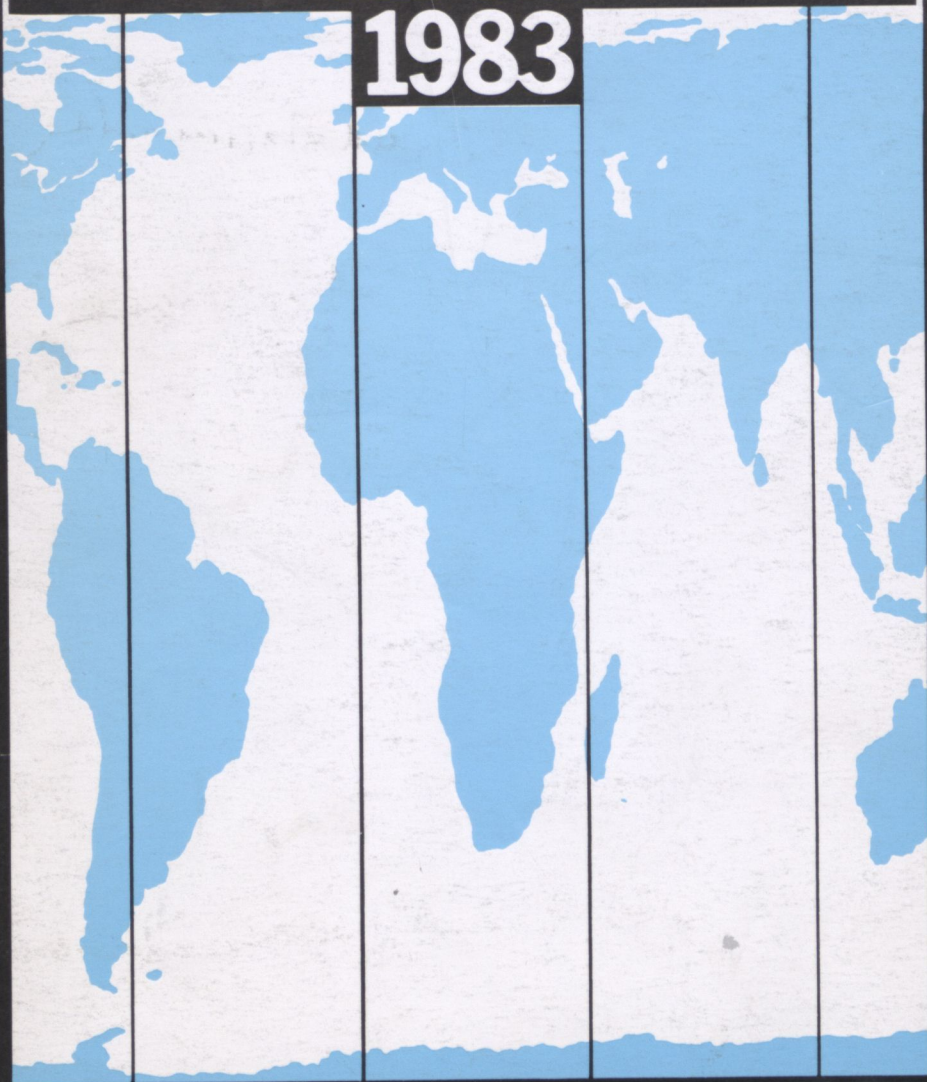


**FINANCIAL SUPPLEMENT
AMNESTY INTERNATIONAL
REPORT**

1983



***Amnesty International Limited
Financial Statements and
Auditors' Report for the period
from 6 January 1982 to
31 December 1982***

**DIRECTOR'S REPORT
FOR THE PERIOD FROM 6 JANUARY 1982
(DATE OF INCORPORATION) TO 31 DECEMBER
1982**

The director has pleasure in presenting his report on the affairs of the company, together with the financial statements and auditors' report, for the period from 6 January 1982 (date of incorporation) to 31 December 1982.

