

I.W.A. LIMITED

(A company limited by guarantee not having a share capital)

ANNUAL FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2007

NOTICE OF ANNUAL GENERAL MEETING OF I.W.A. LIMITED

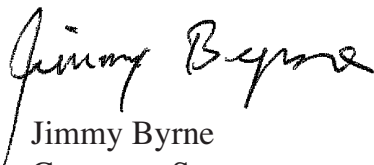
Notice is hereby given that the sixth Annual General Meeting of I.W.A. Limited will be held in the Crowne Plaza Hotel, Santry, Dublin 9 at 10.30 a.m. on Sunday 18th May, 2008.

Ordinary Resolutions

To consider and, if thought fit, to pass the following resolutions which will be proposed as ordinary resolutions.

1. To receive and consider the Company's financial statements for the year ended 31st December 2007 together with the directors' report, and the auditors' report thereon.
2. To elect directors.
3. To authorise the directors to re-appoint the auditors and to fix their remuneration.

By order of the Board



Jimmy Byrne
Company Secretary
I.W.A. Limited
Blackheath Drive
Clontarf, Dublin 3

25th April, 2008

PATRON
Mary McAleese
President of Ireland

DIRECTORS
Gerry McMahon (Chairperson), William A Attley, Molly Buckley, Brendan Byrne, PJ Gorey
Sr Margaret Hogan, Patsy Lane, Jack Lawler, Olan McGowan, Phyllis Nolan, Eileen O'Mahony
Sheila O'Mahony, Joe Sargent, Gerry Sharvin, Danielle Weldon
Chief Executive Officer Kathleen Mc Loughlin Company Secretary Jimmy Byrne
Registered Charity No CHY 5393 I.W.A. Limited Company Registration No 352483



I.W.A. Limited (a company limited by guarantee)

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I.W.A. Limited (a company limited by guarantee)

DIRECTORS AND OTHER INFORMATION

PATRON: Mary McAleese, President of Ireland

DIRECTORS at 22 April 2008:	Main Board	Audit Committee	Property Committee
PRESIDENT Eileen O'Mahony	Member		
CHAIRPERSON Gerry McMahan	Member		
HONORARY SECRETARY Patsy Lane	Member	Member	
HONORARY TREASURER William A Attley	Member	Member	
Molly Buckley	Member		
Brendan Byrne	Member		
P J Gorey	Member		Member
Sr. Margaret Hogan	Member		
Jack Lawler	Member		Member
Olan McGowan	Member		
Phyllis Nolan	Member		
Sheila O'Mahony	Member		
Joe Sargent	Member		
Danielle Weldon	Member		
Gerry Sharvin	Member		

External Advisor to Audit Committee:

Donal Sands

SECRETARY AND REGISTERED OFFICE: James Byrne, Áras Chúchulainn, Blackheath Drive, Clontarf, Dublin 3

CHIEF EXECUTIVE OFFICER: Kathleen McLoughlin

AUDITORS: Horwath Bastow Charleton
Chartered Accountants and Registered Auditors
Marine House, Clanwilliam Court, Dublin 2

PRINCIPAL BANKERS: Bank of Ireland, Killester, Dublin 3

SOLICITORS: Eugene F Collins
Temple Chambers, 3 Burlington Road, Dublin 4

COMPANY REGISTRATION NUMBER 352483

CHARITY REGISTRATION NUMBER CHY 5393

REPORT OF THE DIRECTORS

The directors present their report together with the audited financial statements for the year ended 31 December 2007.

ORGANISATION

I.W.A. Limited is a company limited by guarantee and not having a share capital. It is a registered charity under the Charities Act 1997, ref CHY5393. I.W.A. Limited is governed by its Memorandum and Articles of Association and is managed by a board of directors.

DIRECTORS RESPONSIBILITIES

The directors are required to prepare financial statements on a going concern basis which give a true and fair view of the state of affairs of the company and of its financial activities for the year. In preparing the financial statements, the directors are required to select suitable accounting policies, apply them consistently and make judgements and estimates that are reasonable and prudent. The directors confirm that they have complied with the above requirements in preparing the financial statements.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to ensure that the financial statements comply with the Companies Acts 1963 to 2006 and are prepared with reference to the recommendations of the Statement of Recommended Practice (SORP) Accounting by Charities. To ensure that proper books and accounting records are kept in accordance with Section 202 of the Companies Act, 1990, the company has established appropriate books to adequately record these transactions. The books of account are maintained at the company's offices at Blackheath Drive, Clontarf, Dublin 3. The directors are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

REVIEW OF ACTIVITIES

The company is dedicated to the achievement of full social, economic and educational integration of people with disability as equal, independent and participating members within the general community.

