



**UK Independence Party**

United Kingdom Independence Party Limited  
(A company limited by guarantee)

Report and Accounts  
Year ended  
31 December 2012

**United Kingdom Independence Party Limited**  
**(A company limited by guarantee)**

**Report and accounts**

**Year ended**

**31 December 2012**

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**United Kingdom Independence Party Limited**  
**(A company limited by guarantee)**

**Party Information**

Party officers registered at 31 December 2012 under Political Parties, Elections and Referendums Act 2000 ('PPERA') were:

Central Party

Party Leader:  
Nigel Farage MEP

Nominating Officer:  
Peter David Reeve

Party Chairman:  
Steve Crowther

Chief Executive:  
Will Gilpin

Company Secretary:  
Steve Crowther

Party Treasurer:  
Stuart Wheeler

Registered Office / Party Headquarters:  
Lexdrum House Unit 1  
King Charles Business Park  
Old Newton Road, Heathfield  
Newton Abbot, Devon  
TQ12 6UT

Auditors:  
CK Partnership Limited  
1 Old Court Mews  
311 Chase Road  
London  
N14 6JS

**United Kingdom Independence Party Limited**  
**(A company limited by guarantee)**

Company Number 5090691

**Report and Accounts**  
**For the year ended 31 December 2012**

**Introduction – Foreword by the Party Chairman**

The year was one of accelerating growth for the Party, and significant success within the UK political system.

In last year's report I stated that we were poised to overtake the Liberal Democrats and become the third party nationally, in polling terms. This was achieved during 2012, and transformed our position with respect to the political and media establishment.

The party started the year with 17,184 members, a number which had been growing slowly during the previous year. In the first by-election, in Bradford West in March, we were the only party other than Respect to increase our share of the vote.

With UKIP regularly polling ahead of the Liberal Democrats in mid-year, the BBC and other media began to recognise the Party as part of a four-way mainstream political establishment. Our National Conference in September was extremely well covered by all national media, including the BBC Today Programme.

In November we fought six by-elections; three on November 19 and three more a fortnight later. In the first three, we achieved a strong third place in Corby with 14.3%, our best by-election result to date, while in Manchester Central we missed out on third place by only six votes. A fortnight later, we achieved second place in both Rotherham and Middlesbrough, and third in Croydon North. Our Rotherham result at 21.7% was a new record for the Party.

These successes contributed to a significant increase in our membership, which had reached 20,409 by the end of the year and was rising at the rate of 1,000 per month. This, coupled with very strong donations, has significantly increased the financial stability of the Party.

There was a steady stream of defections to the Party during the year, including Lord Stevens of Ludgate, Roger Helmer MEP and a number of sitting Councillors. In December, we appointed our first Chief Executive, Will Gilpin, to help build a more professional management organisation and improve our communications.

UKIP's fortunes, both politically and financially, continue to improve at a smart pace.

Steve Crowther  
Party Chairman  
3 June 2013

# **United Kingdom Independence Party Limited**

## **(A company limited by guarantee)**

Company Number 5090691

**Report of the Party Officers**  
**For the year ended 31 December 2012**

### **Administrative information**

#### **Accounting Units**

The number of Accounting Units registered with the Electoral Commission at 31 December 2012 was 277 (2011: 272).

#### **Membership**

Party membership as at 31 December 2012 was 20,409 (2011: 17,184).

#### **Corporate governance**

The National Executive Committee is the governing body of the UK Independence Party Ltd and is responsible for all operational matters including fund-raising, membership and rules for candidate selection and compliance with the legislative requirements of the party. It is made up of representatives from members of the party, who are elected to serve terms of up to three years. There is no restriction on re-election to the National Executive Committee.

The National Executive Committee meets approximately once a month as needs demand and works closely with the senior management of the party, elected representatives and the voluntary membership.

The following is a complete list of the party's committees.