INCORPORATION AND ACTIVITIES:

The company was established to undertake the activities previously carried out by the International Secretariat of Amnesty International, which include -

- Endeavouring to secure throughout the world the observance of the provisions of the Universal Declaration of Human Rights.
- Performing research into cases of violation of the Universal Declaration of Human Rights and assisting individuals suffering thereby.
- Providing assistance to the National Sections of Amnesty International throughout the world through the International Secretariat which now forms part of the company and is situated in London.
- Disbursing such Relief Funds as the company receives.

The company was incorporated on 6 January 1982 as a company limited by guarantee and not having a share capital. It was inactive until 1 May 1982 when it acquired (for no consideration) the assets and liabilities recorded in the accounts of the International Secretariat and started its activities.

The company's Memorandum of Association requires that all of its income and assets shall be applied towards meeting its objects as summarised above and shall not be distributed to its members.

REVIEW OF ACTIVITIES AND RESULTS:

During the period, the company carried out the activities listed above. By the end of the year there were 2,933 Amnesty International groups in 51 countries and members, subscribers and supporters around the world exceeded 350,000.

In assisting the international organisation, the company has carried out research in respect of individual 'prisoners of conscience'. In 1982 the theme of 'Prisoner of Conscience Week', which seeks to draw public attention to the work of Amnesty International on a

particular concern, was 'Victims without Voice: Human Rights Violations in Rural Areas'. It also evaluated and recommended action in numerous cases of political prisoners held without charge or trial and in instances where torture and execution were feared.

The company also distributed relief payments of £107,673 to help prisoners of conscience and their families and to assist the rehabilitation of torture victims. The relief program is not a substitute for the primary objectives of securing freedom for prisoners of conscience and an end to the use of torture, but aims to alleviate suffering.

REVIEW OF FINANCIAL RESULTS:

The income of the company during the period amounted to £2,619,156 and its expenditure to £1,849,577 with the result that the surplus for the period was £769,579. Of this amount, £157,762 represented the excess of income over expenditure relating to the operating budget and £611,817 represented the surplus of the Program Reserve and Special Projects Fund.

It is intended that the General Accumulated Reserve of the company should be maintained at a level which is not less than £200,000 in excess of the cost of the freehold premises. Accordingly, of the company's total reserves of £2,348,451 carried forward at 31 December 1982, £1,616,363 is carried forward on the General Accumulated Reserve and £732,088 on the Program Reserve and Special Projects Fund.

FIXED ASSETS:

In October 1982 the company acquired freehold premises at 1-7 Easton Street and 45-47 Rosebery Avenue, London at a cost of £1,250,000 including expenses. At 31 December 1982 a further £166,000 had been spent on expenses and improvements and an additional £851,000 is budgetted to be spent on improvements to the property by the time the company occupies the building in August 1983.

Full details of the movements on fixed asset accounts are given in Note 6 to the financial statements.

DIRECTOR:

The sole director of the company for the period from incorporation to 31 December 1982 was Mr T. Hammarberg.

In accordance with Article 38 of the Articles of Association, the director is required to retire at the forthcoming annual general meeting. Being eligible, he offers himself for re-election.

