

COMPANY REGISTRATION NUMBER SC280250

**THE INSP FOUNDATION
COMPANY LIMITED BY GUARANTEE
FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 DECEMBER 2007**

Charity Number SC036369

NELSON GILMOUR SMITH
Chartered Accountants & Registered Auditors
Mercantile Chambers
53 Bothwell Street
Glasgow
G2 6TB

**THE INSP FOUNDATION
COMPANY LIMITED BY GUARANTEE**

FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2007

Contents	Page
Members of the Board and professional advisers	1
Directors Annual Report	2
Independent auditor's report	7
Statement of Financial Activities (incorporating the income and expenditure account)	9
Balance sheet	10
Notes to the financial statements	11
The following pages do not form part of the financial statements	
Detailed statement of financial activities	18

**THE INSP FOUNDATION
COMPANY LIMITED BY GUARANTEE**

MEMBERS OF THE BOARD AND PROFESSIONAL ADVISERS

Registered charity name The INSP Foundation

Charity number SC036369

Company registration number SC280250

Registered office C/O SCVO
Floor 3
Centrum Building
38 Queen Street
Glasgow
G1 3DX

Directors Clement Njoroge (Appointed 14 June 2007)
Michele Alvaro (Retired 14 June 2007)
Serge Lareault
Jeroen Willibrord de Rooij
Joanne Zuhl
Ron Grunberg

Secretary Serge Lareault

Auditor Nelson Gilmour Smith
Chartered Accountants
& Registered Auditors
Mercantile Chambers
53 Bothwell Street
Glasgow
G2 6TB

Bankers Bank of Scotland
2 Trongate
Glasgow
G1 5ET

THE INSP FOUNDATION COMPANY LIMITED BY GUARANTEE

DIRECTORS ANNUAL REPORT

YEAR ENDED 31 DECEMBER 2007

The directors present their report and the financial statements of the charity for the year ended 31 December 2007.

Reference and administrative details

Reference and administrative details are shown in the schedule of members of the board and professional advisers on page 1 of the financial statements.

The directors

The directors who served the charity during the period were as follows:

Clement Njoroge
Michele Alvaro
Serge Lareault
Jeroen Willibrord de Rooij
Joanne Zuhl
Ron Grunberg

Clement Njoroge was appointed as a Director on 14 June 2007.

Michele Alvaro retired as a Director on 14 June 2007.

Structure, governance and management

Established in 1994, the International Network of Street Papers (INSP) is a global engine for innovative poverty solutions. Composed of 88 street paper members in 35 countries (2007 figures) spanning 6 continents, INSP reaches 32 million global readers every year and acts as a powerful and united voice against economic and social exclusion.

Based on principles of social enterprise and independent information, street papers are independent newspapers and magazines that are sold on the street corners of cities around the world by homeless and severely disadvantaged people. Since the late 1980s, street papers have provided an immediate solution to an urgent need, enabling poor and homeless people to help themselves by earning a dignified income, rebuilding their lives and finding a place in society. Street papers as media outlets are a long-term tool for social transformation that connects people across harmful social barriers and advocates for the needs and rights of people living in poverty.

At its founding conference in 1995, INSP brought together five street papers, all located in Europe. Today, INSP is a truly global anti-poverty network, with over 88 members located in 35 countries on six continents.

The Company was incorporated as a Charity in Scotland on 18 February 2005. The principal activity of the company during the year was that of a professional membership organisation of the international street paper movement.

A board of Directors, representing the membership of INSP oversees the organisation with financial and legal responsibility. The INSP Director reports to the board and works with paid and voluntary staff as a team. The board and staff meet monthly telephonically and twice a year face-to-face. A Chairperson, Vice-Chair, Treasurer and Secretary fulfill their individual roles within the board structure.

THE INSP FOUNDATION COMPANY LIMITED BY GUARANTEE

DIRECTORS ANNUAL REPORT *(continued)*

YEAR ENDED 31 DECEMBER 2007

Objectives and activities

INSP provides support, leadership and a line of communication to existing and emerging street papers throughout the world and highlights the need to tackle poverty and homelessness through imaginative means. INSP offers information, consultancy, training and experience-exchange opportunities for its members and facilitates meaningful partnership opportunities between like-minded organisations and individuals.