Committee Name	Chairman
National Executive Committee	Steve Crowther
The following are sub-committees of the Party's National Executive Committee:	
Finance and Remuneration Committee	Stuart Wheeler
Policy Committee	To be appointed
MEP Selection Committee	Steve Crowther

#### **Sovereign Draw Ltd**

While not a quasi-subsiidiary, during the year under review, Sovereign Draw Ltd was established to run monthly lotteries and donated the sums shown under note 18, other income.

**United Kingdom Independence Party Limited**  
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**Report of the Party Officers**  
**For the year ended 31 December 2012 (Continued)**

**Policy development**

The party published a broad ranging Local Election manifesto in March 2012, with detailed proposals covering all areas of local government policy.

This continued to demonstrate the party's ability to compete as a potential party to run a local government administration, based on the principles of personal freedom, national and local democracy, small government and tax reduction. This eventuality had already come to pass, of course, when the party gained control of Ramsey Town Council in the May local elections in 2011.

The party remains committed to replacing membership of the European Union with a free trade agreement, and the development of direct trading relationships with other partner countries in the global economy, especially the Commonwealth. Once again, the over £45m a day 'subscription' cost of the EU was a key electoral message, along with the consequences of unlimited immigration.

One of the party's general election proposals of 2010, to remove from all income tax citizens earning less than £11,500, representing a full working week on the minimum wage, is being gradually adopted by the Coalition Government, who have subsequently announced significant increases in the personal allowance.

**Elections**

The party contested seven by-elections in 2012 (2011 – three), the best result of which was in Rotherham where UKIP came second, gaining four times as many votes as the governing Conservative party.

The party fielded 691 candidates in the local elections in May, including a number of candidates from Young Independence. An increasing number of UKIP candidates came second with the party again increasing its share of the vote in all areas. Once again, in a number of cities UKIP became established as the third political party in the UK.

**Campaigns**

The party continued to mount campaigns specifically against the proliferation of wind turbines, and against the effects of continuing unlimited mass immigration.

As with 2011, during 2012, several polls and surveys continued to show that the majority of British people now favour withdrawal from the European Union. In addition, immigration continued to emerge as the second most important issue for voters, after the economy.

**United Kingdom Independence Party Limited**  
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Company Number 5090691

**Directors' Report**

**For the year ended 31 December 2012**

The directors present their report and accounts for the year ended 31 December 2012.

**Principal activities and business review**

The company is limited by guarantee without share capital. The guarantee of the members is limited to a contribution of £1 each in the event of the company being wound up. The Company's principal activity during the year continued to be that of The Party.

**Directors and their interests**

All members of the National Executive Committee of UKIP are appointed as directors of the company and each director is a guarantor of the company. The directors serving during the year, and at the time this report was approved, were as follows:

S Allison (Resigned 24.1.12)

Ms L Bours

A Bown

D A Coburn (Appointed 6.2.12)

S J Crowther

G S Curtis

D E Denny

N P Farage

N Garbutt (Appointed 5.1.12)

M N Hamilton

M J McGough

A R Micklethwait (Resigned 1.5.13)

A Moncreiff (Resigned 18.3.13)

H M Williams

D S Fairweather (Appointed 5.3.13)

C Pain (Appointed 4.3.13)

P Wauchope (Appointed 4.3.13)

**Disclosure of information to auditors**

Each person who was a director at the time this report was approved confirms that:

- So far as he/she is aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware; and

**United Kingdom Independence Party Limited**  
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Company Number 5090691

**Directors' Report (continued)**  
**For the year ended 31 December 2012**

**Disclosure of information to auditors (Continued)**

- He/she has taken all the steps that he/she ought to have taken as a director in order to make himself/herself aware of any relevant audit information and to establish that the company's auditors are aware of that information

**Small company provisions**

This report has been prepared in accordance with the provisions in part 15 of the Companies Act 2006 applicable to companies subject to the small companies' regime.