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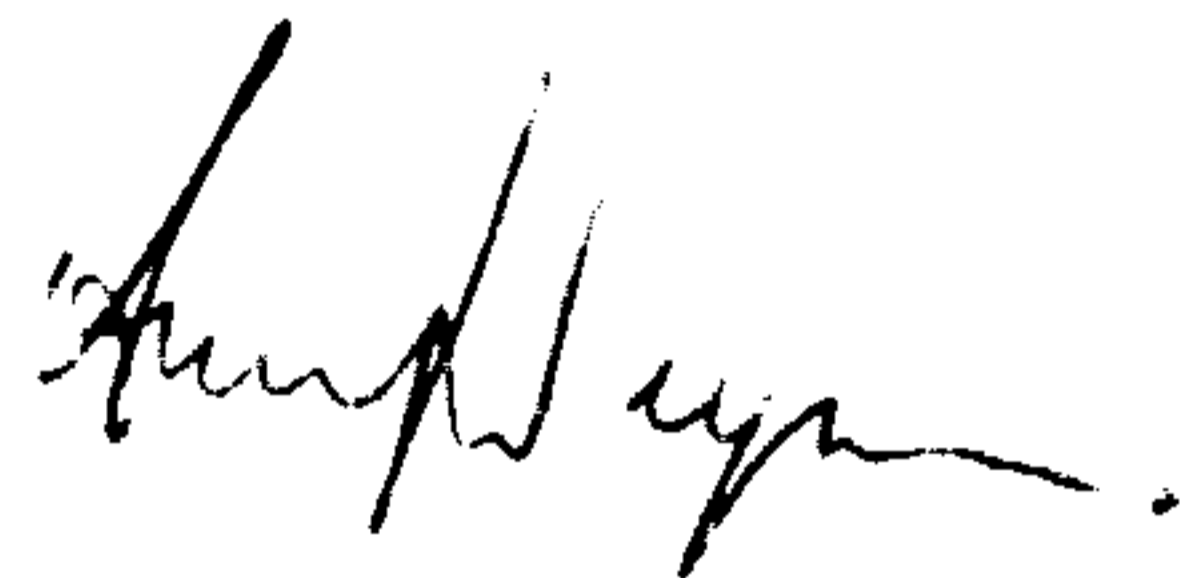

AUDITORS:

Arthur Andersen & Co. were appointed as auditors by the director for the period from incorporation to the date of the first annual general meeting. A resolution will be placed before the annual general meeting that Arthur Andersen & Co be re-appointed as auditors of the company.

BY ORDER OF THE BOARD

A. Weyman
Secretary

10 Southampton Street,
London WC2
16 May 1983



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To the Members of Amnesty International Limited:

We have audited the financial statements set out on pages 6 to 19 in accordance with approved Auditing Standards.

In our opinion, the financial statements, which have been prepared under the historical cost convention, give a true and fair view of the state of affairs of the company at 31 December 1982 and of its surplus and source and application of funds for the period then ended and comply with the Companies Acts 1948 to 1981.


Arthur Andersen & Co.
Chartered Accountants

1 Surrey Street,
London WC2
16 May 1983

AMNESTY INTERNATIONAL LIMITED
BALANCE SHEET 31 DECEMBER 1982

	31 December 1982	Notes	30 April 1982 (Note 2)	31 December 1982	Notes	30 April 1982 (Note 2)
CAPITAL AND RESERVES		3			6	
General Accumulated Reserve	£1,616,363		£ 736,896			£ 34,595
Program Reserve and Special Projects Fund	732,088		655,619		3,694	4,730
Other reserves	<u>2,348,451</u>		<u>1,86,357</u>		80,129	165,313
			<u>1,578,872</u>			
CREDITORS		4			7	
Amounts due to National Sections	255,279		125,844		65,821	43,949
Other creditors and accruals	194,459		153,737		1,360,445	1,839,300
Relief funds	169,255		229,434		1,510,089	2,053,292
	<u>618,993</u>		<u>509,015</u>			
	<u>£2,967,444</u>		<u>£2,087,887</u>		<u>£2,967,444</u>	<u>£2,087,887</u>

Approved by the director on 14 May 1983
T. Hammarberg

The accompanying notes are an integral part of this statement.

