
<b>Total expenditure</b>		<b>14,450</b>	<b>558</b>	<b>-</b>	<b>15,008</b>	<b>12,753</b>
Net gains on investments		-	-	104	104	7
Transfers between funds		69	-	(69)	-	-
<b>Net income / (expenditure)</b>		<b>1,707</b>	<b>(96)</b>	<b>50</b>	<b>1,661</b>	<b>1,587</b>
<b>Reconciliation of funds:</b>						
<b>Total funds brought forward</b>		<b>6,330</b>	<b>246</b>	<b>529</b>	<b>7,105</b>	<b>5,518</b>
<b>Total funds carried forward</b>		<b>8,037</b>	<b>150</b>	<b>579</b>	<b>8,766</b>	<b>7,105</b>

All amounts relate to continuing activities.  
The notes on pages 17 to 29 form part of these financial statements.

**AMNESTY INTERNATIONAL UK SECTION CHARITABLE TRUST**  
**Balance sheet at 31 December 2016**

	Note	2016 £000s	2016 £000s	2015 £000s	2015 £000s
<b>Fixed assets</b>					
Tangible fixed assets	13	4,714		4,746	
Investments	14	<u>269</u>		<u>228</u>	
			4,983		4,974
<b>Current assets</b>					
Debtors	15	2,062		2,743	
Cash at bank and in hand		<u>2,526</u>		<u>3,254</u>	
		4,588		5,997	
<b>Creditors: amounts falling due within one year</b>	16	<u>(805)</u>		<u>(3,866)</u>	
<b>Net current assets</b>			3,783		2,131
<b>Total net assets</b>			<u>8,766</u>		<u>7,105</u>
<b>Funds</b>					
<b>Unrestricted</b>					
Undesignated	17		3,323		1,584
Designated	17		4,714		4,746
<b>Restricted</b>	17		150		246
<b>Endowment</b>	17		579		529
			<u>8,766</u>		<u>7,105</u>

Approved by the Board on 30 March 2017 and signed on its behalf by

Meredith Coombs, Treasurer



The notes on pages 17 to 29 form part of these financial statements

**AMNESTY INTERNATIONAL UK SECTION CHARITABLE TRUST**  
**Cash flow statement for the year ended 31 December 2016**

	Note	2016 £000s	2016 £000s	2015 £000s	2015 £000s
<b>Cash flows from operating activities:</b>					
<b>Net cash (used in) /provided by operating activities</b>	<b>18</b>		<b>1,172</b>		<b>2,280</b>
<b>Cash flows from investing activities</b>					
Interest received	7	21		19	
Interest paid	10	(19)		(92)	
Sale of fixed asset investments	14	-		32	
<b>Net cash provided by / (used in) investing activities</b>			<b>2</b>		<b>(41)</b>
<b>Cash flows from financing activities:</b>					
Repayments of borrowing		(1,902)		(149)	
<b>Net cash used in financing activities</b>			<b>(1,902)</b>		<b>(149)</b>
<b>Change in cash and cash equivalents in the year</b>	<b>18</b>		<b>(728)</b>		<b>2,090</b>
<b>Cash and cash equivalents at the beginning of the year</b>	<b>18</b>		<b>3,254</b>		<b>1,164</b>
<b>Cash and cash equivalents at the end of the year</b>	<b>18</b>		<b>2,526</b>		<b>3,254</b>

The notes on pages 17 to 29 form part of these financial statements.

**AMNESTY INTERNATIONAL UK SECTION CHARITABLE TRUST**  
**Notes forming part of the financial statements for the year ended 31 December 2016**

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**1 Overview of our structure in relation to the worldwide Amnesty International movement**

Amnesty International is a worldwide movement which has as its objective the securing throughout the world of the observance of the Universal Declaration of Human Rights.

The movement consists of independent entities (known as "sections") throughout the world and an International Secretariat in London which coordinates the worldwide movement and provides support for global governance structures. The International Secretariat ("IS") consists of two companies – Amnesty International Limited and Amnesty International Charity Limited.