This report was approved by the board on 3 June 2013 and signed on its behalf:

S J Crowther

Company Secretary & Party Chairman



**United Kingdom Independence Party Limited**  
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**Statement of Directors' Responsibilities**

The directors are responsible for preparing the report and accounts in accordance with applicable law and regulations.

Company law requires the directors to prepare accounts for each financial year. Under that law the directors have elected to prepare the accounts in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the accounts unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the surplus or deficit of the company for that period. In preparing these accounts, 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 accounts on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the accounts comply with the Companies Act 2006. 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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Company Number 5090691

**Report of the Party Officers**  
**For the year ended 31 December 2012**

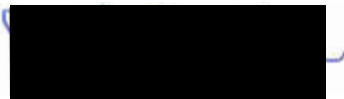
**Treasurer's Financial Review**

The accounts show only funds of the company, which is registered as the central party of UKIP with the Electoral Commission. Other Accounting Units (branches and regions) are registered as separate Accounting Units with the Electoral Commission and have separate financial identities and produce their own financial statements. Their accounts are reported separately to the Electoral Commission if their turnover is sufficiently large to make this necessary. Although this report only refers to the company, it is appropriate to thank the officers in all Accounting Units for their diligence.

The company ended the year 2012 with an annual surplus of £218,956 (2011 £97,941) and had a balance of £323,258 in the General Fund (2011 £104,302).

In accordance with the party's policy of transparency, accountability and rigorous compliance with Political Parties, Elections and Referendums Act 2000 (PPERA) and other relevant legislation, ongoing development of controls and procedures is continuing.

Special thanks are due as ever to all those who have contributed to the financing of the party in such a generous manner.



Stuart Wheeler  
Company Treasurer

Date 3 June 2013

**United Kingdom Independence Party Limited**  
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**Statement of Treasurer's Responsibilities**

For the year ended 31 December 2012

The company is the Central Party of a political party, so the Treasurer of the company is required by Political Parties, Elections and Referendums Act 2000 (PPERA) to prepare accounts for each financial year, which give a true and fair view of the state of affairs of the company and of its surplus or deficit for that period. In preparing those financial statements, the Treasurer is required to:

- Select suitable accounting policies and apply them consistently;
- Make judgements and estimates that are reasonable and prudent;
- State whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- Prepare the accounts on a going concern basis unless it is inappropriate to presume that the party will continue in business

Section 41 PERA requires the Treasurer to keep proper accounting records, which disclose with reasonable accuracy at any time the financial position of the company and to enable him to ensure that the financial statements comply with PERA. The Treasurer is 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.

**United Kingdom Independence Party Limited**  
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Company Number 5090691

**Report of the Independent auditors to the Treasurer of the United Kingdom Independence Party Limited**

For the year ended 31 December 2012

Sir,

We have audited the financial statements of the United Kingdom Independence Party Limited for the year that ended 31 December 2012, which comprise the income and expenditure account, the balance sheet, the cash flow statement, the statement of total recognised gains and losses and the related notes. These financial statements have been prepared under the historical cost convention and the accounting policies set out in Note 1.

This report is made solely to the registered treasurer of the United Kingdom Independence Party Limited in accordance with the Party's rules and section 43 Political Parties, Elections and Referendums Act 2000 (PPERA). Our audit work has been undertaken so that we might state to the Treasurer those matters we are required to state 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 Treasurer for our audit work, for this report or for the opinions we have formed.

**Respective responsibilities of registered treasurer and auditors**

The responsibilities of the registered treasurer for preparing the annual report and the financial statements in accordance with applicable law and UK accounting standards are set out in the Statement of Treasurer's Responsibilities.

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

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 PERA and the Statement of Accounts guidance and other directions issued by The Electoral Commission there under. We also report to you if in our opinion the Overview is not consistent with the financial statements, if the party has not kept proper accounting records or if we have not received all the information and explanations we require for our audit.