I.W.A. Limited (IWA) continues to play a key role as a leading agency nationally in the development and delivery of a broad range of services including:

Advocacy - a vigorous and effective voice campaigning for positive change on key disability areas;

Research and Development into new concepts of service delivery;

Service delivery, including a wide range of services and activities which have a crucial impact on the quality of life of its members:

- Resource and Outreach Centres
- Assisted Living Services
- Transport Services
- Respite Services
- Peer Counselling
- Information and Publications
- Youth Services
- Housing, Independent Living Services and facilities.
- Sports and Recreational services and facilities.

The directors are satisfied with the company's performance during the year.

Future plans are for the continued provision and expansion of services provided.

A more detailed review of the company's activities is contained within the 2007 Annual Report which is available at www.iwa.ie.

REPORT OF THE DIRECTORS - continued

RESULTS AND RETENTIONS

The results for the year are set out on page 9.

STATE OF AFFAIRS AND EVENTS SINCE THE BALANCE SHEET DATE

In the opinion of the directors, the state of the company's affairs is satisfactory and there has been no material change since the balance sheet date.

DIRECTORS

The membership of the board at 22 April 2008 is set out on page 2.

None of the directors or secretary held any beneficial interest in the company at the balance sheet dates.

Gerry Sharvin, having retired in accordance with Article 45, was re-elected to the board on 10 July 2007.

On 20 May 2007, Kevin Harrison resigned as a director. On 7 December 2007, Andrew Lyall resigned as a director.

In accordance with the Articles of Association, the following directors are required to retire by rotation: William A Attley Sr. Margaret Hogan, Jack Lawler, Gerry McMahon and Phyllis Nolan.

TAXATION STATUS

I.W.A. Limited has been granted charitable status under Sections 207 and 208 of the Taxes Consolidation Act 1997.

RISK MANAGEMENT

The directors are aware of the major risks to which the charity is exposed, in particular those related to the operations and finances of the company, and are satisfied that systems are in place to mitigate exposure to major risks.

INVESTMENT POLICY

In accordance with the Memorandum and Articles of Association, the directors have the power to make investments as they see fit.

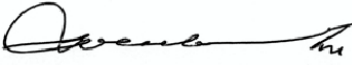

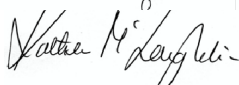
POLITICAL DONATIONS

The Electoral Act, 1997 requires companies to disclose all political donations over €5,079 in aggregate made during the financial year to a political party, member of either house of the Oireachtas or a representative in the European Parliament, or to any candidate for election to same. The directors, on enquiry, have satisfied themselves that no donations have been made by the company.

AUDITORS

Horwath Bastow Charleton is eligible and has expressed a willingness to continue in office in accordance with Section 160(2) of the Companies Act, 1963.

SIGNED ON BEHALF OF THE BOARD:

Gerry McMahon		Chairperson
William A Attley		Honorary Treasurer
Kathleen McLoughlin		Chief Executive Officer

Date: 22 April 2008



Horwath Bastow Charleton
Chartered Accountants
Marine House
Clanwilliam Court
Dublin 2
Telephone 353 1 676 0951
Facsimile 353 1 662 5105
E-Mail post@hbc.ie
Website www.hbc.ie

Independent Auditors Report to the members of I.W.A. Limited

We have audited the financial statements of I.W.A. Limited (a company limited by guarantee not having a share capital) on pages 7 to 17 which have been prepared under the historical cost convention and the accounting policies set out therein.

This report is made solely to the company's members, as a body, in accordance with Section 193 of the Companies Act, 1990. 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 DIRECTORS AND AUDITORS

As described on page 3 the company's directors are responsible for the preparation of the financial statements in accordance with applicable law and the accounting standards issued by the Accounting Standards Board and promulgated by the Institute of Chartered Accountants in Ireland (Generally Accepted Accounting Practice in Ireland).