Amnesty International United Kingdom section is part of the worldwide Amnesty International movement. There are two active legal entities which form the United Kingdom section, together referred to as "AIUK":

**Amnesty International United Kingdom Section ("the UK Section")** - a company limited by guarantee, a membership organisation whose policy and priorities are set, within the context of decisions of the International Council of Amnesty International, by the members at the Annual General Meeting. The UK Section pursues the objective of the movement in the United Kingdom by campaigning for observance, and opposing violations, of human rights.

**Amnesty International UK Section Charitable Trust ("the Trust")** - a company limited by guarantee and a registered charity. The Trust pursues its charitable objectives by funding a range of activities aimed at promoting the rights set out in the Universal Declaration of Human Rights. This includes funding Amnesty International Limited, and other organisations, to conduct worldwide research into the observance and abuses of human rights. The Trust is also registered in Scotland, where it raises funds and conducts some of its charitable activities.

**2 Accounting Policies**

**Basis of accounting**

The financial statements have been prepared under the historical cost convention as modified by the revaluation of investments. The report and financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2015) - (Charities SORP (FRS102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) and the Companies Act 2006.

The Trust constitutes a public benefit entity as defined by FRS102.

The Trustees consider that there are no material uncertainties about the Trust's ability to continue as a going concern, following a regular review of strategic risk.

All accounting judgements and estimates included in these accounts are in line with the stated accounting policies.

There are no assumptions or estimates included in these accounts that have a significant risk of causing a material adjustment to the carrying value of assets and liabilities within the next financial year.

## **2 Accounting Policies - Continued**

### **Income and expenditure**

- Income from appeals and charitable donations is accounted for when received
- Tax recoverable on Gift Aid income is accounted for on a receivable basis
- Interest income is accounted for on an accruals basis
- Both pecuniary and residuary legacies are accounted for when there is sufficient evidence as to entitlement, measurability and probability of receipt. Legacies with a life interest are recognised at the termination of the intervening trust and when legal title passes to the charity
- Grant income is recognised when the conditions for receipt have been complied with
- Expenditure is charged to the Statement of Financial Activities on an accruals basis
- Expenditure with the main purpose of attracting new committed supporters is allocated between the cost of raising funds (gaining financial supporters) and campaigning expenditure (gaining activists).
- Where other expenditure relates to more than one classification within the Statement of Financial Activities, it is attributed on the basis of staff time spent on the relevant activity
- Grants made in furtherance of the charity's objects are recognised as expenditure when confirmation of an award is made to the receiving organisation
- Irrecoverable VAT is charged to the relevant expenditure account when it is incurred

### **Fixed assets – freehold land and buildings**

Freehold buildings are included at cost and are depreciated over 50 years on a straight-line basis from the point at which they are brought into use. Freehold land is included at cost and is not depreciated.

A de minimis value of £5k is used for the capitalisation of fixed assets, items of a lower value are charged to Expenditure.

### **Investments**

Investments, currently comprising US Government Bonds, are included at market value at the year-end. Gains and losses on revaluation of investments are included in the statement of financial activities.

### **Pensions**

The Trust contributes to two pension schemes:

- A multi-employer scheme with The Pensions Trust. This is accounted for as a defined contribution scheme as there are no deficit recovery payments due from the employer.
- A defined contribution scheme with Scottish Widows.

Contributions are charged to the income and expenditure account in the year to which they relate. The pension schemes are independently administered and the assets of the schemes are held separately from the Trust.

### **Redundancy Policy**

Redundancy costs are recognised on an accruals basis.



**AMNESTY INTERNATIONAL UK SECTION CHARITABLE TRUST**  
**Notes forming part of the financial statements for the year ended 31 December 2016**

## **2 Accounting Policies - Continued**

### **Reserves**

Reserves are distinguished between restricted, endowment and unrestricted funds. Income, expenditure, assets and liabilities for each classification of reserve are accounted for separately.

### **Holiday pay**

All employees of the Trust and the UK Section are contractually entitled to annual leave in accordance with relevant legislation and organisational policies. The total cost of untaken staff holiday entitlement at the year end is provided for.

