

ADVENTIST DEVELOPMENT AND RELIEF AGENCY - UK

England & Wales · Charity number 1074937

Details

Other names ADRA-UK

Status Registered

Legal form Other

Registered 1999-03-30

Register [View on the Charity Commission register](#)

Contact

Address Adra-Uk
Stanborough Park
Watford
WD25 9JZ

Phone 03030401017

Email info@adra.org.uk

Website www.adra.org.uk

Activities

Objects: THE CHARITY'S OBJECTS (THE OBJECTS) SHALL BE TO APPLY FINANCIAL, MATERIAL, AND TECHNICAL RESOURCES TOWARD:A) THE RELIEF OF POVERTY, SICKNESS AND DISTRESS OF THOSE IN NEED, RESULTING FROM THE EFFECTS OF WAR, FAMINE OR ANY OTHER NATURAL OR MAN-MADE DISASTER ANYWHERE IN THE WORLD;B) TO ADDRESS THE LONG TERM EFFECTS OF POVERTY;C) THE EDUCATION OF THE PUBLIC CONCERNING THE CAUSES, EFFECTS AND MEANS OF ALLEVIATION OF POVERTY AND DISTRESS.

Activities: ADRA-UK is an independent, humanitarian agency for development and disaster relief. ADRA helps without regard to age, ethnicity, or political or religious association. Objectives: the reduction of poverty; promotion of social justice; working together with local communities who are powerless to improve their lives.

Classification

- **How:** Makes Grants To Organisations, Provides Human Resources, Provides Services, Provides Advocacy/advice/information, Sponsors Or Undertakes Research, Acts As An Umbrella Or Resource Body, Other Charitable Activities
- **What:** General Charitable Purposes, Education/training, The Advancement Of Health Or Saving Of Lives, Disability, The Prevention Or Relief Of Poverty, Overseas Aid/famine Relief, Environment/conservation/heritage, Economic/community Development/employment
- **Who:** Children/young People, Elderly/old People, People With Disabilities, Other Charities Or Voluntary Bodies, The General Public/mankind

Geography

- **Area of benefit:** ANYWHERE IN THE WORLD
- Burma
- Cambodia
- Chad
- Eswatini
- Ghana
- Nepal
- Rwanda
- Somalia
- South Sudan
- Sri Lanka
- Thailand
- Throughout England And Wales

Finances

Period end	Income	Expenditure	Assets	Employees
2024-12-31	£2,366,703	£2,420,924	£2,554,940	7
2023-12-31	£2,678,988	£2,515,272	£2,582,944	7
2022-12-31	£2,399,109	£2,201,460	£2,403,342	8
2021-12-31	£7,071,416	£6,970,966	£2,193,628	8
2020-12-31	£2,392,654	£2,487,785	£2,071,152	9

Trustees

Name	Role	Appointed
Pastor Eglan Brooks	Chair	2021-12-09
ANDREW BAILDAM FRCS		2018-06-14
DR Helen Rodd		2018-06-14
DR STEPHEN LOGAN		
JENNIFER PHILLIPS		2015-06-04
Jacques Venter		2024-06-13
Snowdon Reid		2018-06-14
TRISTAN SIMMONS		
Wederly Aguiar		2021-10-21

Accounts

Adventist Development & Relief Agency - UK

**Trustees' Report and Financial Statements
Year ended 31 December 2024**

Charity Numbers
Scotland: SCO37726
England and Wales: 1074937

Adventist Development and Relief Agency UK

YEAR ENDED 31 DECEMBER 2024

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Adventist Development and Relief Agency - UK

Trustees' Report Year Ended 31st December 2024

Reference and Administrative Details:

Trustees:

Eglan Brooks (Chair)
John Surridge (Resigned 13 June 2024)
Andrew Baildam
Stephen Logan
Jennifer Phillips
Snowdon Reid
Helen Rodd
Tristan Simmons
Gordon James Sagers
Wederly Aguiar
Jacques Venter (Appointed 13 June 2024)

General Secretary:

Helia Mateus, Interim Chief Executive Officer (Appointed 1 December 2023 to 31 May 2024)
Sandra Golding, Chief Executive Officer (Appointed 1 June 2024)

Bankers:

HSBC Bank plc, 73 High Street,
Watford, WD1 2DS

Solicitors:

Anthony Collins LLP, 134 Edmund Street,
Birmingham, BS 2ES

Auditors:

Moore Kingston Smith LLP, 4 Victoria Square,
St Albans, AL1 3TF

Registered Office:

British Union Conference, Stanborough Park,
Watford, WD25 9JZ

Registered Charity Numbers:

England and Wales: 1074937
Scotland: SC037726

Legal Statement

We present this report and financial statements of the charity for the year ended 31 December 2024 which have been audited by Moore Kingston Smith LLP. The Charity also operates and is identified under the acronym ADRA-UK.

The financial statements have been prepared in accordance with the accounting policies set out in Note 1 to the accounts and comply with the Charity's trust deed, the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland.

Adventist Development and Relief Agency - UK

Trustees' Report Year Ended 31st December 2024

a. Constitution

The Charity was established by Trust Deed dated 24 November 1998 (updated in 2001 and 2008). The principal object of the Charity is to apply financial, material, and technical resources toward:

- a. The relief of poverty, sickness and distress of those in need, resulting from the effects of war, famine or any other natural or man-made disaster anywhere in the world.
- b. Addressing the long-term effects of poverty.
- c. The education of the public concerning the causes, effects and means of alleviation of poverty and distress.