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, in accordance with Generally Accepted Accounting Practice in Ireland, and are properly prepared in accordance with the Companies Acts, 1963 to 2006. We also report to you whether in our opinion: proper books of account have been kept by the company; whether, at the balance sheet date, there exists a financial situation requiring the convening of an extraordinary general meeting of the company; and whether the information given in the directors' report is consistent with the financial statements. In addition, we state whether we have obtained all the information and explanations necessary for the purposes of our audit and whether the company's financial statements are in agreement with the books of account.

We report to the members if, in our opinion, any information specified by law regarding directors' remuneration and directors' transactions is not given and, where practicable, include such information in our report.

We read the directors' report and consider the implications for our report if we become aware of any apparent misstatement within it.

BASIS OF 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 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.

Justin Baily
Sharon Callen

Colm Byrne
George Kennington

The logo for BAGBYEROF 17 features the company name in a bold, sans-serif font with a stylized '17' to its right.
Aiden Murphy

Brian Conroy
Niall O'Neill

Naoise Cosgrove
Andrew Whitty



Independent Auditors Report to the shareholders of I.W.A. Limited - continued

OPINION

In our opinion, the financial statements give a true and fair view of the state of the company's affairs as at the 31 December 2007 and of its net movement in funds for the year then ended and have been properly prepared in accordance with the Companies Acts 1963 to 2006.

We have obtained all the information and explanations that we consider necessary for the purposes of our audit. In our opinion, proper books of account have been kept by the company. The financial statements are in agreement with the books of account.

In our opinion, the information given in the directors' report on pages 3 and 4 is consistent with the financial statements.

In our opinion, the balance sheet on page 10 does not disclose a financial situation which, under Section 40(1) of the Companies (Amendment) Act 1983, would require the convening of an extraordinary general meeting of the company.

A handwritten signature in black ink, appearing to read "Horwath Bastow Charleton", is written over the printed name of the firm.

Chartered Accountants and Registered Auditors

**Marine House
Clanwilliam Court
Dublin 2**

Date: 22 April 2008

I.W.A. Limited (a company limited by guarantee)

ACCOUNTING POLICIES

The following accounting policies are applied consistently in dealing with items which are considered material in relation to the company's financial statements :

BASIS OF ACCOUNTING

The accounts have been prepared under the historical cost convention and with reference to the recommendations of the revised Statement of Recommended Practice (SORP) Accounting by Charities issued by the Charity Commissioners.

FINANCIAL RESULTS

The accounts include the financial results of I.W.A. Limited and do not include the financial results of Irish Wheelchair Association branches, as these do not operate under the control of I.W.A. Limited.

UNRESTRICTED FUNDS

Unrestricted funds are those which are expendable at the discretion of the directors in furtherance of the objects of the charity. The company has long term obligations in respect of the provision of day activities, respite care, independent living and transport facilities. To meet these obligations, sums (as directed by the directors) are charged against fundraising income and credited to the Statement of Financial Activities. If part of an unrestricted fund is earmarked for a particular project it may be designated as a separate fund, but the designation has an administrative purpose only, and does not legally restrict the directors' discretion to apply the fund.

RESTRICTED FUNDS

Restricted funds are funds received which can only be used for particular purposes specified by the donors and binding on the directors. Such purposes are within the overall aims of the company.

CAPITAL GRANTS

Grants received specifically as a contribution towards the cost of land, buildings and buses are credited directly to the capital fund in the year of receipt. Such grants are amortised to the Statement of Financial Activities on the same basis as the assets are depreciated.

GRANT INCOME

Grant income from the Health Service Executive, other Government Agencies and other sundry sources are either credited when receivable to the Statement of Financial Activities or are deducted from expenses which give rise to the grants. Expenditure grants are credited to the Statement of Financial Activities upon the recognition of the associated expense for which the grant was originally received.

FUNDRAISING INCOME

Fundraising income is credited to the Statement of Financial Activities in the year in which it is received by the company.

DEPOSIT AND INVESTMENT INCOME

Income earned on funds held on deposit and short term investment is treated as unrestricted income.

ACCOUNTING POLICIES - continued

TANGIBLE FIXED ASSETS AND DEPRECIATION

Tangible fixed assets are stated in the balance sheet at cost less accumulated depreciation.

