

Company Registration Number: 3464207

WORLD HEADACHE ALLIANCE

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

Registered Charity Number: 1080527

REPORT AND ACCOUNTS

Year ended 31st December 2005

WORLD HEADACHE ALLIANCE

Registered Office: 41, Welbeck Street, London, W1G 8EA

REPORT AND ACCOUNTS - YEAR ENDED 31ST DECEMBER 2005

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WORLD HEADACHE ALLIANCEREPORT OF THE COUNCIL OF MANAGEMENT

The members of the council of management, who act as directors and trustees, present their report together with the accounts of the World Headache Alliance (WHA) for the year ended 31st December 2005. The accounts have been prepared in accordance with the Companies Act 1985 and the Statement of Recommended Practice - Accounting and Reporting by Charities issued by the Charity Commissioners for England and Wales in October 2000.

Name and registration

WHA is a company limited by guarantee and not having a share capital, registration number 3464207, and is a registered charity, number 1080527.

The company is governed by its memorandum and articles of association. Membership is restricted to organizations, incorporated or otherwise, who are concerned with objects similar to WHA and have at least ten members, a substantial proportion of which are lay, and have been recommended by one member of WHA.

Members of the council of management

The members of the council of management who served throughout the year under review, or since the date of appointment, were as follows:-

Ms. H. Kettinen (Honorary chairman)
 Dr. T. J. Steiner (Honorary secretary)
 Ms. A. Hallam
 Mr. P. Lefebvre (appointed 12th October 2005)
 Dr. K. Ravishankar

In addition, Dr. F. D. Sheftell, the founder Chairman of the Alliance, and Mr. L. Taboas served as members of the council of management from 1st January 2005 until their retirements on 12th October 2005 and Mr. A. Bartle served as a member of the council of management from 1st January 2005 until his retirement on 27th November 2005. WHA would like to thank them all. Their service and commitment to WHA in the course of years has been invaluable.

Registered office

The registered office of the company is:-

41 Welbeck Street
 London, W1G 8EA

Professional advisers

Bankers	Bank of Montreal 240 Leighland Avenue Oakville Ontario Canada, L6H 3H6	and	National Westminster Bank plc P O Box 65 2 Chestergate Macclesfield Cheshire, SK11 6BS
Solicitors	Ambrose Appelbe 7 New Square Lincoln's Inn London, WC2A 3RA	Auditors	Griffin Stone, Moscrop & Co 41 Welbeck Street London, W1G 8EA

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WORLD HEADACHE ALLIANCEREPORT OF THE COUNCIL OF MANAGEMENT (Continued)Objects and principal activities

The objects and principal activities of WHA are to relieve the suffering of people with headache throughout the world, in particular but not exclusively by sharing information among the headache organisations and by increasing the awareness and understanding of headache as a public health concern and its profound social and economic impact.

The income and property of the company are applied solely towards the promotion of its objects.

Review of the development, activities and achievements of WHA

WHA held its relevant annual general meeting on 12th October 2005 in Kyoto, Japan. The number of trustees was reduced from six to four Lay and from three to two non-Lay. The first Lay chairman of WHA, Ms. Hilkkä Kettinen, was appointed by International Headache Society.

WHA promoted its activities and those of its member organisations through its website, which had an increasing number of visits, approximately 250,000 per month. Also the electronic newsletter Heads Up! received new readers and subscribers. WHA also provided an electronic newsletter for members and the annual report.

WHA together with European Headache Federation and University of Essen, Germany participated a meeting in Rome, Italy in June, where the "Rome Declaration" for headache in Europe was produced.

World Headache Awareness Month (WHAM) in September had a theme "Headache Help Around the World" and a support kit was sent to all member organisations.

WHA participated in two major international congresses during 2005. In October WHA held a Global Convention as a joint session with *Lifting The Burden*, the Global Campaign to Reduce the Burden of Headache Worldwide and World Health Organisation in the 12th International Headache Congress in Kyoto, Japan. WHA also participated the congress exhibition. In November WHA went to World Congress of Neurology in Sydney, Australia, where we shared an exhibition space with International Headache Society and *Lifting The Burden*.