There has been no change in objectives since the last report.

b. Method of appointment and election of trustees

The management of the Charity is the responsibility of the Trustees who are elected and co-opted under the terms of the Trust deed.

c. Organisational structure and decision making

The Charity is governed by its Board of Trustees. It is part of the international network of offices of the Adventist Development and Relief Agency – and works in co-operation with other offices in the network in implementing approved projects.

d. Risk management

The Trustees have assessed the major risks to which the Charity is exposed, in particular those related to the operations and finances of the Charity and are satisfied that systems and procedures are in place to mitigate our exposure to the major risks.

Statement of Financial Activities (SOFA)

The SOFA shows a deficit of £28,004 (2023: Surplus of £179,602). This result was mainly due to higher project expenses.

Income

Donated income is made up of general donations, donations received by the churches, legacies and the Appeal donations. The Charity's main donor base consists of members of the Seventh-Day Adventist Church. Donated income decreased by 17% in comparison to 2023 (which included significant legacies and donations for the Turkey/Syria Earthquake). The cost of living crisis in the UK is still impacting fundraising activities. We were able to undertake our annual appeal again in 2024. The Charity is grateful to its donors for their continued giving, as these funds go a long way towards helping those in need in the countries we operate.

Our main projects include:

- the UK Foreign, Commonwealth and Development Office (FCDO) funded 'Girls Education South Sudan' GESS project in South Sudan which is on-going.
- the Jersey Overseas Aid (JOA) funded 'the Enhanced Rural AI' (TERAI) project for smallholder Dairy Farmers in Nepal launched in 2022.
- the Royal Jersey Agricultural and Horticultural Society funded 'Jersey Breed-Focused Dairy Development in Zambia' launched in 2022.

Adventist Development and Relief Agency - UK

Trustees' Report Year Ended 31st December 2024

- the EU funded Sri Lanka 'Addressing the Immediate and Medium-term Needs of the Rural and Estate Communities in Creating Environmental and Nutritional Development' (AIM-RECCEND) which was completed on early 2024.

We are also contract named partners in EU projects in Myanmar, Sri Lanka and Thailand where we provide co-financing, financial and programmatic monitoring support. In addition, we supported small projects in Ghana, India, Nepal, Mauritania and Timor Leste.

In 2024, we raised just over £100,000 to support our humanitarian work. These funds helped us respond to emergencies in Brazil, Gaza, Lebanon, Syria and Zambia, as well as the aftermath of Hurricane Beryl in Grenada, Jamaica, Mexico, and St Vincent and the Grenadines. We also continued our ongoing support for Ukraine.

Expenditure

Restricted expenditure on charitable activities, which consists of project costs funded by FCDO, EU and the JOA, saw a 3% decrease in comparison to 2023. This is largely due to the completion of the EU Sri Lanka project in early 2024.

As part of project grant conditions, ADRA is often required to contribute towards funding a proportion of the project costs, i.e., match funding. In addition to this, ADRA-UK finances small projects directly. The match funding and the small project funding thus constitute the unrestricted expenditure on charitable activities. In 2024, there was a 24% increase in unrestricted charitable expenditure reflecting the support to projects and emergency appeals.

In 2024, the charity resumed its annual appeal again with a renewed focus, moving away from its pre-pandemic approach, which heavily relied on door-to-door fundraising. This method has remained discontinued since the pandemic. Moving forward with this new approach to fundraising, the charity aims to strengthen and expand its fundraising efforts.

Balance Sheet

The amount of Cash held in the Bank increased by £1,983,587 largely due to the early receipt of EU funds for the Somalia ACTIVE project. A decrease in Debtors and increase in Creditors is reflected in the Balance Sheet as a result of the advances on projects to ADRA overseas implementing offices (debtors) and from donors (liabilities) on the projects.

ADRA-UK also advanced funds to partnering ADRA offices to facilitate project implementation. Funds that are not yet used by these offices are recognised as Debtors. The Debtors was mainly driven by the advances to Nepal, South Sudan, and Zambia projects.

Principal Funding

ADRA-UK's success is substantially dependent on winning projects supported by institutional donors (EU, the FCDO, Jersey Overseas Aid, UN agencies), and on its Appeals and Campaigns. The Charity is also supported through donations and legacies by members of the Seventh-day Adventist Church and the general public.

Material Investments Policy

ADRA-UK seeks to respond to emergent needs and thus maintains its reserves in deposit funds or Money Market interest-bearing accounts. It has also been the recipient of investment equities and bonds, which have been retained.

Adventist Development and Relief Agency - UK

Trustees' Report Year Ended 31st December 2024

Reserves Policy

The Charity's Reserves are separated into three main categories (See Statement of Changes in Fund Balances):

- Restricted funds are generated when the donor stipulates how their donation may be spent. At the year end, restricted funds amounted to £148,601 (2023: £221,927).
- Unrestricted funds are generated when donors do not stipulate how their donation must be spent. At the year end, unrestricted funds amounted to £2,406,339 (2023: £2,361,017).
- Unrestricted funds include designated funds which are those that have been set aside by the Trustees for a specific purpose such as project funding. At the year end, unrestricted designated funds amounted to £301,235 (2023: £208,291).