INSP's objectives are:

- To provide economic opportunity for the world's poorest people by establishing sustainable social enterprises in developing countries;
- To promote independence and dignified employment for people living on the streets by helping over 88 anti-poverty organisations to do their work better;
- To challenge global perspectives on poverty and injustice by uniting a movement of independent media voices that speak from the ground up; and
- To act as a catalyst for worldwide campaigns seeking to bring about social and economic justice.

INSP aims to do this by focusing on three strategic aims:

- To develop a full and active membership
- To develop and strengthen the core organisation
- To develop key and strategic external relations

The current activities of the INSP in 2007 include:

- Providing financial and technical support through international partnership projects for existing member street papers and new street paper start ups to improve the lives of homeless people;
- Co-ordinating important and innovative programmes in Africa, bringing help to thousands of homeless and disenfranchised people aged between 16 and 80. These are user led projects co-ordinated by local organisations and supported by INSP;
- Running an online independent news agency 'Street News Service' (www.streetnewsservice.org), in partnership with Reuters and Inter Press Service, which shares valuable content between street paper members and distributes the unique voice and message of homeless and poor people worldwide;
- Providing niche training and networking opportunities for street paper members and guests, such as the annual conference (Poznan 2007, Montreal 2006, Buenos Aires 2005 etc);
- Facilitating communication, networking and learning opportunities amongst over 88 street papers, homeless advocates, other NGOs, partners and homeless vendors;
- Disseminating information to the general public, journalists, NGO's, government, members and other street papers on key issues relating to homelessness and poverty alleviation;
- Providing international representation on behalf of the street paper movement at many forums such as the United Nations where we have NGO roster consultative status;
- Working closely with The Homeless World Cup (www.homelessworldcup.org) an organisation which was founded by INSP and an event which is now hosted annually by an INSP street paper; and
- Providing a supportive learning environment where volunteers can be trained and are given assistance and opportunities for personal development.

THE INSP FOUNDATION COMPANY LIMITED BY GUARANTEE

DIRECTORS ANNUAL REPORT *(continued)*

YEAR ENDED 31 DECEMBER 2007

Achievements and performance

INSP has grown consistently in membership and capacity over this last year. Some of the key achievements are described below:

- With grants from The Scottish Executive International Development Fund and The Lloyds TSB Foundation for Scotland, INSP helped to launch The Big Issue Zambia and The Big Issue Kenya in 2007, providing over 200 young adults living in homelessness and slum conditions with access employment and training opportunities. INSP also secured funding to provide technical and financial assistance to develop a new street paper in Nigeria and provided initial consultancy and training resources to The Big Issue Ethiopia.
- INSP additionally worked with a number of other local organisations seeking support to establish street papers in countries such as Malawi, Zimbabwe, Burundi and Cameroon.
- INSP has invested substantial energy in developing the capacity, accessibility, and relevance of its 'Street News Service' project (SNS - www.streetnewsservice.org) throughout the year. The SNS provides a unique forum for street papers to exchange quality editorial content, building the capacity of individual street papers and bringing local perspectives on poverty and injustice to an international audience.
- Working in partnership with Polish street paper Gazeta Uliczna, INSP co-ordinated and delivered an intensive and action-packed annual conference and training event in Poznan, Poland in June. A total of 85 delegates representing global street papers and social justice initiatives in 27 countries participated in the event.
- INSP played an active role at the North American Street Newspaper Association (NASNA) conference in Portland, Oregon, forging a closer alliance between the two partner networks and providing workshops and presentations.
- As the headquarters of the international street paper movement, INSP is a central hub for responding to a diverse range of enquiries relating to street papers and homelessness, from students, journalists, government and the general public. In 2007 alone, INSP handled over 700 external enquiries including detailed questions from at least 11 international PhD and Masters students and responded to over 100 significant enquiries from member street papers seeking advice, support and information.
- In 2007, INSP provided critical start-up advice and street paper toolkits to 60 organisations in 29 countries from Egypt and Fiji to Sweden and Afghanistan.
- INSP recruited and worked closely with over 20 volunteers, many of whom act as volunteer translators. The translators have enabled INSP to develop its capacity to circulate regular news, resources and communication to members and partners into Spanish and German as well as English.
- INSP facilitated increased member participation in network activity in 2007 through the creation of Member Working Groups and member-sourced consultancy.
- INSP continued to develop a more regional structure in 2007, with an initial focus on North America and German-speaking members. The principle of regionalisation is to establish more focused support for specific member groupings via regional representation, while connecting a greater number of street papers to the services of INSP in several languages.
- With an award of expert consultancy from the Charities Aid Foundation, INSP established a new and distinct fundraising plan.
- INSP also developed and formed partnerships with other key organisations, businesses, partners and media outlets worldwide to develop its capacity for effective poverty alleviation. In 2007, these included: Reuters, Inter Press Service, CAF, Homeless World Cup, Lloyds TSB Foundation for Scotland, Scottish Government and United Nations.