AMNESTY INTERNATIONAL LIMITED
STATEMENT OF INCOME AND EXPENDITURE AND MOVEMENT ON RESERVES
FOR THE EIGHT MONTHS ENDED 31 DECEMBER 1982

Notes	For the eight months ended 31 December 1982			
	Income and Expenditure	Transfer from Reserves	Transfer to Reserves	Total
INCOME				
Contributions from National Sections	8	£1,687,288	£ 550,821	£2,238,109
Donations and bequests			207,943	37,541
Sales of products	9	42,405		42,405
Other income	10	1,114	129,585	130,699
Allocations of Program Reserve and Special Projects Fund income as budgetted		276,532	(276,532)	
		<u>2,007,339</u>	<u>611,817</u>	<u>2,619,156</u>
				<u>3,328,971</u>
EXPENDITURE				
Salaries and related expenses	11	(1,088,525)	(1,088,525)	(1,450,077)
Administration and program support expenses	12	(171,291)	(171,291)	(224,810)
Meetings and travel expenses		(178,462)	(178,462)	(114,393)
Office expenses		(224,022)	(224,022)	(287,143)
Publications expenses		(104,137)	(104,137)	(147,517)
Other expenses		(83,140)	(83,140)	(64,634)
Surplus for period		<u>(1,849,577)</u>	<u>(1,849,577)</u>	<u>(2,288,574)</u>
RESERVES, beginning of period as transferred from Amnesty International		157,762	611,817	769,579
Transfer from (to) Other Reserves	3		736,896	655,619
Expenditure relating to Erasmus and Nobel Peace Prizes	3	(157,762)	(839,467)	(721,705)
Other transfers between reserves			£1,616,363	£ 732,088
RESERVES, end of period			<u>£2,348,451</u>	<u>£1,392,515</u>

The accompanying notes are an integral part of this statement.

AMNESTY INTERNATIONAL LIMITED
STATEMENT OF SOURCE AND APPLICATION OF FUNDS
FOR THE EIGHT MONTHS ENDED 31 DECEMBER 1982

	8 months to 31 December 1982	12 months to 30 April 1982 (Note 2)
SOURCES OF FUNDS		
Net surplus for period	£ 769,579	£1,040,397
Depreciation, which does not involve cash flow during the period	17,916	21,028
	<u>787,495</u>	<u>1,061,425</u>
Relief Funds receipts	47,494	132,375
Special Projects Fund receipts	—	8,666
	<u>834,989</u>	<u>1,202,466</u>
Other sources -		
Decrease in stocks	1,036	11,868
Decrease in amounts due from National Sections	85,184	—
Increase in amounts due to National Sections	129,435	58,912
Increase in other creditors and accruals	40,722	43,555
	<u>1,091,366</u>	<u>1,316,801</u>
USES OF FUNDS		
Purchases of tangible fixed assets	1,440,676	31,831
Increase in other debtors and prepayments	21,872	19,842
Increase in amounts due from National Sections	—	72,766
Relief Fund payments	107,673	95,049
Special Projects Fund expenditure	—	122,584
	<u>1,570,221</u>	<u>342,072</u>
(Decrease) increase in cash during the period	<u>£(478,855)</u>	<u>£ 974,729</u>

The accompanying notes are an integral part of this statement.

AMNESTY INTERNATIONAL LIMITED
NOTES TO FINANCIAL STATEMENTS
31 DECEMBER 1982

1. AIMS AND ORGANISATION:

a) Amnesty International

Amnesty International is an unincorporated, international movement which has as its objective the securing throughout the world of the observance of the provisions of the Universal Declaration of Human Rights. The movement consists of National Sections in different countries throughout the world and an International Secretariat in London. Delegates of the National Sections meet each year at the International Council Meeting to coordinate their activities and to elect an International Executive Committee to implement the Meeting's decisions.

The objectives, organisation and methods of operations of the movement are stated in the Statute of Amnesty International as amended at the Fifteenth International Council Meeting in 1982.