## **3 Taxation**

The Trust is a registered charity within the meaning of paragraph 1 schedule 6 of the Finance Act 2010. Accordingly the Trust is potentially exempt from taxation in respect of income or capital gains within categories covered by chapter 3 part 11 of the 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. No tax charge arose in the year.

## **4 Donations and grants**

	<b>Unrestricted 2016 £000s</b>	<b>Restricted 2016 £000s</b>	<b>Endowment 2016 £000s</b>	<b>Total 2016 £000s</b>	<b>Total 2015 £000s</b>
Donations from supporters (see note 5)	8,083	48	-	8,131	7,453
Legacies	4,055	93	-	4,148	3,104
Gift Aid (see note 5)	1,502	3	-	1,505	1,423
Grants received (see note 5)	69	318	-	387	434
	<b>13,709</b>	<b>462</b>	<b>-</b>	<b>14,171</b>	<b>12,414</b>
<b>Expenditure on raising funds</b>					
Supporter recruitment	1,834	93	-	1,927	1,717
Supporter care	234	-	-	234	207
General fundraising	413	20	-	433	494
Legacies	138	20	-	158	190
	<b>2,619</b>	<b>133</b>	<b>-</b>	<b>2,752</b>	<b>2,608</b>
<b>Net fundraised income generated</b>	<b>11,090</b>	<b>329</b>	<b>-</b>	<b>11,419</b>	<b>9,806</b>

Included in the expenditure in raising funds is £229k (2015 £223k) of apportioned support costs. (See note 9 for further information).

Subscriptions and donations from supporters in 2015 included £150k restricted income. Gift Aid received in 2015 included £2k restricted income. £387k of grants received in 2015 were restricted. All other 2015 comparative income and expenditure in this note was unrestricted.

**AMNESTY INTERNATIONAL UK SECTION CHARITABLE TRUST**  
**Notes forming part of the financial statements for the year ended 31 December 2016**

**5 Analysis of restricted funds received**

The Trustees express their gratitude to the funders for their generous grants: £000s

**Donations:**

From individuals in support of:	Military Security and Police (includes £3k Gift Aid)	12
	Human Rights Education	8
	Womens Human Rights	5
	International Justice	3
	Human Rights Defenders	3
	Make a Will Month	20
		<b>51</b>

**Legacies**

GA Johnson	Supporter recruitment	<b>93</b>
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**Grants:**

Unbound Philanthropy	"Still Human Still Here" Coalition	23
Joseph Rowntree Foundation	"Still Human Still Here" Coalition	54
City Bridge Trust	Human Rights Education	20
Comic Relief	Slums & Human Rights in Africa	113
Legal Education Foundation	Human Rights Education	29
Megan Van't Hoff Charitable Trust	Refugee Programme	5
Josephine Hart Poetry Foundation	Youth Awards 2016	5
Evan Cornish Foundation	AI Israel - Human Rights Education	10
CB & HH Taylor 1984 Trust	Stop Torture	2
The Sir James Reckitt Charity	Human Rights Education	2
People's Postcode Lottery	Human Rights Education in the UK	25
Thomas Paine Initiative	Human Rights Act	30
		<b>318</b>

**Total restricted funds received** **462**

**6 Other trading activities**

	Income	Expenditure	Net funds	Income	Expenditure	Net funds
	2016	2016	2016	2015	2015	2015
	£000s	£000s	£000s	£000s	£000s	£000s
Corporate relationships	227	-	227	262	1	261
Community fundraising	543	228	315	290	232	58
Appeals	746	194	552	492	172	320
Weekly Lottery	349	140	209	319	158	161
Raffles	263	102	161	292	96	196
	<b>2,128</b>	<b>664</b>	<b>1,464</b>	<b>1,655</b>	<b>659</b>	<b>996</b>

Included in expenditure on other trading activities is £46k (2015: £69k) of apportioned support costs. (See note 9 for further information). All income from other trading activities was unrestricted.