THE INSP FOUNDATION COMPANY LIMITED BY GUARANTEE

DIRECTORS ANNUAL REPORT *(continued)*

YEAR ENDED 31 DECEMBER 2007

Financial review

The charity's financial position at the end of the year is shown in the attached financial statements. Please note that in May 2006 a £90,000 core funding grant was awarded to INSP from CAF which was to be spent over a 3-year period.

With an award of expert consultancy from the Charities Aid Foundation, INSP established a new and distinct fundraising plan, encouraging fresh income streams into the organisation as well as establishing new key partnerships. The plan will be launched in 2008 with support from INSP's Honorary President, Mel Young.

Plans for future periods

In November 2007, INSP staff and board met in Glasgow to build update the original 3-year business plan (2007-09) which was managed by the INSP board Chair. Continuing a strategic focus and a greater business approach to network management, allowed the group to develop the areas where street papers needs are greatest and where INSP's support can help to bring about positive social change. The board and staff will continue their important work under 3 key strategic aims:

1. To develop a full and active membership
2. To develop and strengthen the core organisation
3. To develop key and strategic external relations

Responsibilities of the directors

The directors are responsible for preparing the Directors Annual Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The financial statements are required by law to give a true and fair view of the state of affairs of the charity and of the surplus or deficit of the charity for that period.

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

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

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and which enable them to ensure that the financial statements comply with Companies Act 1985 and the Charities Accounts (Scotland) Regulations 2006. The directors 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.

In so far as the directors are aware:

- there is no relevant audit information of which the charity's auditors are unaware; and
- the directors 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.

**THE INSP FOUNDATION
COMPANY LIMITED BY GUARANTEE**

DIRECTORS ANNUAL REPORT *(continued)*

YEAR ENDED 31 DECEMBER 2007

Auditor

A resolution to re-appoint Nelson Gilmour Smith as auditor for the ensuing year will be proposed at the Annual General Meeting.

Registered office:
C/O SCVO
Floor 3
Centrum Building
38 Queen Street
Glasgow
G1 3DX

Signed on behalf of the board

Serge Lareault
Chairperson

.....

**THE INSP FOUNDATION
COMPANY LIMITED BY GUARANTEE**

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE
INSP FOUNDATION**

YEAR ENDED 31 DECEMBER 2007

We have audited the financial statements of the INSP Foundation for the year ended 31 December 2007 on pages 9 to 16 which have been prepared under the historical cost convention and the accounting policies set out on page 11.

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985, and to the charity's trustees, as a body, in accordance with section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005 and regulation 10 of the Charities Accounts (Scotland) Regulations 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of the directors and auditors

The responsibilities of the directors for preparing the Directors Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out in the Statement of Responsibilities of the directors on page 5.

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

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 1985, the Charities and Trustee Investment (Scotland) Act 2005 and regulation 8 of the Charities Accounts (Scotland) Regulations 2006. We also report to you, if in our opinion, and whether the information given in the Directors Annual Report is consistent with the financial statements.

In addition we report to you if, in our opinion, the charitable company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding remuneration of the directors and other transactions is not disclosed, or if we have not received all the information and explanations we require for our audit.

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

Basis of audit opinion

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

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

**THE INSP FOUNDATION
COMPANY LIMITED BY GUARANTEE**

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE
INSP FOUNDATION (continued)**

YEAR ENDED 31 DECEMBER 2007

We have undertaken the audit in accordance with the requirements of APB Ethical Standards including APB Ethical Standard - Provisions Available for Small Entities, in the circumstances set out below:

In common with many other businesses of our size and nature we use our auditors to assist with the preparation of the financial statements.