We read other information contained in the Annual Report and consider whether it is consistent with the audited financial statements. This other information comprises only the report of the Party Officers. We consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements. Our responsibilities do not extend to any other information.

**United Kingdom Independence Party Limited**  
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**Report of the Independent auditors to the Treasurer of the United Kingdom Independence party Ltd (continued)**

**For the year ended 31 December 2012**

**Basis of audit opinion**

We conducted our audit in accordance with UK Auditing Standards issued by the Auditing Practices Board. An audit includes an 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 registered treasurer in the preparation of the financial statements and of whether the accounting policies are appropriate to the party's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain 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.

**Opinion**

In our opinion the financial statements give a true and fair view of the state of the Party's affairs as at 31 December 2012 and of its surplus for the year then ended and have been properly prepared in accordance with the accounting policies set out in Note 1 and the requirements of Political Parties, Elections and Referendums Act 2000 (PPERA).



Ravi Koppa (Senior Statutory Auditor)  
CK Partnership Limited  
Registered Auditors  
1 Old Court Mews  
311 Chase Road  
London N14 6JS

3 June 2013

**United Kingdom Independence Party Limited**  
**(A company limited by guarantee)**

Company Number 5090691

**Independent auditors report to the Members of United Kingdom Independence Party Limited**

Members,

We have audited the accounts of United Kingdom Independence Party Limited for the year ended 31 December 2012 which comprise the Income and Expenditure Account, the Statement of Total Recognised Gains and Losses, the Balance Sheet, the Cash Flow Statement and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (effective April 2008) (United Kingdom Generally Accepted Accounting Practice applicable to smaller entities)

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 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 directors and auditors**

As explained more fully in the statement of Directors Responsibilities, the directors are responsible for the preparation of the accounts and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the accounts in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors

**Scope of the audit opinion**

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

**Opinion on the accounts**

In our opinion the accounts:

- Give a true and fair view of the state of the companies affairs as at 31 December 2012 and of its surplus for the year then ended;
- Have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities; and
- Have been prepared in accordance with the requirements of the Companies Act 2006.

**United Kingdom Independence Party Limited**  
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**Independent auditors report to the Members of United Kingdom Independence Party Limited**  
**(continued)**

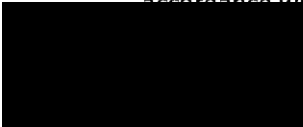
**Opinion on other matters prescribed by the Companies Act 2006**

In our opinion the information given in the directors Report for the financial year for which the accounts are prepared is consistent with the accounts.

**Matters on which we are required to report by exception**

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the accounts are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- The directors were not entitled to prepare the accounts and the director's report in accordance with the small companies' regime.



Ravi Koppa  
(Senior Statutory Auditor)  
For and on behalf of  
CK Partnership  
Accountants and Statutory Auditors

1 Old Court Mews  
311 Chase Road  
London, N14 6JS

3 June 2013

**United Kingdom Independence Party Limited**  
**(A Company Limited by Guarantee)**

Company Number 5090691

**Income and Expenditure Account**  
**For the year ended 31 December 2012**

<b>Income</b>	<b>Note</b>	<b>2012 £</b>	<b>2011 £</b>
Donation Income	2	508,386	593,248
Membership and Subscription Income		437,956	254,051
Income from Fundraising Activities	3	23,121	25,677
Income from Commercial Activities	4	36,606	31,834
Income from Legacies		93,858	2,000
Investment Income	5	0	0
Grant Income		0	0
Income from Conferences		75,230	66,877
Notional Income	2,6	28,129	78,126
Other Income	18	24,516	17,314
<b>Total Income</b>		<b>1,227,802</b>	<b>1,069,127</b>
<b>Less Expenditure</b>			
Cost of Fundraising Activities	3	38,680	31,483
Cost of Commercial Activities	4	20,164	17,563
Notional Expenditure	6	28,129	78,126
Staff Costs	7	288,768	285,113
Management and Administration Costs	17	273,576	351,030
Depreciation and Amortisation	8	5,777	2,886
Campaign Expenditure	9	208,850	108,885
Interest Payable		0	0
Conference Expenditure		74,934	50,795
Transfers out to Accounting Units		1,600	35,100
Other Expenditure	10	68,368	10,205
<b>Total Expenditure</b>		<b>1,008,846</b>	<b>971,186</b>
<b>Surplus / (Deficit) before taxation</b>	<b>11</b>	<b>£ 218,956</b>	<b>£97,941</b>