**AMNESTY INTERNATIONAL UK SECTION CHARITABLE TRUST**  
**Notes forming part of the financial statements for the year ended 31 December 2016**

<b>7 Investment and other income</b>	<b>2016</b>	<b>2015</b>
	<b>£000s</b>	<b>£000s</b>
Interest receivable on bank deposits	6	6
Interest receivable on fixed asset investments	15	13
<b>Investment income</b>	<b>21</b>	<b>19</b>
<b>Other income - rental income</b>	<b>245</b>	<b>245</b>
<b>Total investment and other income</b>	<b>266</b>	<b>264</b>

The rental income arises under a lease granted to a related entity, Amnesty International United Kingdom Section, to occupy the Human Rights Action Centre.

<b>8 Expenditure on charitable activities</b>	<b>2016</b>	<b>2015</b>
	<b>£000s</b>	<b>£000s</b>
<b>Restricted grants to Amnesty UK Section:</b>		
Human rights defenders	-	16
Human rights education	123	169
Individuals at Risk	-	34
Middle East & North Africa	-	16
My Body, My Rights	-	1
North Korea	-	10
N.Ireland "Time to deal with the past"	-	2
Refugee Programme	10	3
Still Human Still Here	105	48
Stop Torture	17	13
Women's Human Rights	-	4
<b>Total restricted grants to Amnesty UK Section:</b>	<b>255</b>	<b>316</b>
<b>Production and distribution of human rights publications (includes £30k Restricted)</b>	<b>662</b>	<b>602</b>
Support costs apportioned (see note 9)	209	200
<b>Total expenditure on promotion of human rights</b>	<b>1,126</b>	<b>1,118</b>

Grants to UK Section represent the passing on of restricted funds received for human rights activities to be carried out by the UK Section

**AMNESTY INTERNATIONAL UK SECTION CHARITABLE TRUST**  
**Notes forming part of the financial statements for the year ended 31 December 2016**

<b>8 Expenditure on charitable activities - Continued</b>	<b>2016</b>	<b>2015</b>
	<b>£000s</b>	<b>£000s</b>
<b>Research into and relief of human rights violations</b>		
Grant to Amnesty International Limited	9,104	6,972
Direct International Funding (Restricted)	140	252
<b>Total research into and relief of human rights violations</b>	<b>9,244</b>	<b>7,224</b>
<b>Investment in activist recruitment</b>		
Investment in activist recruitment	1,162	1,089
Support costs apportioned (see note 9)	60	55
<b>Total investment in activist recruitment</b>	<b>1,222</b>	<b>1,144</b>
<b>Total expenditure on charitable activities</b>	<b>11,592</b>	<b>9,486</b>
<b>Total Restricted Grants included in the above</b>		
For the promotion of human rights	285	356
Research into human rights violations	140	252
	<b>425</b>	<b>608</b>

**9 Support Costs**

Staff costs cover employees in finance, information technology, human resources and facilities management.

	<b>2016</b>	<b>2015</b>
	<b>£000s</b>	<b>£000s</b>
Staff costs	304	240
Interest payable (see note 10)	19	92
Depreciation	32	32
Auditors - audit fees	29	19
Auditors - other services	11	15
Governance (excluding staff)	3	1
Other support costs	146	148
<b>Total support costs</b>	<b>544</b>	<b>547</b>

These support costs are apportioned across the organisation's activities based on staff time spent.

	<b>2016</b>	<b>2015</b>
	<b>£000s</b>	<b>£000s</b>
Raising funds	229	223
Other trading activities	46	69
Human rights campaigning	209	200
Investment in activist recruitment	60	55
<b>Total support costs apportioned</b>	<b>544</b>	<b>547</b>

**AMNESTY INTERNATIONAL UK SECTION CHARITABLE TRUST**  
**Notes forming part of the financial statements for the year ended 31 December 2016**

**10 Interest Payable**

	2016 £000s	2015 £000s
Interest payable on mortgage loan	19	92

A mortgage loan was secured on the Human Rights Action Centre. Further details of the mortgage loan appear in note 16.

**11 Staff costs**

All staff are employed on joint contracts of employment with both the UK Section and the Trust.

**Apportioned staff costs**

Costs shown here are those apportioned to the UK Section only. The amount charged for an employee to each entity is based on time spent in undertaking work for that entity.