The objectives of Amnesty International include the provision of assistance to and the working towards the release of persons who, in violation of the provisions of the Universal Declaration of Human Rights, are imprisoned, detained, restricted or otherwise subjected to physical coercion or restriction by reason of their political, religious or other conscientiously held beliefs or by reason of their ethnic origin, colour or language, provided that they have not used or advocated violence. These persons are referred to as "prisoners of conscience".

b) Amnesty International Limited

Amnesty International Limited ("The company") was established in 1982 to undertake the activities previously carried out by the International Secretariat of Amnesty International which include -

- Endeavouring to secure throughout the world the observance of the provisions of the Universal Declaration of Human Rights.
- Performing research into cases of violations of the Universal Declaration of Human Rights and assisting individuals suffering thereby.
- Providing assistance to the National Sections of Amnesty International through the International Secretariat which now forms part of the company and is situated in London.
- Disbursing such Relief Funds as the company receives.

Notes to Financial Statements (continued)

The company was incorporated on 6 January 1982 as a company limited by guarantee and not having a share capital. It was inactive until 1 May 1982 when it acquired (for no consideration) the assets and liabilities recorded in the accounts of the International Secretariat and started its activities. The assets and liabilities it acquired were recorded in the company's accounts at their previous book value which the director considers approximated their fair value.

The company's Memorandum of Association requires that all of its income and assets shall be applied towards meeting its objects, as summarised above, and shall not be distributed to its members.

At 31 December 1982 the company had 9 members each of whom had guaranteed to pay a sum not exceeding £1 in the event of the company being wound up. The members of the company are the members of the International Executive Committee of the world-wide movement.

Notes to Financial Statements (continued)

2. ACCOUNTING POLICIES:*a) Basis of presentation*

The financial statements are presented under the historical cost convention and in accordance with the reporting and presentation requirements of the Companies Act 1981 in the format that the director considers most suitable for the company's purpose.

The financial statements comprise the balance sheet of the company as at 31 December 1982 and the results for the eight month period then ended. The balance sheet of International Secretariat of Amnesty International as at 30 April 1982 and the results for the twelve months then ended are presented for comparative purposes only.

b) Income

National Section contributions represent the agreed share of each Section towards the budget of Amnesty International Limited. Provisions have been made against unpaid contributions which Sections have stated they will not or cannot meet.

Donations are accounted for on a cash basis, and include amounts received from Sections over and above their agreed contributions.

Publications revenue represents the sale of publications to Sections and third-parties.

c) Property and equipment

Property and equipment are stated at cost less accumulated depreciation. Depreciation is provided at the following rates -

Freehold buildings	- 1% per annum
Leasehold improvements	- over the period of the lease
Office equipment	- over a period of four years

d) Publications stocks

Publications stocks are stated at the lower of cost and net realisable value.

e) Foreign currencies

Foreign currency assets and liabilities are translated into pounds sterling at the exchange rates ruling at the balance sheet date.

Foreign currency income and expenditure are translated into pounds sterling at the average exchange rates for the year.

3. SHARE CAPITAL AND RESERVES:*a) Share capital*

The company is limited by guarantee and has no share capital.

*b) Reserves**i) General Accumulated Reserve*

It is intended that the General Accumulated Reserve should be maintained at a level which is not less than £200,000 in excess of the cost of the company's freehold premises.

ii) Program Reserve and Special Projects Fund

The Program Reserve and Special Projects Fund receives donations from National Sections to be used for relief and special needs in supporting the operating budget of the company.

iii) Other Reserves

The movement in Other Reserves during the period was as follows:

	31 December 1982	30 April 1982
		(Note 2)
Balance, beginning of period as transferred from Amnesty International -		
Special Projects Fund	£ 158,352	£ —
Erasmus Prize	15,830	16,984
Nobel Peace Prize	12,175	22,654
	<u>186,357</u>	<u>39,638</u>
Transfer to Program Reserve and Special Projects Fund	(186,357)	—
Expenditure for period	—	(11,633)
Balance on Special Projects Fund transferred to reserves	—	158,352
Balance, end of period	<u>£ —</u>	<u>£ 186,357</u>

At the Fifteenth International Council Meeting in 1982, it was decided to transfer the Other Reserves to the Program Reserve and Special Projects Fund. The residual balance of £12,175 on the Nobel Peace Prize will be used to strengthen the worldwide movement of Amnesty International.

iv) The reserves are available for use to meet the aims of the organisations and may not be distributed to the members.