OPINION

In our opinion:

- the financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the charitable company's affairs as at 31 December 2007 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- the financial statements have been properly prepared in accordance with the Companies Act 1985 the Charities and Trustee Investment (Scotland) Act 2005 and regulation 8 of the Charities Accounts (Scotland) Regulations; and
- the information given in the Directors Annual Report is consistent with the financial statements.

Mercantile Chambers
53 Bothwell Street
Glasgow
G2 6TB

NELSON GILMOUR SMITH
Chartered Accountants
& Registered Auditors

.....

**THE INSP FOUNDATION
COMPANY LIMITED BY GUARANTEE**

**STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING THE
INCOME AND EXPENDITURE ACCOUNT)**

YEAR ENDED 31 DECEMBER 2007

	Note	Unrestricted Funds £	Restricted Funds £	Total Funds 2007 £	Total Funds 2006 £
Incoming resources					
Incoming resources from generating funds:					
Voluntary income	2	13,480	76,592	90,072	280,920
Investment income	3	9,005	–	9,005	3,732
Incoming resources from charitable activities					
	4	220	–	220	400
Other incoming resources	5	2,425	7,835	10,260	11,179
Total incoming resources		25,130	84,427	109,557	296,231
Resources expended					
Charitable activities	6/7	(67,967)	(100,783)	(168,750)	(104,941)
Governance costs	8	(1,405)	–	(1,405)	(2,153)
Total resources expended		(69,372)	(100,783)	(170,155)	(107,094)
Net (outgoing)/incoming resources for the year/net (expenditure)/income for the year	9	(44,242)	(16,356)	(60,598)	189,137
Reconciliation of funds					
Total funds brought forward		119,396	83,025	202,421	13,284
Total funds carried forward		75,154	66,669	141,823	202,421

The Statement of Financial Activities includes all gains and losses in the year and therefore a statement of total recognised gains and losses has not been prepared.

All of the above amounts relate to continuing activities.

The notes on pages 11 to 16 form part of these financial statements.

**THE INSP FOUNDATION
COMPANY LIMITED BY GUARANTEE**

BALANCE SHEET

31 DECEMBER 2007

	Note	2007 £	£	2006 £
Fixed assets				
Tangible assets	12		373	838
Current assets				
Debtors	13	12,435		434
Cash at bank		135,945		203,706
		148,380		204,140
Creditors: Amounts falling due within one year	14	(6,930)		(2,557)
Net current assets			141,450	201,583
Total assets less current liabilities			141,823	202,421
Net assets			141,823	202,421
Funds				
Restricted income funds	15		66,669	83,025
Unrestricted income funds	16		75,154	119,396
Total funds			141,823	202,421

These financial statements were approved by the Directors on the and are signed on their behalf by:

Serge Lareault
Chairperson

The notes on pages 11 to 16 form part of these financial statements.

**THE INSP FOUNDATION
COMPANY LIMITED BY GUARANTEE**

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2007

1. Accounting policies

Basis of accounting

The financial statements have been prepared under the historical cost convention and in accordance with applicable United Kingdom accounting standards, the Statement of Recommended Practice "Accounting and Reporting by Charities" issued in March 2005 (SORP 2005), the Companies Act 1985 and the Charities Accounts (Scotland) Regulations 2006.

Cash flow statement

The directors have taken advantage of the exemption in Financial Reporting Standard No 1 (revised) from including a cash flow statement in the financial statements on the grounds that the charity is small.

Fixed assets

All fixed assets are initially recorded at cost.

Depreciation

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Equipment	- 25% Straight Line
Fixtures & Fittings	- 20% Straight Line

2. Voluntary income

	Unrestricted Funds £	Restricted Funds £	Total Funds 2007 £	Total Funds 2006 £
Donations				
Donations - General	-	836	836	50
Donations - Partnering Scheme	-	-	-	926
Grants receivable				
Grants - Core funding	13,480	-	13,480	175,000
Grants - Conference	-	6,949	6,949	6,890
Grants - Kenya Project	-	-	-	16,200
Grants - Namibia, Zambia and Kenya Project	-	44,107	44,107	81,854
Grants - Nigeria	-	22,700	22,700	-
Grants - INSP Internet	-	2,000	2,000	-
 13,480 76,592 90,072 280,920

In May 2006, INSP was awarded a 3-year £90,000 core funding grant from CAF which was awarded in full at this time. The grant was intended to be divided and spent on core network activities during the period 2006-09.