Public Benefit

In setting plans and priorities for areas of work, the Trustees have given regard to guidance from the Charity Commission on the provision of public benefit. The Trustees have considered and will continue to consider how our planned activities will contribute to the objectives we have set. How we deliver our principal objective "reduction of poverty in the relief of suffering particularly in situations of disaster" is demonstrated in our policies, objectives, and plans.

The public benefit arising from our work is inherent in the grants made and the assistance given. Furthermore, we are mindful of the social, moral, and ethical causes of poverty and our purpose is both to address the causes and offer relief in outcome.

Key Management Personnel

The Trustees consider the board of Trustees, Chief Executive Officer, Chief Finance Officer and Chief Programmes Officer as comprising the key management personnel of the Charity, in charge of directing and controlling the Charity and running and operating the Charity on a day-to-day basis.

All Trustees give of their time freely and no Trustee remuneration was paid in the year. Details of Trustee expenses and related party transactions are disclosed in note 20 of the accounts.

Trustees are required to disclose all relevant interests and register them with the Chief Executive. None of the Trustees had financial interests with the Charity or its Parent; any such interests would be disclosed.

Trustee Induction and training

Prospective new Trustees are familiar with the Charity as they will have been associated with the Agency in some way. New Trustees are invited for an induction day with senior staff at the Agency. New Trustees are provided with information which outlines specific responsibilities and expectations of both the Trustees and the Charity. On-going training is offered to all Trustees, which includes events and courses that are organised both internally and externally. Beyond this, Trustees are invited at times to visit and to monitor projects both as ambassadors and consultants.

The Trustees are responsible for preparing the Trustees' Annual Report and Financial Statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Adventist Development and Relief Agency - UK

Trustees' Report Year Ended 31st December 2024

The law applicable to charities in England and Wales requires the Charity Trustees to prepare financial statements for each year, which give a true and fair view of the state of affairs of the Charity and of the incoming resources and application of resources of the Charity for that period. In preparing the financial statements, the Trustees are required to:

- Select suitable accounting policies and then apply them consistently.
- Observe the methods and principles in the Charities SORP.
- Make judgements and estimates that are reasonable and prudent.
- State whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements.
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The Trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Charities Act 2011, the applicable Charity Accounts and Reports Regulations 2008 and the provisions of the Trust Deed. They are also responsible for safeguarding the assets of the Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Statement of Disclosure to Auditors

So far as the Trustees are aware, there is no relevant audit information of which the Charity's auditors are unaware; and the Trustees have taken all the steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the Charity's auditors are aware of that information.

Approved by the Trustees of Adventist Development and Relief Agency UK and signed on their behalf by

Wederly Aguiar

Trustee

Date:

Independent Auditor's Report to The Trustees of The Adventist Year Ended 31st December 2024

Opinion

We have audited the financial statements of the Adventist Development Relief Agency United Kingdom for the year ended 31 December 2024 which comprise the Statement of Financial Activities, the Summary Income and Expenditure Account, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 'The Financial Reporting Standard Applicable in the UK and Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 December 2024, and of its outgoing resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the Charities and Trustee Investment (Scotland) Act 2005 (as amended), regulations 6 and 8 of the Charities Accounts (Scotland) Regulations 2006 (as amended) and the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs(UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the audit of financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

Adventist Development Relief Agency -UK

Independent Auditor's Report to The Trustees of The Adventist Year Ended 31st December 2024

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities Act 2011 and the Charities Accounts (Scotland) Regulations 2006 (as amended) requires us to report to you if, in our opinion:

- the information given the Trustees' Annual Report is inconsistent in any material respect with the financial statements; or
- the charity has not kept adequate accounting records; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement set out on page 4, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act and Section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Adventist Development Relief Agency -UK

Independent Auditor's Report to The Trustees of The Adventist Year Ended 31st December 2024

As part of an audit in accordance with ISAs (UK) we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purposes of expressing an opinion on the effectiveness of the charity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, and significant audit findings, including any significant deficiencies in internal controls that we identify during our audit.

Explanation as to what extent the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below.

The objectives of our audit in respect of fraud, are; to identify and assess the risks of material misstatement of the financial statements due to fraud; to obtain sufficient appropriate audit evidence regarding the assessed risks of material misstatement due to fraud, through designing and implementing appropriate responses to those assessed risks; and to respond appropriately to instances of fraud or suspected fraud identified during the audit. However, the primary responsibility for the prevention and detection of fraud rests with both management and those charged with governance of the charity.

Our approach was as follows:

- We obtained an understanding of the legal and regulatory requirements applicable to the charity and considered that the most significant are the Charities Act 2011, the Charity SORP, and UK financial reporting standards as issued by the Financial Reporting Council.
- We obtained an understanding of how the charity complies with these requirements by discussions with management and those charged with governance.
- We assessed the risk of material misstatement of the financial statements, including the risk of material misstatement due to fraud and how it might occur, by holding discussions with management and those charged with governance.

Independent Auditor's Report to The Trustees of The Adventist Year Ended 31st December 2024

- We inquired of management and those charged with governance as to any known instances of non-compliance or suspected non-compliance with laws and regulations.
- Based on this understanding, we designed specific appropriate audit procedures to identify instances of non-compliance with laws and regulations. This included making enquiries of management and those charged with governance and obtaining additional corroborative evidence as required.

There are inherent limitations in the audit procedures described above. We are less likely to become aware of instances of non-compliance with laws and regulations that are not closely related to events and transactions reflected in the financial statements. Also, the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion.