4. CREDITORS:

All amounts included in creditors fall due within one year with the exception of the past service superannuation liability described in Note 12(d).

Other creditors and accruals comprise -

	31 December 1982	30 April 1982
		(Note 2)
Other creditors, including taxation and social security	£ 85,288	£ 74,250
Accruals and deferred income	<u>109,171</u>	<u>79,487</u>
	<u>£194,459</u>	<u>£153,737</u>

5. RELIEF FUNDS:

The International Secretariat is responsible for the administration and disbursement of relief funds it receives. Funds not yet applied towards relief, are held in separate bank accounts and are shown separately as a creditor.

Payments of relief are usually made to prisoners of conscience or their families via intermediaries. This involves entrusting persons whom the International Secretariat considers to be responsible with relief monies, and relying extensively on their integrity and dedication to ensure that the proper persons benefit from relief. It is not always possible or practicable to obtain receipts from beneficiaries of relief monies, but the International Secretariat does have additional sources of information which, it believes, would report any significant instances where relief monies, for one reason or another, did not reach prisoners or their families. No such significant instances have been reported.

The movement on relief is summarised as follows -

	Eight months to 31 December 1982	Twelve months to 30 April 1982 (Note 2)
Increases -		
Specific relief funds received	£ 32,053	£103,445
Interest income	15,441	28,930
	<u>47,494</u>	<u>132,375</u>
Decreases -		
Payments by geographical region -		
Africa	18,755	26,776
Asia	23,345	23,338
Europe	1,360	1,487
Americas	57,691	34,631
Middle East	-	70
Other (including administration charge)	6,522	8,747
	<u>107,673</u>	<u>95,049</u>
Net (decrease) increase for the period	(60,179)	37,326
Balance of relief funds, beginning of period	<u>229,434</u>	<u>192,108</u>
Balance of relief funds, end of period	<u>£169,255</u>	<u>£229,434</u>

6. TANGIBLE FIXED ASSETS:

Movement on the fixed assets accounts during the period was -

	Freehold land and buildings	Leasehold improve- ments	Office equipment	Total
COST -				
Transferred from				
Amnesty International	£ -	£48,146	£138,945	£ 187,091
Additions	<u>1,416,363</u>	-	<u>24,313</u>	<u>1,440,676</u>
31 December 1982	<u>1,416,363</u>	<u>48,146</u>	<u>163,258</u>	<u>1,627,767</u>
DEPRECIATION -				
Transferred from				
Amnesty International	-	45,462	107,034	152,496
Charge	<u>2,330</u>	<u>2,684</u>	<u>12,902</u>	<u>17,916</u>
31 December 1982	<u>2,330</u>	<u>48,146</u>	<u>119,936</u>	<u>170,412</u>
NET BOOK VALUE	<u>£1,414,033</u>	<u>£ -</u>	<u>£ 43,322</u>	<u>£1,457,355</u>

7. OTHER DEBTORS AND PREPAYMENTS:

	31 December 1982	30 April 1982 (Note 2)
Other debtors	£12,250	£12,250
Prepayments and accrued income	<u>53,571</u>	<u>31,699</u>
	<u>£65,821</u>	<u>£43,949</u>

Notes to Financial Statements (continued)