	2016 £000s	2015 £000s
Wages and salaries	1,396	1,260
Social security costs	145	130
Pension costs	83	78
	<b>1,625</b>	<b>1,468</b>

The Trust contributes to a defined contribution pension scheme.

**Full time equivalent analysis**

The number and cost of apportioned full-time equivalent staff engaged on the Trust's various activities was as follows:

	Full-time equivalents	Cost £000s
Cost of generating voluntary income	16	692
Activities for generating funds	3	119
Human rights campaigning	11	510
Support	6	304
	<b>36</b>	<b>1,625</b>

There were 127 staff employed during 2016 including part-time and job-share posts. This number includes those who joined and left during the year. Overall, this is the equivalent of 36 (2015: 34) full-time posts. The average number of employees for 2016 was 98 (2015: 107).

**AMNESTY INTERNATIONAL UK SECTION CHARITABLE TRUST**  
**Notes forming part of the financial statements for the year ended 31 December 2016**

**11 Staff costs (continued)**

**Emoluments of employees**

The number of employees of the UK Section whose emoluments fell within the following bands were:

£ 000s	2016 Total numbers	2015 Total numbers
0 - 60	123	121
60-70	-	3
70-80	3	-
80-90	-	-
90-100	-	1
100 - 110	1	-
	<u>127</u>	<u>125</u>

The banding above is based on the full employee benefits (excluding employer pension costs) of those staff working for the Trust irrespective of the apportionment of those costs between the Trust and the UK Section.

**Senior Management Team remuneration**

Emoluments for all permanent Senior Management Team members for the year ended 31 December 2016 are shown below. These figures show the total salary of which 21% in total is apportioned to the Trust:

	Total emoluments £
Director	110,082
Director of Chief Executive's Office	76,187
Director of Corporate Services (Appointed 3 May 2016)	54,727
Director of Fundraising	74,458
Director of Supporter Campaigning and Communications	<u>76,917</u>

Total emoluments include employer pension contributions.

**12 Directors' remuneration**

The charity is a company limited by guarantee, so the Directors are also Trustees. No Trustee received emoluments during the year (2015: £nil). During the 2016 year, out of pocket expenses totalling £1,264 were reimbursed to 4 Trustees (2015: £1,540 to 4 Trustees).

Directors and Officers Liability Insurance cover was in place at an annual premium of £2k (2015: £2k).

**AMNESTY INTERNATIONAL UK SECTION CHARITABLE TRUST**  
**Notes forming part of the financial statements for the year ended 31 December 2016**

**13 Tangible fixed assets**

	<b>Land and buildings £000s</b>
<b>Cost at 1 January 2016 and 31 December 2016</b>	<b>5,094</b>
Depreciation at 1 January 2016	348
Charge for the year	32
<b>Depreciation at 31 December 2016</b>	<b>380</b>
<b>Net book value at 31 December 2016</b>	<b>4,714</b>
<b>Net book value at 31 December 2015</b>	<b>4,746</b>

The land and building asset is the freehold of the Human Rights Action Centre in New Inn Yard, London. The Trust has granted a 35-year lease to the UK Section, a condition of which is that the tenant had to carry out the programme of refurbishments to the building. The capital costs of these refurbishments are shown in the accounts of that company. The UK Section has granted a licence allowing the Trust to use the building for its own activities. The cost of the asset shown above includes the purchase price and associated expenses together with capitalised costs incurred in beginning the refurbishment works before the tenant took over the responsibility for the works. The original cost of the land included above is £3.5 million.

**14 Listed investments**

The listed investments represent unmatured US Federal Government Bonds gifted by David T K Wong under a declaration of Trust dated September 1999. Further details are set out in note 17.