Depreciation is provided on tangible assets with the exception of land, so as to write off the cost less estimated residual value of each asset over its expected useful economic life on a straight line basis at the following annual rates:

Leasehold Property	Over term of lease
Freehold buildings	2% per annum
Motor vehicles	20% per annum
Fixtures & Fittings, Information and Communications Technology	20% to 33.33% per annum

Prior to 1 January 2004, all fixtures and fittings were expensed to the Statement of Financial Activities in the year of expenditure. Since 1 January 2004, all fixtures and fittings are being capitalised at cost and depreciated accordingly.

STOCKS

Stocks comprise workshop parts, wheelchairs and promotional goods. Stocks are valued at the lower of cost and net realisable value.

PENSIONS

The company operates both defined benefit and defined contribution schemes. Pension benefits are funded over the employees' period of service by way of contributions from the company and from employees.

Defined contribution scheme:

Contributions are charged to the statement of financial activities in the year in which they become payable.

Defined benefit scheme

Defined benefit pension scheme assets are measured at fair value. Defined benefit pension scheme liabilities are measured on an actuarial basis using the projected unit credit method. The difference between the fair value of the scheme's assets and the actuarially assessed present value of the scheme's liabilities is disclosed as an asset/liability in the balance sheet.

The defined benefit pension charge to the Statement of Financial Activities comprises current service costs. The excess of the expected return on scheme assets over the interest cost on the scheme is presented in the statement of financial activities as other finance income. Changes to the liability as a result of changes in measurement assumptions or because actual experience is different to that assumed are considered to be an actuarial gain or loss and are included in the statement of financial activities.

I.W.A. Limited (a company limited by guarantee)



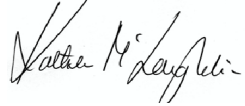
STATEMENT OF FINANCIAL ACTIVITIES

for the year ended 31 December 2007

		Unrestricted Funds 2007	Restricted Funds 2007	Total 2007	Total 2006
	Notes	€	€	€	€
INCOMING RESOURCES					
General donations and bequests		117,660	83,290	200,950	181,008
Activities for generating funds:					
Fundraising		2,360,993	61,362	2,422,355	2,250,454
Other incoming resources		654,978	1,542,842	2,197,820	1,434,867
Deposit and investment income		75,641	0	75,641	27,101
Activities to further the charity's objects	1	22,462	44,738,991	44,761,453	38,064,908
TOTAL INCOMING RESOURCES		<u>3,231,734</u>	<u>46,426,485</u>	<u>49,658,219</u>	<u>41,958,338</u>
RESOURCES EXPENDED:					
Cost of generating funds:					
Fundraising		(1,380,743)	0	(1,380,743)	(1,314,858)
Governance costs		0	(50,820)	(50,820)	(62,315)
Cost of activities in furtherance of the charity's objectives:					
Direct charitable expenditure		(630,644)	(45,988,545)	(46,619,189)	(39,556,670)
TOTAL RESOURCES EXPENDED		<u>(2,011,387)</u>	<u>(46,039,365)</u>	<u>(48,050,752)</u>	<u>(40,933,843)</u>
Depreciation charge	5	(66,154)	(1,155,056)	(1,221,210)	(948,602)
Amortisation of capital grants	10	22,978	681,666	704,644	605,379
		<u>(2,054,563)</u>	<u>(46,512,755)</u>	<u>(48,567,318)</u>	<u>(41,277,066)</u>
NET MOVEMENT IN FUNDS	2	1,177,171	(86,270)	1,090,901	681,272
FUND BALANCES AT START OF YEAR		7,995,753	14,769,135	22,764,888	20,251,047
Actuarial (loss)/gain on pension scheme	12	0	(20,485)	(20,485)	110,313
Movement on capital grant funds		0	1,665,606	1,665,606	1,722,256
FUND BALANCES AT END OF YEAR		<u>9,172,924</u>	<u>16,327,986</u>	<u>25,500,910</u>	<u>22,764,888</u>

All income and expenditure arises from continuing operations.