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Chapter 3 of Part 8 of the Charities Act 2011 and to the charity's trustees, as a body, in accordance with Section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005. Our audit work has been undertaken so that we might state to the charity's trustees 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 any party other than the charity and charity's trustees as a body, for our audit work, for this report, or for the opinion we have formed.

Moore Kingston Smith LLP

Date

Roger Ogden FCCA
Senior Statutory Auditor
4 Victoria Square
St Albans
Herts
AL1 3TF

Moore Kingston Smith LLP is eligible to act as auditor in terms of Section 1212 of the Companies Act 2006

Adventist Development & Relief Agency -UK

Statement of Financial Activity For the year ended 31 December 2024

		2024			2023		
	Note	Unrestricted Funds	Restricted Funds	Total	Unrestricted Funds	Restricted Funds	Total
		£	£	£	£	£	£
Incoming Resources							
Income and Endowments From:							
Donations and Legacies	2	527,836	124,084	651,920	576,114	330,853	906,967
Charitable Activities	2	155,491	1,514,266	1,669,757	161,466	1,582,690	1,744,156
Investments	2	44,056	-	44,056	26,329	-	26,329
Other income	2	970	-	970	1,536	-	1,536
Total Incoming Resources		728,353	1,638,350	2,366,703	765,445	1,913,543	2,678,988
Resources Expended							
Expenditure On:							
Charitable Activities	4a	568,855	1,721,010	2,289,865	638,028	1,796,603	2,434,631
Raising Funds	4d	131,059	-	131,059	80,641	-	80,641
Total Resources Expended		699,914	1,721,010	2,420,924	718,669	1,796,603	2,515,272
Net (expenditure)/ income before investment gains/(losses)		28,439	(82,660)	(54,221)	46,776	116,940	163,716
Net (losses)/gains on investments	13	26,217	-	26,217	15,886	-	15,886
Net (expenditure)/income before transfers		54,656	(82,660)	(28,004)	62,662	116,940	179,602
Transfers between funds	19	(9,334)	9,334	-	56,689	(56,689)	-
Net movement in funds		45,322	(73,326)	(28,004)	119,351	60,251	179,602
Reconciliation of Funds:							
Total funds brought forward	19	2,361,017	221,927	2,582,944	2,241,666	161,676	2,403,342
Total funds carried forward	19	2,406,339	148,601	2,554,940	2,361,017	221,927	2,582,944

Adventist Development & Relief Agency -UK

Balance Sheet As at 31 December 2024

	Note	Total 2024	Total 2023
<u>Non-current Assets</u>			
Tangible Fixed Assets	12	3,002	1,196
Total Non-Current Assets		3,002	1,196
<u>Current Assets</u>			
Debtors	14	576,694	1,258,872
Investments	13	281,116	254,899
Cash at bank	17	3,821,417	1,837,830
Total Current Assets		4,679,227	3,351,601
<u>Liabilities</u>			
Creditors: Amounts falling due within one year	15	2,127,289	769,853
Net Current Assets		2,551,938	2,581,748
Total Net Assets		2,554,940	2,582,944
<u>The Funds of the Charity:</u>			
Restricted Income Funds	19	148,601	221,927
Unrestricted Funds	19	2,406,339	2,361,017
Total Charity Funds		2,554,940	2,582,944

Approved and authorised for issue by the Board of Trustees on and signed on its behalf by:

.....
Wederly Aguiar - Trustee

Adventist Development Relief Agency -UK

Cash Flow Statement For the year ended 31 December 2024

		2024 £	2023 £
Cash Flows from Operating Activities:			
Net Cash generated from/used by Operating Activities	(Note 11)	1,943,015	(138,869)
Cash Flows from Investing Activities:			
Dividends and Interest from Investments		44,056	26,329
Purchase of Fixed Assets		(3,484)	-
Net cash provided by investing activities		40,572	26,329
Change in cash and cash equivalents in the reporting period		1,983,587	(112,540)
Cash and Cash Equivalents at the beginning of the reporting period		1,837,830	1,950,370
Cash and Cash Equivalents at the end of the reporting period		3,821,417	1,837,830

Analysis of changes in net debt

	At start of year	Cash flows	At end of year
Cash	1,837,830	1,983,587	3,821,417
Total	1,837,830	1,983,587	3,821,417

Adventist Development & Relief Agency -UK

Notes to the Accounts For the year ended 31 December 2024

Note 1 - Accounting Policies

a. Basis of preparation

The accounts (financial statements) have been prepared under the historical cost convention with transactions recognised at cost or transaction value unless otherwise stated in the relevant note to these accounts. These financial statements have been prepared in accordance with the statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Charities Act 2011.

b. Going Concern

The Trustees have assessed whether the use of going concern is appropriate and have considered possible events or conditions that might cast significant doubt on the ability of the Charity to continue as a going concern. The Trustees have made this assessment for a period of at least one year from the date of the approval of these financial statements. In particular, the Trustees have considered the Charity's forecasts and projections and have taken account of pressures on income.

The Charity continues to receive grants and ad hoc donations and seeks to win new projects in the future. Furthermore, as at 31 December 2024 the Charity had cash reserves of just over £3.8 million, which the Trustees believe is sufficient for the charity to meet its liabilities as they fall due.

After making enquiries, the Trustees have concluded that there is a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future being at least 12 months from the date of signing the financial statements. The Charity therefore continues to adopt the going concern basis in preparing its financial statements.

c. Funds structure

Restricted income funds are funds which are to be used in accordance with specific restrictions imposed by the donor or trust deed.