	<b>2016 £000s</b>	<b>2015 £000s</b>
<b>Opening market value at 1 January</b>	<b>228</b>	<b>262</b>
Disposals	-	(32)
Unrealised gain / (loss) for the year	41	(2)
<b>Closing market value at 31 December</b>	<b>269</b>	<b>228</b>
<b>Historical cost at 31 December</b>	<b>231</b>	<b>231</b>

**AMNESTY INTERNATIONAL UK SECTION CHARITABLE TRUST**  
**Notes forming part of the financial statements for the year ended 31 December 2016**

**15 Debtors**

	<b>2016</b>	<b>2015</b>
	<b>£000s</b>	<b>£000s</b>
Tax recoverable on Gift Aid	366	1,470
Accrued legacy income	1,407	1,173
Other accrued income	215	81
Other debtors and prepayments	74	19
	<b>2,062</b>	<b>2,743</b>

**16 Creditors: amounts falling due within one year**

	<b>2016</b>	<b>2015</b>
	<b>£000s</b>	<b>£000s</b>
Trade creditors	141	149
Amounts due to related entities	176	1,617
Accrued charges and deferred income	488	198
<b>Total creditors - excluding mortgage loan</b>	<b>805</b>	<b>1,964</b>
Mortgage loan	-	1,902
<b>Total creditors</b>	<b>805</b>	<b>3,866</b>

The company's mortgage loan was repaid in May 2016.

Included in the above figures is £45k of deferred income (2015: £49k). £36k of this deferral relates to Amnesty Lottery receipts, where players paid in advance for draws which have not yet taken place. The remaining £9k was deferred in respect of sponsorship raised in 2016 for events which will take place in 2017.

All income deferred at 31 December 2015 was recognised as income in 2016, and all deferred income included above relates to receipts in 2016.



**AMNESTY INTERNATIONAL UK SECTION CHARITABLE TRUST**  
**Notes forming part of the financial statements for the year ended 31 December 2016**

**17 Funds**

	Undesignated funds £000s	Designated funds £000s	Restricted funds £000s	Endowment funds £000s	Total £000s
<b>At 1 January 2016</b>	<b>1,584</b>	<b>4,746</b>	<b>246</b>	<b>529</b>	<b>7,105</b>
Total incoming resources	16,088	-	462	15	16,565
Total resources expended	(14,450)	-	(558)	-	(15,008)
Movement between reserves	101	(32)	-	(69)	-
Unrealised investment gains	-	-	-	104	104
<b>At 31 December 2016</b>	<b>3,323</b>	<b>4,714</b>	<b>150</b>	<b>579</b>	<b>8,766</b>
<b>Represented by</b>					
Land and buildings	-	4,714	-	-	4,714
Investments	-	-	-	269	269
Net current assets	3,323	-	150	310	3,783
	<b>3,323</b>	<b>4,714</b>	<b>150</b>	<b>579</b>	<b>8,766</b>

**Undesignated fund**

The undesignated fund represents the funds that the Trustees are free to use in accordance with the charitable objects.

**Designated fund**

The designated fund comprises funds invested in tangible fixed assets to enable the Trust to carry out its work effectively. As this fund comprises fixed assets, it is not possible to utilise them elsewhere within the charity.

£69k of the movement between funds in 2016 represents the interest earned on endowment investments, which under the terms of the endowment are available as general funds. £32k of the movement in 2016 represents depreciation of the Trust's tangible fixed assets.

Funds movements for 2015 are analysed below for comparison.

	Undesignated funds £000s	Designated funds £000s	Restricted funds £000s	Endowment funds £000s	Total £000s
<b>At 1 January 2015</b>	<b>1,819</b>	<b>2,875</b>	<b>315</b>	<b>509</b>	<b>5,518</b>
Total incoming resources	13,781	-	539	13	14,333
Total resources expended	(12,145)	-	(608)	-	(12,753)
Movement between reserves	(1,871)	1,871	-	-	-
Unrealised investment gains	-	-	-	7	7
<b>At 31 December 2015</b>	<b>1,584</b>	<b>4,746</b>	<b>246</b>	<b>529</b>	<b>7,105</b>
<b>Represented by</b>					
Land and buildings	-	4,746	-	-	4,746
Investments	-	-	-	228	228
Net current assets	1,584	-	246	301	2,131
	<b>1,584</b>	<b>4,746</b>	<b>246</b>	<b>529</b>	<b>7,105</b>

**AMNESTY INTERNATIONAL UK SECTION CHARITABLE TRUST**  
**Notes forming part of the financial statements for the year ended 31 December 2016**

**17 Funds - continued**

**Restricted fund**

The restricted fund represents grants received for restricted purposes (analysed below). Further details of restricted income and expenditure can be found in notes 5 and 8.