The financial statements were approved by the Board on 22 April 2008 and signed on its behalf by:

Gerry McMahon		Chairperson
William A Attley		Honorary Treasurer
Kathleen McLoughlin		Chief Executive Officer

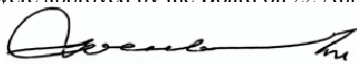
I.W.A. Limited (a company limited by guarantee)

BALANCE SHEET

	Notes	31 December 2007 €	31 December 2006 €
FIXED ASSETS			
Tangible fixed assets	5	17,995,503	15,655,267
Financial assets	6	3	3
		<u>17,995,506</u>	<u>15,655,270</u>
CURRENT ASSETS			
Stocks	7	99,145	67,386
Debtors	8	5,366,233	5,087,026
Cash at bank and in hand		<u>6,901,076</u>	<u>6,659,484</u>
		12,366,454	11,813,896
CREDITORS (Amounts falling due within one year)	9	<u>(4,940,848)</u>	<u>(4,682,451)</u>
NET CURRENT ASSETS		<u>7,425,606</u>	<u>7,131,445</u>
DEFINED BENEFIT PENSION SCHEME SURPLUS/(DEFICIT)	12	<u>79,798</u>	<u>(21,827)</u>
TOTAL NET ASSETS		<u>25,500,910</u>	<u>22,764,888</u>
FUNDS			
Unrestricted funds	10	9,172,924	7,995,753
Restricted funds	10	16,327,986	14,769,135
TOTAL FUNDS		<u>25,500,910</u>	<u>22,764,888</u>

The financial statements were approved by the Board on 22 April 2008 and signed on its behalf by:

Gerry McMahon



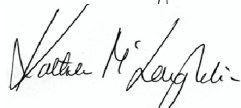
Chairperson

William A Attley



Honorary Treasurer

Kathleen McLoughlin



Chief Executive Officer

I.W.A. Limited (a company limited by guarantee)

STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES

for the year ended 31 December 2007

	Notes	2007 €	2006 €
Net movement in funds		1,090,901	681,272
Actuarial (loss)/gain recognised in the defined benefit pension scheme	12	(20,485)	110,313
Total movement in funds for the year		1,070,416	791,585

RECONCILIATION OF MOVEMENT IN FUNDS

for the year ended 31 December 2007

		2007 €	2006 €
Movement in funds for the financial year		1,090,901	681,272
Actuarial (loss)/gain recognised in the defined benefit pension scheme	12	(20,485)	110,313
		1,070,416	791,585
Opening funds		22,764,888	20,251,047
Movement on capital grant funds		1,665,606	1,722,256
Closing funds		25,500,910	22,764,888

I.W.A. Limited (a company limited by guarantee)

CASHFLOW STATEMENT

for the year ended 31 December 2007

	Notes	2007 €	2006 €
Net cash inflow from operating activities	11	1,221,508	1,769,313
Returns on investments and servicing of finance:			
Interest received		75,641	27,101
Capital expenditure and financial investment:			
Payment to acquire tangible fixed assets		(3,800,311)	(2,276,047)
Receipts from sale of tangible fixed assets		374,504	50,680
Net capital grant receipts		2,370,250	2,327,635
Increase in cash		<u>241,592</u>	<u>1,898,682</u>
RECONCILIATION OF NET CASH FLOW TO MOVEMENTS IN NET FUNDS			
Increase in cash		241,592	1,898,682
Cash at bank and in hand at beginning of year		6,659,484	4,760,802
Cash at bank and in hand at end of year		<u>6,901,076</u>	<u>6,659,484</u>

I.W.A. Limited (a company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS

1 ACTIVITIES TO FURTHER THE CHARITY'S OBJECTS	2007	2006
	€	€
HSE grant funding	37,361,977	30,906,886
Service users' contributions	601,651	659,365
FAS	5,569,861	5,129,893
Miscellaneous funding	1,227,964	1,368,764
	<u>44,761,453</u>	<u>38,064,908</u>
Analysis of activities:		
Resource and outreach centres	16,460,254	15,088,994
Assisted living services	22,879,795	18,075,812
Information and assessment	1,118,979	1,076,237
Respite	2,333,305	2,363,133
Other	1,469,739	1,124,642
Sports	499,381	336,090
	<u>44,761,453</u>	<u>38,064,908</u>
2 NET MOVEMENT IN FUNDS	2007	2006
	€	€
Net movement in funds is stated after charging / (crediting) :		
Directors remuneration (see note 3)	0	0
Depreciation of tangible assets	1,221,210	948,602
(Profit) on disposal of tangible fixed assets	(135,639)	(8,138)
Amortisation of capital grants	704,644	(605,379)
(Decrease) in Defined Benefit Pension Scheme deficit	(122,110)	(90,779)
Auditors' remuneration	50,820	62,315
	<u>50,820</u>	<u>62,315</u>
3 STAFF AND STAFF COSTS	2007	2006
	€	€
The staff costs are comprised of:		
Wages & salaries	36,898,034	31,055,307
Social welfare costs	3,181,372	2,681,956
Pension costs	350,298	565,331
	<u>40,429,704</u>	<u>34,302,594</u>

The average number of persons employed during the financial period was 2,112 (2006: 1,899).