**Statement of Total recognised Gains and Losses**  
**For the year ended 31 December 2012**

	<b>2012</b> <b>£</b>	<b>2011</b> <b>£</b>
Surplus for the year	218,956	97,941
Total recognised Surplus related to the year	<u>£218,956</u>	<u>£97,941</u>
Balance on general fund brought forward	104,302	6,361
Add Surplus for year	218,956	97,941
Balance on general fund carried to Balance Sheet	<u>323,258</u>	<u>104,302</u>

**United Kingdom Independence Party Limited**  
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**Balance Sheet**  
**As at 31 December 2012**

	Note	£	2012 £	£	2011 £
<b>Fixed Assets</b>					
Tangible Assets	12		17,335		8,659
<b>Current Assets</b>					
Stocks		11,025		10,944	
Debtors	13	4,770		1,200	
Cash at bank and in hand		329,390		160,678	
		<u>345,185</u>		<u>172,822</u>	
Creditors falling due within one year	14	<u>(39,262)</u>		<u>(77,179)</u>	
			305,923		95,643
Total assets less current liabilities			<u>£323,258</u>		<u>£104,302</u>
<b>Reserves</b>					
General fund	15		323,258		104,302
			<u>£323,258</u>		<u>£104,302</u>

The accounts were approved by the Finance and Remuneration sub-committee of the party's National Executive Committee, and also by the Party's National Executive Committee on 3 June 2013.

The accounts have been prepared in accordance with the provisions in Part 15 of the Companies Act 2006 applicable to companies, subject to the small companies regime.

Signed   
H M Williams Director

3 June 2103

**United Kingdom Independence Party Limited**  
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**Cash Flow Statement**

**For the year ended 31 December 2012**

		<b>2012</b>	<b>2011</b>
		<b>£</b>	<b>£</b>
<b>Surplus / (Deficit)</b>	<b>Note</b>		
Surplus / (Deficit) before and after taxation		218,956	97,941
Depreciation charge and loss on disposal	8	5,777	2,886
(Increase) in stocks		(81)	(2,944)
(Increase) in debtors	13	(3,570)	(1,200)
(Decrease) Increase in creditors	14	(37,917)	14,855
Net cash flow from operating activities		<u>£183,165</u>	<u>£111,538</u>
Capital Expenditure	12	(14,453)	(600)
<b>Increase in cash in the year</b>		<u><u>£168,712</u></u>	<u><u>£110,938</u></u>
<b>Cash at bank and in hand</b>			
Balance at 1 January 2012		160,678	49,740
Increase in cash in the year		168,712	110,938
<b>Balances at 31 December 2012</b>		<u><u>£329,390</u></u>	<u><u>£160,678</u></u>

**United Kingdom Independence Party Limited**  
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Company Number 5090691

**Notes to the Financial Statements**  
**For the year ended 31 December 2012.**

**1. Accounting policies**

**Accounting convention**

United Kingdom Independence Party Limited is incorporated by law and thus bound by Companies Act 2006. The party is also required to prepare financial statements in accordance with the Political Parties, Elections and Referendums Act 2000 ("PPERA"), accordingly the statements follow the format recommended by the Electoral Commission.