3. Investment income

	Unrestricted Funds £	Total Funds 2007 £	Total Funds 2006 £
Bank interest receivable	9,005	9,005	3,732

**THE INSP FOUNDATION
COMPANY LIMITED BY GUARANTEE**

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2007

4. Incoming resources from charitable activities

	Unrestricted Funds	Total Funds 2007	Total Funds 2006
	£	£	£
Homeless World Cup Project	220	220	400

5. Other incoming resources

	Unrestricted Funds	Restricted Funds	Total Funds 2007	Total Funds 2006
	£	£	£	£
Membership fees	2,425	–	2,425	5,427
Conference delegate fees	–	7,835	7,835	5,350
Other income	–	–	–	402

	2,425	7,835	10,260	11,179

6. Costs of charitable activities by fund type

	Unrestricted Funds	Restricted Funds	Total Funds 2007	Total Funds 2006
	£	£	£	£
Support of Street Papers	66,980	13,967	80,947	72,538
INSP Conference	–	14,781	14,781	14,459
Kenya Project	–	12,080	12,080	4,456
Namibia, Zambia and Kenya Project	–	56,222	56,222	10,574
INSP Partnering Scheme	–	–	–	874
Homeless World Cup Project	220	–	220	2,040
Nigeria Project	–	4,500	4,500	–

	67,200	101,550	168,750	104,941

7. Costs of charitable activities by activity type

	Activities undertaken directly	Total Funds 2007	Total Funds 2006
	£	£	£
Support of Street Papers	80,947	80,947	72,538
INSP Conference	14,781	14,781	14,459
Kenya Project	12,080	12,080	4,456
Namibia, Zambia and Kenya Project	56,222	56,222	10,574
INSP Partnering Scheme	–	–	874
Homeless World Cup Project	220	220	2,040
Nigeria Project	4,500	4,500	–

	168,750	168,750	104,941

**THE INSP FOUNDATION
COMPANY LIMITED BY GUARANTEE**

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2007

8. Governance costs

	Unrestricted Funds	Total Funds 2007	Total Funds 2006
	£	£	£
Audit fees	940	940	1,036
Legal fees	–	–	653
Depreciation	465	465	464

	1,405	1,405	2,153

9. Net (outgoing)/incoming resources for the year

This is stated after charging:

	2007	2006
	£	£
Staff pension contributions	1,725	1,769
Depreciation	465	464
Auditors' remuneration:		
- audit of the financial statements	940	1,036

10. Staff costs and emoluments

Total staff costs were as follows:

	2007	2006
	£	£
Wages and salaries	43,356	50,528
Social security costs	4,858	5,347
Other pension costs	1,725	1,769

	49,939	57,644

Wages totalling £20,986 were transferred to the Kenya Project (£3,286), Nigeria Project (£4,500) and the Namibia, Zambia & Kenya Project (£13,200) representing the core costs which INSP Foundation spent on the projects.

Particulars of employees:

The average number of employees during the year, calculated on the basis of full-time equivalents, was as follows:

	2007	2006
	No	No
Number of other staff	3	2

No employee received emoluments of more than £60,000 during the year (2006 - Nil).

11. Directors' remuneration

No director received remuneration in the year.