	2016 £000s	2015 £000s
Human Rights in the UK	15	15
Women's Human Rights	11	6
Human Rights Defenders	3	-
Individuals at Risk	3	-
Human Rights Education	10	47
People Trafficking	87	87
Fundraising	20	40
Israel - Human Rights Education	1	0
Other	-	51
	<u>150</u>	<u>246</u>

**Endowment fund**

By a declaration of Trust dated September 1999, the Trust was made the beneficiary of a gift from David T K Wong of:

- : US\$300k US Federal Government Zero Coupon Bonds which matured in November 2011, and
- : US\$50k US Federal Government Zero Coupon Bonds which matured in November 2015, and
- : US\$250k US Federal Government 7.625% Coupon Bonds which mature in January 2023

In October 2014 a further gift was received of £25k to invest in the endowment fund. The Trustees are obliged to hold this capital and any maturing bonds in perpetuity and apply the income of the fund in furtherance of the Trust's charitable objectives.

The endowment fund represents cash and bonds (stated at market value). The bonds must be held until their maturity dates.

**18 Notes to cash flow statement**

**Reconciliation of net income to net cash flow from operating activities**

	2016 £000s	2015 £000s
<b>Net income for the reporting period as per the statement of financial activities</b>	1,661	1,587
<b>Adjustments for:</b>		
Depreciation charges	32	32
Interest received	(21)	(19)
Interest paid	19	92
Exchange gain on foreign currency holdings	(41)	2
Decrease/(increase) in debtors	681	(1,069)
(Decrease)/increase in creditors - excluding mortgage loan	(1,159)	1,655
<b>Net cash (used in) / provided by operating activities</b>	<u>1,172</u>	<u>2,280</u>

**Analysis of cash and cash equivalents**

	1 Jan 2016 £000s	Non-cash changes £000s	Cash flows £000s	31 Dec 2016 £000s
Cash at bank and in hand	3,254	-	(728)	2,526

The difference of £1,900k between the net cash used in operating activities and the change in cash in the year represents the net cash provided by investing activities and used in finance activities as shown in the cash flow statement.

**AMNESTY INTERNATIONAL UK SECTION CHARITABLE TRUST**  
**Notes forming part of the financial statements for the year ended 31 December 2016**

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**19 Related party transactions**

The Trust and the UK Section are considered to be related entities due to the alignment of their objectives and close collaborative and operational working.

The Trust and the two companies which comprise the International Secretariat are considered to be related entities due to the alignment of objectives and close relationships that exist within the Amnesty movement.

**Related entity balances**

At 31 December the Trust had the following balances with related entities:

	<b>2016</b>	<b>2015</b>
	<b>£000s</b>	<b>£000s</b>
Due to UK Section	176	1,617

**Related entity transactions**

During the year the following transactions took place with related entities reflecting monies flowing in/(out) of the charity.

	<b>2016</b>	<b>2015</b>
	<b>£000s</b>	<b>£000s</b>
Grant to Amnesty International Limited for research into human rights violations	(9,104)	(6,972)
Grants made from restricted funds to Amnesty International Limited for furtherance of charitable objectives	(140)	(252)
Grants made from restricted funds to the UK Section for furtherance of charitable objectives	(255)	(316)
Charges made to the UK Section under the terms of a lease for the occupancy of the Human Rights Action Centre	245	245
Charges made by the UK Section under the terms of a licence to use the Human Rights Action Centre	(45)	(45)
Payments made to the UK Section for campaigning work in support of the Human Rights Act	(30)	(40)
Payments made to the UK Section for Amnesty magazine	(102)	(95)
Donation from the UK Section under a Deed of Covenant	100	100

In addition during the year there were donations totalling £10,385 made to the Trust by Trustees or by parties related to them (2015: £300).