The accounts have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

**Depreciation**

Depreciation is provided on all tangible fixed asset bought and costing over £500 at rates calculated to write off the cost, less estimated residual value, of each asset evenly over its useful expected life as follows:

Computer, office equipment and minibus – 25% on reducing balance.

**Stocks**

Stocks are valued at the lower of cost and net realisable value.

**Financial accounting**

The company's accounts do not include the income and expenditure of regional, branch or constituency associations. Financial administration of the substantial activities at by-elections and constituency campaigns are dealt with at the appropriate level.

**Income**

Subscriptions are included in the accounts as and when received. An insignificant number of long-term memberships have been received and these are not refundable in any circumstances.

**Expenditure**

Expenditure is recognised in the period in which it is incurred and amounts payable at the year-end are recorded as trade creditors.

**Notional Income and Expenditure**

Notional income and expenditure is defined in PERA. Where an organisation or individual bears the cost of goods or services for which the party otherwise would have been liable, that cost is referred to as notional expenditure and the party is deemed to have received notional income of an equal amount.

**United Kingdom Independence Party Limited**  
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**Notes to the Financial Statements (Continued)**  
**For the year ended 31 December 2012.**

**Going concern**

The financial statements have been prepared on the going concern basis, which assumes that the company can meet its financial obligations as and when they fall due. The directors and the National Executive Committee are confident that funds will be available to meet the company's liabilities as they fall due.

**2. Donation income**

Under section 62 PPERA single or aggregated donations from an individual greater than £7,500 in any calendar year are reportable to The Electoral Commission. During the year the company received cash donations of £508,386 (2011 - £593,248), of which £150,805 (2011 - £215,554) was reportable to The Electoral Commission. In addition the party received donations in kind of £28,129 (2011 - £78,126), of which £14,347 (2011 - £69,478) was reportable. The party's administrative staff checks the permissibility of all donors (as defined by section 54 PPERA) who make individual donations of more than £500.

**3. Fundraising income and expenditure**

Fundraising income and costs of fund raising activities related to raffles, tickets and prizes. All of these took place at UKIP Conferences and other meetings. There were no specific fund raising events that held separately.

**4. Income from and Costs of commercial activities**

Income from commercial activities relates to sales of merchandise. The costs of commercial activities relate to the cost of goods purchased. These costs do not include related costs of storage and postage, or any allocation of staff or other administrative costs.

**5. Investment income**

Investment income, when it arises, consists of bank interest income.

**6. Notional income and expenditure**

	2012	2011
	£	£
Goods received	15,681	27,960
Services received	12,448	166
Total Goods and Services received during the year	28,129	28,126
Loans given to the Party and subsequently converted into donations	0	50,000
Total notional income received during the year	£28,129	£78,126

**United Kingdom Independence Party Limited**  
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**Notes to the Financial Statements (Continued)**  
**For the year ended 31 December 2012.**

**7. Staff costs and remuneration**

Staff Numbers			2012	2011
	Full Time	Part Time	Total	Total
Party Officers	5		5	4
Administrative Staff	3	12	15	8
	8	12	20	12

**Staff Costs**

Salaries	264,512	261,336
Social Security	24,256	23,777
Pension	0	0
Training	0	0
	<u>288,768</u>	<u>285,113</u>

No staff member's emoluments exceeded £50,000. The positions of Leader and Nominating Officer are not currently salaried. The Party Chairman received a salary of £41,000.

**8. Depreciation of fixed assets**

The depreciation charge relates to depreciation of tangible fixed assets (Note 12).