**THE INSP FOUNDATION
COMPANY LIMITED BY GUARANTEE**

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2007

12. Tangible fixed assets

	Equipment £	Fixtures & Fittings £	Total £
Cost			
At 1 January 2007 and 31 December 2007	1,630	287	1,917
Depreciation			
At 1 January 2007	1,073	6	1,079
Charge for the year	408	57	465
At 31 December 2007	1,481	63	1,544
Net book value			
At 31 December 2007	149	224	373
At 31 December 2006	557	281	838

13. Debtors

	2007 £	2006 £
Trade debtors	222	206
Other debtors	11,731	–
Prepayments	482	228
	12,435	434

14. Creditors: Amounts falling due within one year

	2007 £	2006 £
Taxation and social security	4,120	807
Accruals	2,810	1,750
	6,930	2,557

15. Restricted income funds

	Balance at 1 Jan 2007 £	Incoming resources £	Outgoing resources £	Balance at 31 Dec 2007 £
Kenya Street Paper Project	11,744	336	(12,080)	–
Namibia, Zambia & Kenya Project	71,281	44,607	(69,422)	46,466
INSP Conference	–	14,784	(14,781)	3
Nigeria Street Paper Project	–	22,700	(4,500)	18,200
INSP Internet	–	2,000	–	2,000
	83,025	84,427	(101,550)	66,669

**THE INSP FOUNDATION
COMPANY LIMITED BY GUARANTEE**

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2007

15. Restricted income funds (continued)

(i) Kenya Street Paper Project

In July 2007, INSP completed the project for Lloyds TSB Foundation for Scotland to help establish a new street paper in Kenya. In addition to the £366 of donations received during the year, £12,808 was spent on the Kenya project.

(ii) Namibia, Zambia and Kenya Project

In October 2007, INSP received a donation of £500 for the strategic development of South African Street papers. The training involved a 5-day consultancy training of two INSP street paper members, The Big Issue Namibia and The Big Issue South Africa, in Cape Town. INSP also received the second of a three year award of £44,107 in December 2007 from the Scottish Executive International Development Fund to help establish new street papers in Zambia and Kenya, while supporting the existing street paper in Namibia. £69,422 was spent during the year and the balance of £46,466 being carried forward into 2008 to complete Year 2 of the project. Year three's funding will be received into the INSP bank account in November 2008.

(iii) INSP Conference

During the year, INSP received £7,835 of conference fees from its members. In addition, INSP was awarded £2,000 from BISS in March and £4,949 from Stiftung Open Society in May for support of the annual conference. £14,781 was spent during the year and the balance of £3 is to be carried forward for the 2008 annual conference.

(iv) Nigeria Street Paper Project

In August 2007, INSP received a £22,700 award from The Lloyds TSB Foundation for Scotland to help establish a new street paper in Lagos, Nigeria. The funds have to be spent over a one-year period. £4,500 was spent during the year and the balance of £18,200 is to be carried forward into 2008 to complete the project.

(v) Internet Development

In December 2007, INSP was awarded a grant of £2,000 from Expert Help for the development of their website.

16. Unrestricted income funds

	Balance at 1 Jan 2007	Incoming resources	Outgoing resources	Balance at 31 Dec 2007
	£	£	£	£
General Funds	119,396	25,130	(69,372)	75,154

**THE INSP FOUNDATION
COMPANY LIMITED BY GUARANTEE**

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2007

17. Analysis of net assets between funds

	Tangible fixed assets £	Net current assets £	Total £
Restricted Income Funds:			
Namibia, Zambia & Kenya Project	–	46,466	46,466
INSP Conference	–	3	3
Nigeria Street Paper Project	–	18,200	18,200
INSP Internet	–	2,000	2,000

	–	66,669	66,669

Unrestricted Income Funds	373	74,781	75,154

Total Funds	373	141,450	141,823

18. Related party transactions

Since 11 April 2006 INSP has been a Trustee of Poverty Solutions, a company limited by guarantee (Company Registration Number SC229431). During the year, Poverty Solution was paid a management fee of £12,895 for project management and staff costs incurred by INSP from the period 1 April 2006 to 31 December 2006. Additionally, at the year end 31 December 2007 Poverty Solutions owes INSP a total of £7,027 which was for the payment of its audit fee (£1,057) and a cash advancement (£5,970) to help their cashflow position for their Russian project.

19. Company limited by guarantee

The company is limited by guarantee and does not have a share capital. In the event of a winding up the liability of each member is limited to £1.