Unrestricted income funds comprise those funds which the Trustees are free to use for any purpose in the furtherance of charitable objects. They include designated funds where the Trustees, at their discretion, have created a fund for a specific purpose. Further details of each fund are disclosed in note 19.

Designated funds for named projects (Note 19) are unrestricted funds. This includes those funds set aside by the Trustees in order to meet the Charity's contractual obligations for funding the Charity's share of project costs. This is usually in relation to the Charity's contracts with the UK Government and the European Union and Jersey Overseas Aid.

d. Grant-making policies

The Trustees allocate grants in accordance with the objects set out in Charity's governing document as summarised in the Trustees' Annual Report.

Adventist Development Relief Agency -UK

Notes to the Accounts For the year ended 31 December 2024

e. Income recognition

All income is recognised once the Charity has entitlement to that income, it is probable that received, and the amount of income receivable can be reliably measured.

Donations are recognised when the Charity has been notified in writing of both the amount. In the event that a donation is subject to conditions that require a level of performance before being entitled to the funds, the income is deferred and not recognised until either those conditions or the fulfilment of those conditions is wholly within the control of the Charity and it is probable that they will be fulfilled in the reporting period.

Legacies are recognised following the granting of probate when the administrator/executor has communicated in writing both the amount and settlement date. In the event that the gift is an asset other than cash or a financial asset traded on a recognised stock exchange, recognition is given when the value of the gift being reliably measurable with a degree of reasonable accuracy and the title has been transferred to the Charity.

Interest on funds held on deposit is included when receivable and the amount can be measured reliably. Interest on Charity; this is normally upon notification of the interest paid or payable by the bank. Dividends are included once the dividend has been declared and notification has been received of the dividend due upon receipt of a dividend voucher and related cash.

f. Expenditure recognition

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation on the Charity to that expenditure, it is probable that settlement will be required, and the amount can be measured reliably.

All expenditure is accounted for on an accruals basis. All expenses including support costs are apportioned to the applicable expenditure headings.

Grant awards that are subject to the recipient fulfilling performance conditions are only recognised when the recipient has been notified of the grant and any remaining unfulfilled condition attaching to the grant is within the control of the Charity.

Provisions for grants are made when the intention to make a grant has been communicated and there is uncertainty as to the timing of the grant or the amount of grant payable.

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Adventist Development Relief Agency -UK

Notes to the Accounts For the year ended 31 December 2024

g. Irrecoverable VAT

Irrecoverable VAT is charged against the expenditure heading for which it was incurred.

h. Foreign currency

Transactions denominated in foreign currencies are translated into Sterling at the rate of exchange ruling on the date of the transaction. Assets and liabilities in foreign currencies are translated into Sterling at the rates of exchange ruling at the end of the financial year. All exchange differences are recognised within the statement of financial activities.

i. Tangible fixed assets and depreciation

All assets costing more than £1,000 are capitalised and valued at historical cost.

Depreciation is charged over their estimated useful life as follows:

Property (portable office): 10% straight line

Office fixtures and equipment: 33.33% straight line

j. Current asset investments

Investments are a form of basic financial instrument and are initially recognised at their transaction value and subsequently measured at their fair value at the balance sheet date using the closing quoted market price (note 13). The statement of financial activities includes the net gains and losses arising on revaluation throughout the year.

The Charity does not acquire put options, derivatives or other complex financial instruments.

The main form of financial risk faced by the Charity is that of volatility in equity and investment markets due to wider economic conditions, the attitude of investors to investment risk, and changes in sentiment concerning equities and within particular sectors or sub sectors.

k. Realised and unrealised gains and losses

All gains and losses are taken to the Statement of Financial Activities as they arise.

Realised gains and losses on investments are calculated as the difference between sales proceeds and their opening carrying value or their purchase value if acquired subsequent to the first day of the financial year.

Unrealised gains and losses are calculated as the difference between the fair value at the year end and their carrying value.

Realised and unrealised investment gains and losses are combined in the Statement of Financial Activities.

Adventist Development Relief Agency -UK

Notes to the Accounts For the year ended 31 December 2024

I. Pensions

Employees of the Charity are entitled to join a defined contribution 'money purchase' scheme. The Charity contribution is restricted to the contributions disclosed in note 9. There were no outstanding contributions at the year end. The costs of the defined contribution scheme are included within charitable activities or fundraising costs and charged to the unrestricted funds of the Charity on the basis of the employees employed under each of those activities.

From 1st January 2014, contributions have been made under the Auto-Enrolment compliance legislation by the employer to a Defined Contribution plan invested with the Legal and General insurance company (see note 9).

The assets of the defined contribution pension scheme are held separately from the charity.

The Charity previously participated in a defined benefit pension scheme of the British Union Conference of Seventh Day Adventists. This scheme closed to joiners after 31 December 2013.

ADRA-UK became a charity after the historic deficit was established and does not contribute to the recovery plan.

m. Cash and cash equivalents

Cash and cash equivalents are basic financial assets and include cash in hand, deposits held at call with banks and other short-term liquid investments with original maturities of three months or less.