**9. Campaign expenditure**

	2012	2011
	£	£
By election expenses	193,048	108,885
Police and Crime Commissioners Elections	15,802	0
	<u>£208,850</u>	<u>£108,885</u>

**United Kingdom Independence Party Limited**  
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Company number 5090691

**Notes to the Financial Statements (Continued)**  
**For the year ended 31 December 2012**

<b>10</b>	<b>Other Expenditure</b>	<b>2012</b>	<b>2011</b>
		£	£
	Internal Party election expenses	7,356	9,434
	Donation to branches	56,810	100
	UK Entertaining	4,202	671
		<u>£68,368</u>	<u>£10,205</u>

<b>11</b>	<b>Surplus / (Deficit) before and after taxation</b>	<b>£</b>	<b>£</b>
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The Surplus / (Deficit) before and after taxation is stated after charging:

Auditors' remuneration

Audit services	5,520	5,540
Non audit services	0	0

Operating lease charges

Property	16,000	16,000
Equipment	10,992	10,563

Depreciation

Loss on disposal of fixed assets	5,777	2,888
	<u>0</u>	<u>0</u>

**12**      **Tangible Fixed Assets**

	Computer and Office Equipment	Motor Vehicles	Totals
<b>Cost</b>	£	£	
At 1 January 2012	41,782	0	41,782
Additions	10,703	3,750	14,453
At 31 December 2012	<u>52,485</u>	<u>3,750</u>	<u>56,235</u>
<b>Depreciation</b>			
At 1 January 2012	33,123	0	33,123
Charge for year	4,840	937	5,777
At 31 December 2012	<u>37,963</u>	<u>937</u>	<u>38,900</u>
<b>Net book value</b>			
At 31 December 2011	<u>£8,659</u>	<u>£0</u>	<u>8,659</u>
At 31 December 2012	<u>£14,522</u>	<u>£2,813</u>	<u>17,335</u>

**United Kingdom Independence Party Limited**  
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**Notes to the Financial Statements (Continued)**  
**For the year ended 31 December 2012**

		<b>2012</b>	<b>2011</b>
		<b>£</b>	<b>£</b>
<b>13</b>	<b>Debtors</b>		
	Loans to branches	0	1,200
	Prepayments	4,770	0
		<u>£4,770</u>	<u>£1,200</u>
<b>14</b>	<b>Creditors falling due within one year</b>		
	Trade creditors	29,648	41,955
	Sundry creditors	494	0
	Accruals	9,120	23,500
	Loans to the party	0	11,520
	Taxation and Social Security	0	204
		<u>£39,262</u>	<u>£77,179</u>
<b>15</b>	<b>General Fund</b>		
	Balance at 1 January 2012	104,302	6,361
	Surplus / (Deficit) for the year	218,956	97,941
	Balance at 31 December 2012	<u>£323,258</u>	<u>£104,302</u>
<b>16</b>	<b>Contingent Liabilities</b>		
	The treasurer and directors consider that there are no contingent liabilities.		
<b>17</b>	<b>Management and Administration Costs</b>		
	Rent: Paid to T Colman	16,000	16,000
	Room hire	12,995	10,644
	Motoring expenses	2,110	0
	Travelling and entertaining	9,960	13,422
	Printing, stationery and postage	62,133	69,058
	Telephone, fax and internet	6,769	7,363
	Website and advertising	8,138	77,951
	Office costs, sundries and computer supplies	27,323	10,771
	Independence News	53,863	29,787
	Audit and accountancy	9,120	9,140
	Consultancy fees	1,500	6,240
	Legal and professional fees	31,629	75,380
	Equipment hire	10,992	10,563
	Repairs and renewals	1,994	1,798
	Bank and cardnet charges	15,577	10,001
	Insurance	3,473	2,912
		<u>£273,576</u>	<u>£351,030</u>



**United Kingdom Independence Party Limited**  
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**Notes to the Financial Statements (Continued)**  
**For the year ended 31 December 2012**

		<b>2012</b>	<b>2011</b>
		<b>£</b>	<b>£</b>
<b>18</b>	<b>Other Income</b>		
	Merchandise Income	6,322	5,117
	Transfers from branches	90	0
	NEC Deposits	1,800	1,900
	Sovereign Draw donations	6,047	0
	Sundry Income	10,257	10,297
		<u>24,516</u>	<u>17,314</u>