**THE INSP FOUNDATION
COMPANY LIMITED BY GUARANTEE**

MANAGEMENT INFORMATION

YEAR ENDED 31 DECEMBER 2007

**The following pages do not form part of the statutory financial statements
which are the subject of the independent auditor's report on pages 7 to 8.**

**THE INSP FOUNDATION
COMPANY LIMITED BY GUARANTEE**

DETAILED STATEMENT OF FINANCIAL ACTIVITIES

YEAR ENDED 31 DECEMBER 2007

	2007 £	2006 £
Incoming resources		
Voluntary income		
Donations - General	836	50
Donations - Partnering Scheme	–	926
Grants - Core funding	13,480	175,000
Grants - Conference	6,949	6,890
Grants - Kenya Project	–	16,200
Grants - Namibia, Zambia and Kenya Project	44,107	81,854
Grants - Nigeria	22,700	–
Grants - INSP Internet	2,000	–
	90,072	280,920

Investment income		
Bank interest receivable	9,005	3,732

Incoming resources from charitable activities		
Homeless World Cup Project	220	400

Other incoming resources		
Membership fees	2,425	5,427
Conference delegate fees	7,835	5,350
Other income	–	402
	10,260	11,179

Total incoming resources	109,557	296,231

Resources expended		
Charitable activities		
Staff costs - Wages & Salaries	40,070	50,528
Staff costs - Employer's NIC	4,858	5,347
Staff costs - Pension costs	1,725	1,769
Office costs - Rent	4,632	3,126
Office costs - Repairs & maintenance	748	142
Office costs - Insurance	447	465
Office costs - Telephone	268	2,094
Office costs - Other	3,920	1,819
Travel & subsistence - Board	5,308	4,377
Travel & subsistence - Staff	999	1,546
Travel & subsistence - Telephone Board Meetings	29	239
Professional- Accountancy fees	563	169
Professional- Poverty Solutions Management Charge	12,895	–
Professional- Recruitment costs	528	–
Professional- CAF consultancy costs	3,480	–
Namibia, Zambia & Kenya Project	56,222	10,574
INSP Partnering Scheme	4,500	874
Conference Costs	14,781	14,459
Staff training	–	328
Publications	477	589
Kenya Project	12,080	4,456
Homeless World Cup Project	220	2,040
	168,750	104,941

**THE INSP FOUNDATION
COMPANY LIMITED BY GUARANTEE**

DETAILED STATEMENT OF FINANCIAL ACTIVITIES

YEAR ENDED 31 DECEMBER 2007

	2007	2006
	£	£
Governance costs		
Audit fees	940	1,036
Legal fees	–	653
Depreciation	465	464

	1,405	2,153

Total resources expended	170,155	107,094

Net (outgoing)/incoming resources for the year	(60,598)	189,137

**THE INSP FOUNDATION
COMPANY LIMITED BY GUARANTEE**

DETAILED STATEMENT OF FINANCIAL ACTIVITIES

YEAR ENDED 31 DECEMBER 2007

	2007 £	2006 £
Charitable activities		
Support of Street Papers		
<i>Activities undertaken directly</i>		
Staff costs - Wages & Salaries	40,070	50,528
Staff costs - Employer's NIC	4,858	5,347
Staff costs - Pension costs	1,725	1,769
Office costs - Rent	4,632	3,126
Office costs - Repairs & maintenance	748	142
Office costs - Insurance	447	465
Office costs - Telephone	268	2,094
Office costs - Other	3,920	1,819
Travel & subsistence - Board	5,308	4,377
Travel & subsistence - Staff	999	1,546
Travel & subsistence - Telephone Board Meetings	29	239
Professional- Recruitment costs	528	-
Professional- CAF consultancy costs	3,480	-
Professional- Accountancy fees	563	169
Professional- Poverty Solutions Management Charge	12,895	-
Staff training	-	328
Publications	477	589

	80,947	72,538

INSP Conference		
<i>Activities undertaken directly</i>		
Project costs	14,781	14,459

Kenya Project		
<i>Activities undertaken directly</i>		
Project costs	12,080	4,456

Namibia, Zambia and Kenya Project		
<i>Activities undertaken directly</i>		
Project costs	56,222	10,574

INSP Partnering Scheme		
<i>Activities undertaken directly</i>		
Project costs	-	874

Homeless World Cup Project		
<i>Activities undertaken directly</i>		
Project costs	220	2,040

Nigeria Project		
<i>Activities undertaken directly</i>		
Project costs	4,500	-

	168,750	104,941