Adventist Development Relief Agency -UK

Notes to the Accounts For the year ended 31 December 2024

Note 2 - Analysis of Income

	2024			2023		
	Unrestricted Funds	Restricted Funds	Total	Unrestricted Funds	Restricted Funds	Total
	£	£	£	£	£	£
Donations and Legacies						
Annual Appeal - Other	93,856	-	93,856	35,361	-	35,361
Other Donations	433,980	124,084	558,064	530,753	224,075	754,828
Legacies	-	-	-	10,000	106,778	116,778
Total Income from Donations and Legacies	527,836	124,084	651,920	576,114	330,853	906,967
Charitable Activities						
Project Grants Received - FCDO	-	735,999	735,999	-	807,569	807,569
Project Grants Received - JOA	-	594,410	594,410	31,739	437,745	469,484
Project Grants Received - EU	-	183,857	183,857	-	337,376	337,376
Project Overhead Income	127,991	-	127,991	117,727	-	117,727
Other Grants	27,500	-	27,500	12,000	-	12,000
Total Income from Charitable Activities	155,491	1,514,266	1,669,757	161,466	1,582,690	1,744,156
Income from Investments						
Interest On General Income	36,058	-	36,058	22,629	-	22,629
Unrealised Gain on Invesmtnt	-	-	-	-	-	-
Share Dividends	7,998	-	7,998	3,700	-	3,700
Total Income from Investments	44,056	-	44,056	26,329	-	26,329
Other Income						
Sales of Promotional Items	-	-	-	-	-	-
Realised Foreign Exchange Gain	970	-	970	1,536	-	1,536
Fixed asset Profit	-	-	-	-	-	-
Total Other Income	970	-	970	1,536	-	1,536
Total Income	728,353	1,638,350	2,366,703	765,445	1,913,543	2,678,988

Note 3 - UK Government Grant Income

	2024	2023
	£	£
Cash Received in the Year		
FCDO - South Sudan - GESS Project (EES)	793,865	881,991
Total	793,865	881,991
	2024	2023
	£	£
Amounts Recognised as Income in the Year		
FCDO - South Sudan - GESS Project	735,999	807,569
Total	735,999	807,569

Income is recognised based on stage of completion of project in line with contract terms and conditions.

**Notes to the Accounts
For the year ended 31 December 2024**

**Note 4 - Analysis of Resources
Expended**

	2024			2023		
	Unrestricted Funds	Restricted Funds	Total	Unrestricted Funds	Restricted Funds	Total
	£	£	£	£	£	£
4a. Charitable Activities Costs						
Direct Costs (Note 4b)	459,682	1,721,010	2,180,692	565,192	1,782,436	2,347,628
Support Costs (Note 4c)	109,173	-	109,173	72,836	14,167	87,003
Total Charitable Activities Costs	568,855	1,721,010	2,289,865	638,028	1,796,603	2,434,631
4b. Direct Expenditure on Charitable Activities						
Project Expenses - FCDO	-	748,459	748,459	30,620	807,569	838,189
Project Expenses - EU	13,000	160,873	173,873	-	317,925	317,925
Project Expenses - ADRA-UK	-	-	-	35,309	81,218	116,527
Grants paid to Partner Agencies (Note 10)	1,600	233,865	235,465	-	143,105	143,105
Project Expenses - JOA	66,826	577,813	644,639	-	432,619	432,619
Project Consultancy	1,190	-	1,190	4,765	-	4,765
Grants Disbursed Donors/Others	11,368	-	11,368	76,131	-	76,131
Other Project Expenses	4,032	-	4,032	109	-	109
Salaries and Wages	283,561	-	283,561	311,883	-	311,883
Employer Social Security Costs	31,930	-	31,930	34,140	-	34,140
Employer Pension Contributions	38,223	-	38,223	52,432	-	52,432
Other Employee Expenses	7,952	-	7,952	19,803	-	19,803
Total Direct Expenditure on Charitable Activities	459,682	1,721,010	2,180,692	565,192	1,782,436	2,347,628
4c. Analysis of Support Costs Attributed to Charitable Activities						
Audit Fees - Statutory Audit (5e)	25,000	-	25,000	23,600	-	23,600
Trustee And Advisory Meetings (5e)	4,291	-	4,291	717	-	717
Professional and Membership Fees	6,441	-	6,441	8,161	-	8,161
Travel Expenses	26,324	-	26,324	15,849	-	15,849
Office and Administrative Expenses	25,166	-	25,166	12,594	14,167	26,761
Staff Training and Conferences	5,254	-	5,254	3,649	-	3,649
Depreciation & Loss on Sale	1,678	-	1,678	1,251	-	1,251
Exchange Rate Loss / (Gain)	4,988	-	4,988	-	-	-
Bank Fees And Charges	10,031	-	10,031	7,015	-	7,015
Total Support Costs Attributed to Charitable Activities	109,173	-	109,173	72,836	14,167	87,003

Adventist Development Relief Agency -UK

Notes to the Accounts For the year ended 31 December 2024

4d. Expenditure on Raising Funds

	2024			2023		
	Unrestricted Funds	Restricted Funds	Total	Unrestricted Funds	Restricted Funds	Total
	£	£	£	£	£	£
Incurred Seeking Donations	55,037	-	55,037	34,893	-	34,893
Incurred Seeking Grants	76,022	-	76,022	45,748	-	45,748
Total Expenditure on Raising Funds	131,059	-	131,059	80,641	-	80,641

The above costs relating to seeking grants of £76,022 included amounts of £31,930 incurred for the 40th Anniversary celebrations.