The directors do not receive remuneration for their services as directors. Directly incurred expenses are reimbursed, if claimed, and amounted to €14,827 in 2007 (2006: €25,616).

4 TAXATION

No charge to taxation arises as the company has been granted exemption under Sections 207 and 208 of the Taxes Consolidation Act, 1997.

I.W.A. Limited (a company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS - continued

5 TANGIBLE FIXED ASSETS

	Land and Buildings €	Fixtures, Fittings and ICT €	Motor Vehicles €	Total €
COST				
At 1 January 2007	17,869,546	816,881	4,188,710	22,875,137
Additions	2,607,664	463,376	729,271	3,800,311
Disposals	(270,217)	0	(324,860)	(595,077)
At 31 December 2007	<u>20,206,993</u>	<u>1,280,257</u>	<u>4,593,121</u>	<u>26,080,371</u>
DEPRECIATION				
At 1 January 2007	3,984,038	309,383	2,926,449	7,219,870
On disposals	(59,872)	0	(296,340)	(356,212)
Charge for the year	331,174	309,672	580,364	1,221,210
At 31 December 2007	<u>4,255,340</u>	<u>619,055</u>	<u>3,210,473</u>	<u>8,084,868</u>
NET BOOK VALUE				
At 31 December 2007	<u>15,951,653</u>	<u>661,202</u>	<u>1,382,648</u>	<u>17,995,503</u>
At 31 December 2006	<u>13,885,508</u>	<u>507,498</u>	<u>1,262,261</u>	<u>15,655,267</u>

6 FINANCIAL ASSETS

	2007 €	2006 €
Investments in subsidiary undertaking (at cost) :		
Ability Consultancy Training Limited		
Ordinary shares of €1.27 each, at beginning and end of year	<u>3</u>	<u>3</u>

Information required under Section 158 of the Companies Act 1963 and Section 16 of the Companies (Amendment) Act 1986 is as follows:

Nature of business:	Provision of training services
Registered office:	Áras Chúchulainn, Blackheath Drive, Clontarf, Dublin 3
Country of Incorporation:	Republic of Ireland
Proportion of holding:	100%
Profit after taxation for the year ended 31 December 2007:	€nil
Shareholders' funds at 31 December 2007:	3

7 STOCKS

	2007 €	2006 €
Wheelchair parts	17,925	37,926
Promotional stock	75,248	27,036
Sports stock	5,972	2,424
	<u>99,145</u>	<u>67,386</u>

The replacement cost of stocks is not materially different to the amount stated above.

I.W.A. Limited (a company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS - continued

8 DEBTORS		2007	2006	
		€	€	
Health Service Executive debtors		4,614,721	4,471,690	
FAS debtors		234,309	152,198	
Prepayments and other debtors		517,203	463,138	
		<u>5,366,233</u>	<u>5,087,026</u>	
9 CREDITORS (amounts falling due within one year)		2007	2006	
		€	€	
Trade creditors		1,065,256	797,073	
Payroll taxes		694,789	714,391	
Accruals		2,027,563	2,143,167	
Deferred Income- Dublin North East Region		181,929	288,043	
Deferred Income- Dublin Mid Leinster Region		37,649	23,076	
Deferred Income- West Region		200,293	109,190	
Deferred Income- South region		334,417	598,011	
Deferred Income- Other		3,235	9,500	
Project Advances - Mallow Project		395,717	0	
		<u>4,940,848</u>	<u>4,682,451</u>	
10 CLOSING FUND BALANCES		2007	2006	
		€	€	
Unrestricted Funds:				
Opening balance		7,995,753	6,877,886	
Net incoming resources		1,177,171	1,117,867	
		<u>9,172,924</u>	<u>7,995,753</u>	
Restricted Funds:	Current	Capital	Total	Total
	2007	2007	2007	2006
	€	€	€	€
Opening balance	110,331	14,658,804	14,769,135	13,373,161
Net capital grant receipts	0	2,370,250	2,370,250	2,327,635
Amortisation	0	(704,644)	(704,644)	(605,379)
Net incoming resources	(86,270)	0	(86,270)	(436,595)
Actuarial (loss)/gain on pension scheme	0	(20,485)	(20,485)	110,313
	<u>24,061</u>	<u>16,303,925</u>	<u>16,327,986</u>	<u>14,769,135</u>