WHA will continue to further its objectives which were agreed in the Council meeting in London in November. The Alliance has finished a long strategic planning process and will seek to strengthen its position as an advocacy organisation by forming partnerships with its member organisations, networks and cross-sector alliances with whom we aim to raise awareness of headache as a major public health problem through education, the use of media and dissemination of information. There has been increasing interest to join WHA and we have received inquiries from parts of the world where there are no lay groups, such as Africa and India. We look forward to working together with the current and new volunteers towards our vision: headache recognised, respected, treated and relieved - everywhere.

Results and financial review

The statement of financial activities on page 5 of the accounts shows total incoming resources of £209,121 and net incoming resources of £38,603 in the year under review. In common with most not-for-profit headache organisations, WHA found the financial environment more challenging in 2005 than in previous years. Support for core and administrative costs was particularly difficult to realise. As part of a planned cost-curtailment exercise, WHA reluctantly took the decision early in the year to terminate the paid position of development officer. At the end of the year, it was also thought prudent to release the chief operating officer, who for personal reasons could no longer give a full-time commitment to WHA. She was replaced for the time being by a part-time administrator, Carol Taylor.

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WORLD HEADACHE ALLIANCEREPORT OF THE COUNCIL OF MANAGEMENT (Continued)Results and financial review (continued)

The members of the council of management are of the opinion that the overall state of affairs of WHA at 31st December 2005 is satisfactory.

WHA works in conjunction with charities and like-minded bodies throughout the world in the pursuit of its objects.

Reserves policy and risk management

As a developing charity it is the policy of WHA to build up its general fund so that it can undertake future activities.

A review of the major risks to which WHA is exposed has been undertaken and the members of the council of management are satisfied that procedures are in place to mitigate those risks. The members of the council of management have put in place a risk management strategy appropriate to WHA and its activities.

Investment policy

Any significant amounts of cash held which are unlikely to be expended in the immediate future are placed on deposit (including redeemable twelve month deposits). As a developing charity the members of the council of management consider this to be the appropriate policy as it is low risk and makes funds accessible if required to further WHA's objectives.

Members

At 31st December 2005 there were 37 member organizations of WHA in 24 countries. The liability of the members in the event of WHA being wound up is limited to £1 per member. This liability continues for one year after membership ceases.

Council of management members' responsibilities

The members of the council of management are responsible for preparing the report of the council of management and the accounts in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice.

The members of the council of management are required to prepare accounts for each financial year which give a true and fair view of the state of affairs of the company and the incoming resources and application of resources, including its income and expenditure, for the year. In preparing those accounts, the members of the council of management are required to:

- Select suitable accounting policies and then apply them consistently;
- Make judgements and estimates that are reasonable and prudent; and
- Prepare the accounts on the going concern basis unless it is inappropriate to presume that the company will continue in operation.

The members of the council of management are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and which enable them to ensure that the accounts comply with the Companies Act 1985. They 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.

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WORLD HEADACHE ALLIANCE

REPORT OF THE COUNCIL OF MANAGEMENT (Continued)

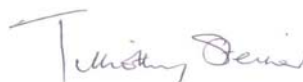
Auditors

A resolution to re-appoint Griffin Stone, Moscrop & Co., Chartered Accountants and Registered Auditors, as auditors of the company will be proposed at the annual general meeting.

General

In preparing the above report the council of management has taken advantage of the special provisions of Part VII of the Companies Act 1985 relating to small companies.

Approved by the council of management on 14th August 2006 and signed on its behalf by:-



T. J. Steiner
Honorary Secretary

WORLD HEADACHE ALLIANCESTATEMENT OF FINANCIAL ACTIVITIESINCLUDING THE INCOME AND EXPENDITURE ACCOUNT

<u>FOR THE YEAR ENDED:</u>	<u>Note</u>	<u>31ST DECEMBER 2005</u>			<u>2004</u>
		<u>Unrestricted -general fund</u>	<u>Restricted funds</u>	<u>Total</u>	<u>Total</u>
Incoming resources	1b)				
Donations and similar income					
Grants and donations received		63,825	121,177	185,002	195,381
Investment income					
Bank interest receivable		829	14,234	15,063	11,743
Other incoming resources					
Gains on exchange		9,056	-	9,056	-
Total incoming resources		<u>73,710</u>	<u>135,411</u>	<u>209,121</u>	<u>207,124</u>
Resources expended	1c)				
Costs of generating funds	2	12,465	-	12,465	15,679
Charitable expenditure					
Costs of activities in furtherance of the charity's objects	3	62,768	28,041	90,809	128,297
Support costs	4	14,650	6,000	20,650	23,084
Managing and administering the charity	5	46,488	106	46,594	56,997
Total resources expended		<u>136,371</u>	<u>34,147</u>	<u>170,518</u>	<u>224,057</u>
Net incoming/(outgoing) resources before taxation and transfers		(62,661)	101,264	38,603	(16,933)
Taxation		-	-	-	-
Net incoming/(outgoing) resources after taxation but before transfers		(62,661)	101,264	38,603	(16,933)
Transfers between funds		-	-	-	-
Net movement in funds		(62,661)	101,264	38,603	(16,933)
Fund balances, 31st December 2004, brought forward		<u>99,117</u>	<u>374,709</u>	<u>473,826</u>	<u>490,759</u>
Fund balances, 31st December 2005, carried forward	£	<u>36,456</u>	<u>475,973</u>	<u>512,429</u>	<u>473,826</u>