5. Governance Costs

Audit Fees - Statutory Audit	25,000	-	25,000	23,600	-	23,600
Trustee And Advisory Meetings	4,291	-	4,291	717	-	717
Total Governance Costs	29,291	-	29,291	24,317	-	24,317

6. Analysis of Resources Expenses by Expenditure Type

	Staff Costs 2024 £	Depreciation 2024 £	Other Costs 2024 £	Total 2024 £
Cost of Generating Voluntary Income (Note 4d)	-	-	131,059	131,059
Charitable Activities: Humanitarian Aid (Note 8,12,19)	353,714	1,678	1,934,473	2,289,865
	353,714	1,678	2,065,532	2,420,924

Note 7 - Fees for Examination of the Accounts

	2024			2023		
	Unrestricted Funds	Restricted Funds	Total	Unrestricted Funds	Restricted Funds	Total
	£	£	£	£	£	£
Audit Fees - Statutory Audit	25,000	-	25,000	23,600	-	23,600
Total Fees for Examination of the Accounts	25,000	-	25,000	23,600	-	23,600

Notes to the Accounts
For the year ended 31 December 2024

Note 8 - Paid Employees

	2024			2023		
	Unrestricted	Restricted	Total	Unrestricted	Restricted	Total
	Funds	Funds		Funds	Funds	
Note 8.1 - Staff Costs	£	£	£	£	£	£
Salaries and Wages	283,561	-	283,561	311,883	-	311,883
Social Security Costs	31,930	-	31,930	34,140	-	34,140
Pension Costs	38,223	-	38,223	52,432	-	52,432
Other Employee Benefits	7,952	-	7,952	19,803	-	19,803
Total Staff Costs	361,666	-	361,666	418,258	-	418,258

During the reporting period, the number of employees receiving employee benefits of £60,000 or more excluding Employer Pension Costs and National Insurance was 1 (2023: 1).

The total amount of employee benefits including employer pensions paid for key management personnel for their services to the Charity was £151,975 (2023: £199,881). This does not include Employer National Insurance.

None of the Trustees were remunerated for their services as Trustees to ADRA-UK nor did they accrue any retirement benefits.

8.2 Average Head Count in the year

The parts of the Charity in which the employees work:	2024	2023
Charitable Activities	7	7
Total	7	7

Note 9 Pensions

Note 9.1 Defined contribution pension scheme	2024	2023
	£	£
Amount of employers contributions recognised in the SOFA as an expense	38,223	52,432

Note 10 Grant making

10.1 Analysis of grants paid (included in cost of charitable activities)

	2024	2023
Analysis of grants paid (to institutions):	£	£
Adventist UK Community Hubs	2,000	4,103
Emergency Grants to ADRA Network offices	118,400	134,002
Other Grants to ADRA Network offices	115,065	5,000
Total grants paid to institutions	235,465	143,105

The Charity did not make any grants to individuals.

Adventist Development Relief Agency -UK

Notes to the Accounts For the year ended 31 December 2024

	2024 £	2023 £
<u>Note 11. Reconciliation of net (expenditure) to net cash flow from operating activities</u>		
Net income/(expenditure) for the reporting period (as per the statement of financial activities)	(28,004)	179,602
Adjustments for:		
Depreciation Expense	1,678	1,251
Losses/(gains) on Investments	(26,217)	(15,886)
Dividends and Interest from Investments	(44,056)	(26,329)
(Increase)/Decrease in Debtors	682,178	(131,708)
Increase (Decrease) in Creditors	1,357,436	(145,799)
Net Cash provided by Operating Activities	<u>1,943,015</u>	<u>(138,869)</u>
<u>Note 11a. Analysis of cash and cash equivalents</u>		
Cash at bank	<u>3,821,417</u>	<u>1,837,830</u>

Adventist Development Relief Agency -UK

Notes to the Accounts For the year ended 31 December 2024

Note 12 Tangible fixed assets

	Portable Office	Fixtures, fittings and equipment	Total
	£	£	£
Cost			
At 1 January 2024	16,165	21,059	37,224
Additions	-	3,484	3,484
Disposals	-	-	-
At 31 December 2024	16,165	24,543	40,708
Depreciation			
At 1 January 2024	16,165	19,863	36,028
Charge for the year	-	1,678	1,678
Depreciation on disposal	-	-	-
At 31 December 2024	16,165	21,541	37,706
Net book value			
At 1 January 2024	-	1,196	1,196
At 31 December 2024	-	3,002	3,002

Note 13 Current Asset Investments

	2024	2023
	£	£
Fair Value at 1st January 2024	254,899	239,013
(Decrease)/Increase in fair value	26,217	15,886
Fair Value at 31st December 2024	281,116	254,899

The year end fair values of listed equities were obtained from data published by the London Stock Exchange, whereas the Prudential bond valuation was provided by the issuer.

Current asset investments represent 6.0% (2023: 7.1%) of the Charity's total Current Assets.