8. CONTRIBUTIONS FROM NATIONAL SECTIONS:

	Eight months to 31 December 1982	Twelve months to 30 April 1982 (Note 2)
Operating Income and Expense - Regular	£1,714,061	£2,472,590
Less - Provision for unpaid contributions	(26,773)	(67,720)
	<u>1,687,288</u>	<u>2,404,870</u>
Program Reserve and Special Projects Fund -		
Premises	102,974	639,275
General	<u>447,847</u>	<u>21,250</u>
	<u>550,821</u>	<u>660,525</u>
	<u>£2,238,109</u>	<u>£3,065,395</u>

9. TURNOVER FROM PRODUCTS:

Sales of publications and audio visuals are shown under income. Related costs of sales and other expenses are included under the appropriate expenditure captions. The results of these activities can be summarised as follows -

	Eight months to 31 December 1982	Twelve months to 30 April 1982 (Note 2)
Turnover	£ 42,405	£ 48,920
Salaries and related costs	86,289	113,369
Other costs	73,747	104,804
	<u>160,036</u>	<u>218,173</u>
Deficit for period	<u>£117,631</u>	<u>£169,253</u>

Notes to Financial Statements (continued)

10. OTHER INCOME:

	Eight months to 31 December 1982	Twelve months to 30 April 1982 (Note 2)
Interest income	£116,366	£155,161
Exchange gains	1,114	2,562
Other receipts	13,219	19,392
	<u>£130,699</u>	<u>£177,115</u>

11. EXPENDITURE:

Total expenditure includes -

	Eight months to 31 December 1982	Twelve months to 30 April 1982 (Note 2)
Director's remuneration	£ 10,714	£ —
Administrative expenses	106,584	137,038
Cost of sales	98,969	156,562
Auditors' remuneration	<u>8,354</u>	<u>11,987</u>

Distribution expenses are not material to the statement of income and expenditure.

Depreciation charged in the period amounted to £17,916 (twelve months to 30 April 1982 - £21,028) of which part has been allocated to administrative expenses and cost of sales.

Notes to Financial Statements (continued)

12. SALARIES AND RELATED EXPENSES:

The following information is given in respect of salaries and related expenses

	Eight months to 31 December 1982	Twelve months to 30 April 1982 (Note 2)
a) Employee costs during the period amounted to		
Salaries	£ 914,366	£1,203,203
Social security costs	87,823	122,858
Superannuation	50,222	83,039
	<u>1,052,411</u>	<u>1,409,100</u>
Related expenses	36,114	40,977
	<u>£1,088,525</u>	<u>£1,450,077</u>
b) The average weekly number of persons employed by the company during the period was	<u>168</u>	<u>163</u>

c) No employee of the company earned more than £30,000 per annum in the period.

d) Past service superannuation liability.

Amnesty International Limited's Retirement Benefits Scheme is an insured scheme which covers most employees. The provision of £11,600 for past service liability at inception of the scheme, which is included in accruals and deferred income, is being amortised over 20 years on a straight-line basis; the unamortised balance at 31 December 1982 was £6,380.

13. TAXATION:

Amnesty International Limited is liable to corporation tax on profits arising from any trading activity and on interest income. No provision for corporation tax has been made in these financial statements since trading losses exceed interest income.

Notes to Financial Statements (continued)

14. PREMISES AND COMMITMENTS:

Present premises -

The lease under which the company occupies its offices in Southampton Street, London WC2 expires on 25 December 1983. No provision has been made in these financial statements for any remedial or redecoration work the premises may need at the end of the lease as the director does not believe that the cost will be significant.

New premises

Amnesty International Limited has purchased premises at 1-7 Easton Street, London WC1 and 45-47 Rosebery Avenue, London EC1 for a consideration of £1,250,000. Work has commenced to alter these premises to suit the company's requirements prior to occupation expected in August 1983. It is estimated that conversion costs and professional fees will bring the final cost to £2,267,000 of which £1,416,000 had been expended at 31 December 1982. It is proposed to finance the balance of £851,000 by internally generated finance, from the Program Reserve and Special Projects Fund and by drawing upon a secured loan facility arranged with Midland Bank plc to the extent that is necessary.

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