Continuing operations

No activities were commenced or discontinued during the above two financial years.

Total recognised gains and losses

The statement of financial activities includes all gains and losses recognised in the above two financial years.

The attached notes form part of these accounts.

WORLD HEADACHE ALLIANCE

<u>BALANCE SHEET</u>	<u>Note</u>	<u>31ST DECEMBER 2005</u>	<u>2004</u>
<u>Fixed assets</u>			
Tangible assets	7	-	1,119
<u>Current assets</u>			
Debtor	8	14,528	-
Cash at bank		510,758	480,953
		<u>525,286</u>	<u>480,953</u>
<u>Deduct: Creditors: amounts falling due within one year</u>	9	<u>12,857</u>	<u>8,246</u>
Net current assets		512,429	472,707
Total assets less current liabilities		<u>£ 512,429</u>	<u>473,826</u>
 <u>Funds</u>			
	10		
Unrestricted - general fund		36,456	99,117
Restricted		475,973	374,709
		<u>£ 512,429</u>	<u>473,826</u>

The members of the council of management have taken advantage in the preparation of the accounts of the special provisions of Part VII of the Companies Act 1985 relating to small companies.

Approved and authorised for issue by the council of management on 14th August 2006 and signed on its behalf by:-


 T. J. STEINER

)
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)
) MEMBER OF THE COUNCIL
) OF MANAGEMENT

The attached notes form part of these accounts.

WORLD HEADACHE ALLIANCENOTES TO THE ACCOUNTS - 31ST DECEMBER 20051. Accounting policies

a) Basis of accounting

The accounts have been prepared under the historical cost convention, in accordance with the provisions of the Companies Act 1985, the Statement of Recommended Practice - Accounting and Reporting by Charities issued by the Charity Commissioners for England and Wales in October 2000 and applicable United Kingdom Accounting Standards.

In accordance with Financial Reporting Standard No. 1, the Alliance is exempt from the requirement to prepare a cash flow statement as it is a small company.

b) Incoming resources

All incoming resources are accounted for in the period to which they relate and are allocated between unrestricted and restricted funds as appropriate.

c) Resources expended

Resources expended are taken into account on the accruals basis, inclusive of value added tax which cannot be recovered. All resources expended are allocated between unrestricted and restricted funds as appropriate. The chief operating officer's fees are apportioned between support costs and costs of managing and administering the charity on the basis of time spent on those areas.

d) Depreciation

Depreciation was provided on the tangible fixed assets at 25% per annum on written down value so as to write off the cost of the assets over their estimated useful working lives.

e) Foreign currency transactions

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange in operation at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of each transaction. Exchange differences are taken into account in arriving at the net incoming/(outgoing) resources.

f) Restricted funds

All restricted funds relate to grants and donations received for specific purposes within the WHA's objects. Full details of the WHA's restricted funds are given in note 10 to the accounts.

2. Costs of generating funds

	Unrestricted <u>-general fund</u>	Restricted <u>funds</u>	<u>Total</u>	2004 <u>Total</u>
Development officer's fees and expense:	£ 12,465	-	12,465	15,679
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

WORLD HEADACHE ALLIANCENOTES TO THE ACCOUNTS - 31ST DECEMBER 2005 (Continued)