NOTES TO THE FINANCIAL STATEMENTS - continued

11 CASH FLOW STATEMENT

RECONCILIATION OF OPERATING SURPLUS TO NET CASH INFLOW FROM OPERATING ACTIVITIES

	2007	2006
	€	€
Net incoming resources	1,090,901	681,272
Depreciation	1,221,210	948,602
Amortisation of capital grants	(704,644)	(605,379)
Interest receivable	(75,641)	(27,101)
(Increase)/Decrease in stocks	(31,759)	68,175
(Increase)/Decrease in debtors	(279,207)	1,161,650
Increase/(Decrease) in creditors	258,397	(358,989)
(Profit)/Loss on disposal of tangible fixed assets	(135,639)	(8,138)
(Decrease) in pension deficit (exclusive of actuarial loss)	(122,110)	(90,779)
	1,221,508	1,769,313
Net cash inflow from operating activities		

12 PENSIONS

I.W.A. Limited operates defined benefits and defined contribution schemes for employees.

Defined Benefits Pension Scheme

The company operates a defined benefit pension scheme. The scheme assets are held in separate trustee administered funds.

Valuation

The valuation is based on the most recent actuarial valuation (1 January 2005) and has been updated by the actuary to 31 December 2007 so as to comply with the requirements of FRS 17 in order to assess the liabilities of the scheme at 31 December 2007.

The actuarial method used for the valuation is the Projected Unit Method and the major assumptions used to calculate the scheme liabilities under FRS 17 are set out below:

	2007	2006
	% per annum	% per annum
Discount rate	4.50	4.50
Inflation rate	2.25	2.25
Salary Increases	3.00	3.00
Long term rate of return expected:		
Equities	7.00	7.00
Bonds	4.50	4.00
Property	6.00	6.00
Other	2.50	2.00

	2007	2006
	€	€
Assets in the scheme at 31 December 2007		
Equities	583,745	507,187
Bonds	361,658	376,116
Property	38,713	33,243
Other	34,638	33,243
	1,018,754	949,789
Actuarial value of pension scheme liabilities	(938,956)	(971,616)
Recoverable surplus/(deficit) in the scheme	79,798	(21,827)
Related deferred tax asset	0	0
	79,798	(21,827)
Net pension surplus/(liability)		

I.W.A. Limited (a company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS - continued

The full amount chargeable under FRS 17 are:	2007	2006
	€	€
Chargeable against incoming resources:		
Current service cost	10,921	22,439
Past service cost	0	0
Total operating charge	10,921	22,439
Creditable to other finance income		
Expected return on pension scheme assets	56,454	51,308
Interest on pension scheme liabilities	(44,214)	(56,984)
Net surplus/(deficit)	12,240	(5,676)
Recognisable on the statement of total recognised gains and losses:		
Actual return less expected return on pension scheme asset	(104,190)	(17,234)
Experience gains and losses arising on scheme liabilities	(13,048)	74,218
Changes in assumptions underlying the present value of liabilities	96,753	53,329
	(20,485)	110,313
Movement in surplus/(deficit) during the year	2007	2006
	€	€
Deficit in scheme at 1 January	(21,827)	(222,920)
Current Service	(10,921)	(22,439)
Contributions	120,791	118,895
Other finance income	12,240	(5,676)
Actuarial (loss)/gain	(20,485)	110,313
Surplus/(Deficit) in scheme at 31 December	79,798	(21,827)

Defined Contribution Pension Scheme

The assets of the scheme are held separately from those of the company in an independently administered fund.

Pension Costs

The pension cost charged in respect of the schemes for the year was €350,298 (2006 : €65,331).

13 CAPITAL COMMITMENTS

At 31 December 2007 the company had entered into contracts for the construction or purchase of properties amounting to €2,466,000 (2006: €575,000).

14 CONTINGENT LIABILITIES

In the event that the company should cease to use certain properties for which grants were received, these grants could become repayable in part or in whole up to an amount of €2,561,728 at 31 December 2007 (2006: €2,730,466).