	<u>Unrestricted</u> <u>-general fund</u>	<u>Restricted</u> <u>funds</u>	<u>Total</u>	<u>2004</u> <u>Total</u>
3. <u>Costs of activities in furtherance of the charity's objects</u>				
Meetings expenses	22,317	-	22,317	27,184
Website costs	27,047	-	27,047	25,815
SPOG expenditure	-	-	-	13,771
Global Campaign expenditure	-	26,786	26,786	52,676
Kyoto Sasakawa expenditure	-	1,255	1,255	-
WHO neurologist	8,710	-	8,710	-
Education material and training	653	-	653	3,076
Abstracts and exhibits	4,041	-	4,041	5,775
	<u>£ 62,768</u>	<u>28,041</u>	<u>90,809</u>	<u>128,297</u>
4. <u>Support costs</u>				
Chief operating officer's fees	14,650	6,000	20,650	19,121
Project support	-	-	-	3,963
	<u>£ 14,650</u>	<u>6,000</u>	<u>20,650</u>	<u>23,084</u>
5. <u>Managing and administering the charity</u>				
Chief operating officer's fees	21,975	-	21,975	28,681
Travel, hotel, subsistence and meetings expenses	2,949	-	2,949	5,326
Printing	-	-	-	524
Telephone and internet	2,981	-	2,981	4,487
Postage and courier charges	447	-	447	1,177
Other office expenses	5,626	-	5,626	5,658
Auditors' remuneration (see below)	7,762	-	7,762	4,598
Bookkeeping charges	3,168	-	3,168	2,717
Bank charges	461	106	567	565
Losses on exchange	-	-	-	2,891
Loss on disposals of tangible fixed assets	1,119	-	1,119	-
Depreciation	-	-	-	373
	<u>£ 46,488</u>	<u>106</u>	<u>46,594</u>	<u>56,997</u>

Auditors' remuneration can be divided as to £2,725 (2004 - £2,500) for audit work and £5,037 (2004 - £2,098) for non-audit work and out of pocket expenses.

WORLD HEADACHE ALLIANCENOTES TO THE ACCOUNTS - 31ST DECEMBER 2005 (Continued)6. Trustees' expenses and fees

Seven (2004 - eight) members of the council of management were reimbursed for necessarily incurred expenses during the year. Such expenses are included in the appropriate categories of charitable expenditure and totalled £29,608 (2004 - £23,036). In addition, Dr. T. J. Steiner charged the WHA fees of £4,290 in respect of the chairmanship of the WHA's Global Campaign (2004 - £4,480 in respect of document preparation on behalf of the WHA). These amounts are included in Global Campaign expenditure within costs of activities in furtherance of the charity's objects.

7. Tangible fixed assets

Furniture and equipment

Cost

At 1st January 2005	4,856
Disposals during year	(4,856)
	<hr/>
At 31st December 2005	-
	<hr/>

Depreciation

At 1st January 2005	3,737
Eliminated on disposals	(3,737)
	<hr/>
At 31st December 2005	-
	<hr/>

Net book value,

31st December 2005	£ -
	<hr/> <hr/>

Net book value,

31st December 2004	£ 1,119
	<hr/> <hr/>

The tangible fixed assets were used wholly for management and administration purposes.

8. Debtor

	<u>2005</u>	<u>2004</u>
Other debtor	£ 14,528	-
	<hr/> <hr/>	<hr/> <hr/>

9. Creditors: amounts falling due within one year

	<u>2005</u>	<u>2004</u>
Other creditors	£ 12,857	8,246
	<hr/> <hr/>	<hr/> <hr/>

WORLD HEADACHE ALLIANCENOTES TO THE ACCOUNTS - 31ST DECEMBER 2005 (Continued)10. Funds

	<u>As at</u> <u>01.01.2005</u>	<u>Total resources</u>		<u>Transfers</u> <u>between</u> <u>funds</u>	<u>As at</u> <u>31.12.2005</u>
		<u>Incoming</u>	<u>Outgoing</u>		
Unrestricted					
- general fund	99,117	73,710	(136,371)	-	36,456
Restricted					
- Millennium fund	339,716	88,008	-	(250,000)	177,724
- SPOG fund	3,671	-	-	-	3,671
- Global Campaign fund	31,322	42,448	(32,892)	-	40,878
- Global Campaign - HR fund	-	2,955	-	250,000	252,955
- Kyoto Sasakawa fund	-	2,000	(1,255)	-	745
	<u>374,709</u>	<u>135,411</u>	<u>(34,147)</u>	<u>-</u>	<u>475,973</u>
Total funds	£ <u>473,826</u>	<u>209,121</u>	<u>(170,518)</u>	<u>-</u>	<u>512,429</u>

	<u>Unrestricted</u> <u>-general fund</u>	<u>Restricted</u> <u>funds</u>	<u>Total</u>
Analysis of net assets between funds			
Fund balances at 31st December 2005			
are represented by:-			
Current assets	49,313	475,973	525,286
Current liabilities	(12,857)	-	(12,857)
	<u>£ 36,456</u>	<u>475,973</u>	<u>512,429</u>

Restricted funds

The Millennium fund represents the donation by British Association for the Study of Headache (BASH) of proceeds from Headache World 2000, a conference held in 2000, organised by BASH, European Headache Federation (EHF), International Headache Society (IHS), Migraine Trust and WHA, in order to support collaboration between WHA, EHF and IHS in a programme of joint action of scientific study under the auspices of the World Health Organization (WHO) to discover, increase awareness of and study the effect of healthcare systems in order to mitigate the burdens attributable to headache disorders worldwide, net of applicable expenditure incurred to date. In 2005 part of this fund was set aside as the Global Campaign - HR fund (see below).

The SPOG (Strengthening Patient Organizations Globally) fund represents grants received for the provision of accessible articulation of current headache disability and burden research around the world together with the provision of training for member organizations to best utilize this to raise awareness of the great burden of headache disorders in both their regions and globally, net of applicable expenditure incurred to date.

The Global Campaign fund represents donations received in respect of Lifting The Burden, the global campaign to reduce the burden of headache worldwide, a joint initiative between WHA, EHF, IHS and WHO, net of applicable expenditure incurred to date.

WORLD HEADACHE ALLIANCENOTES TO THE ACCOUNTS - 31ST DECEMBER 2005 (Continued)10. Funds (continued)

Restricted funds (continued)

The Global Campaign - HR fund represents part of the Millennium fund that has been set aside in order to support human resources relating to the Global Campaign. The members of the council of management are of the opinion that this segregation gives a much clearer view of the uses to which the Millennium fund has been, and will be, put and the Global Campaign - HR fund is entirely complementary to the inherent restrictions of the Millennium fund.

The Kyoto Sasakawa fund represents a grant awarded by The Great Britain Sasakawa Foundation to support work in connection with the WHA's UK - Japan link, net of applicable expenditure incurred to date.

11. <u>Changes in resources available for use</u>	<u>Unrestricted</u> <u>fund</u>	<u>Restricted</u> <u>funds</u>	<u>Total funds</u> <u>2005</u>	<u>Total funds</u> <u>2004</u>
Net movement in funds	(62,661)	101,264	38,603	(16,933)
Net decrease in tangible fixed assets	1,119	-	1,119	373
Net movement in funds available for future use	£ (61,542)	101,264	39,722	(16,560)

12. Members' liability

The liability of the members is limited to £1 per member.

13. Material incoming resources

The major sources of material incoming resources are two charities with similar objects to the Alliance and corporations involved in the medical profession.

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF
THE WORLD HEADACHE ALLIANCE

We have audited the accounts of the World Headache Alliance for the year ended 31st December 2005 on pages 5 to 11. These accounts have been prepared under the accounting policies set out on page 7.

This report is made solely to the company's members, as a body, in accordance with Section 235 of the Companies Act 1985. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state thereto in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the 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 council of management members and auditors

As described on page 3, the members of the council of management, who act in the role of directors and trustees, are responsible for the preparation of the report of the council of management and the accounts in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Our responsibility is to audit the accounts 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 accounts give a true and fair view and are properly prepared in accordance with the Companies Act 1985. We also report to you if, in our opinion, the report of the council of management is not consistent with the accounts, if the 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 trustees' remuneration and transactions is not disclosed.

We read the report of the council of management and consider the implications for our report if we become aware of any apparent mis-statements 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 accounts. It also includes an assessment of the significant estimates and judgements made by the members of the council of management in the preparation of the accounts, 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 information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the accounts are free from material mis-statement, 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 accounts.

Opinion

In our opinion the accounts:

- give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of the company's affairs as at 31 December 2005, and of its incoming resources and application of resources, including its income and expenditure, in the year then ended; and
- have been properly prepared in accordance with the Companies Act 1985.



41 Welbeck Street
London W1G 8EA
17th August 2006

GRIFFIN STONE, MOSCROP & CO
CHARTERED ACCOUNTANTS
AND REGISTERED AUDITORS