	Value When Gifted	2024	2023
	£	£	£
Investments consist of the following:			
Equities (listed)	110,344	127,143	108,030
Prudential Bond	25,000	153,973	146,869
Total	135,344	281,116	254,899

Adventist Development Relief Agency -UK

Notes to the Accounts For the year ended 31 December 2024

Note 14 Debtors and Prepayments

Debtors due in less than 1 year	2024 £	2023 £
Amounts Receivable for performance-related Grants	526,670	870,490
Prepayments and Accrued Income	45,299	122,345
Other Debtors	4,725	92,860
Total Debtors and Prepayments due in less than 1 year	576,694	1,085,695

Debtors due over 1 year

Amounts Receivable for performance-related Grants	-	173,177
Total Debtors and Prepayments due over 1 year	-	173,177

Total Debtors	576,694	1,258,872
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Note 15 Creditors and Accruals

	2024 £	2023 £
Amounts Payable performance-related Grants	2,085,885	678,438
Accrued Expenses	41,019	84,038
Other Creditors	385	7,377
Total Creditors and Accruals	2,127,289	769,853

Note 16 Provisions for Liabilities and Charges

During the year ended 31st December 2024, the Charity had made no outstanding grant commitments (2023: NIL).

Note 17 Cash at Bank and in Hand

	2024 £	2023 £
Cash at bank	3,821,417	1,837,830
Total	3,821,417	1,837,830

Note 18 Fair Value of Assets and Liabilities

18.1 Management considers that the exposure to risk is minimal. No credit is extended, and the value of investments is not significant to the Charity's operation. Commitments to provide matching funds are set aside as designated funds at the commencement of each project.

18.2 The fair value of Current Asset investments increased by £26,217 and this increase has been recognised in the Statement of Financial Activity.

Notes to the Accounts
For the year ended 31 December 2024

Note 19 Charity Funds

19.1 Details of material funds held and movements during the current reporting period

Fund names	Purpose	Fund balances brought forward	Income	Expenditure	Transfers (Note 19.3)	Fund balances carried forward
		£	£	£	£	£
Designated funds						
Invested in Property and Equipment	Fixed Assets	1,564	-	1,678		(114)
Major Emergency Fund	Major Emergencies	-	-			-
Named Project Funds	Project commitments	206,727	97,257	3,872	1,237	301,349
Total designated funds		208,291	97,257	5,550	1,237	301,235
General Fund	General	2,152,726	657,313	694,364	(10,571)	2,105,104
Total Unrestricted funds		2,361,017	754,570	699,914	(9,334)	2,406,339
Restricted funds						
Myanmar -Case 2 Learn		-				-
South Sudan - GESS	Girls' Education	(1)	748,459	748,459	1	-
Sri Lanka - EU Project	Environmental and Nutritional Development	19,450	171,397	162,699		28,148
Jersey Overseas Aid	Agricultural Support	5,126	585,135	585,135	(5,126)	-
Virtual gift boxes	Benefit disadvantaged children in UK	618			50	668
Urban Ministries Jubilee	Migrant Advocacy	1,737		500	(1,237)	-
Emergency Restricted Funds	Small Emergencies	90,031	100,292	118,300	(32,418)	39,605
Small Restricted Funds	Small Projects	104,966	33,067	105,917	48,064	80,180
Total restricted funds		221,927	1,638,350	1,721,010	9,334	148,601
Total funds		2,582,944	2,392,920	2,420,924	-	2,554,940

19.2 Analysis of Assets between Funds

	2024			2023		
	Restricted Funds	Unrestricted Funds	Total Funds	Restricted Funds	Unrestricted Funds	Total Funds
	£	£	£	£	£	£
Tangible Fixed Assets	-	3,002	3,002	-	1,196	1,196
Current Assets	148,601	4,530,626	4,679,227	221,929	3,129,672	3,351,601
Creditors due within one year	-	(2,127,289)	(2,127,289)	-	(769,853)	(769,853)
Total Funds	148,601	2,406,339	2,554,940	221,929	2,361,015	2,582,944

Adventist Development Relief Agency -UK

Notes to the Accounts For the year ended 31 December 2024

19.3 Transfers between funds in 2024

Between unrestricted and restricted funds:		Reason for transfer	Amount (£)
Various small restricted funds	General	To fund shortfall in restricted funds	9,334
			9,334

19.4 Details of material funds held and movements during the previous reporting period :

Fund names	Purpose	Fund balances brought forward £	Income £	Expenditure £	Transfers £	Fund balances carried forward £
Designated funds						
Invested in Property and Equipment	Fixed Assets	2,815	-	1,251	-	1,564
Major Emergency Fund	Major Emergencies	100,137	-	-	(100,137)	-
Named Project Funds	Project Commitments	192,869	35,361	63,503	42,000	206,727
Total designated funds		295,821	35,361	64,754	(58,137.00)	208,291
General Fund	General	1,945,845	745,970	653,915	114,826	2,152,726
Total unrestricted funds		2,241,666	781,331	718,669	56,689	2,361,017
Restricted funds						
Myanmar - Case 2 Learn		-	-	-	-	-
South Sudan - GESS	Girls' Education	-	807,568	807,569	-	(1)
Sri Lanka - EU Project	Environmental and Nutritional Development	-	337,375	317,925	-	19,450
Jersey Overseas Aid	Agricultural Support	-	437,745	432,619	-	5,126
Virtual gift boxes	Benefit disadvantaged children in UK	618	-	-	-	618
Urban Ministries Jubilee	Migrant Advocacy	5,840	-	4,103	-	1,737
Emergency Restricted Funds	Small Emergencies	53,020	171,013	134,002	-	90,031
Small Restricted Funds	Small Projects	102,198	159,842	100,385	(56,689)	104,966
Total restricted funds		161,676	1,913,543	1,796,603	(56,689)	221,927
Total funds		2,403,342	2,694,874	2,515,272	-	2,582,944

Accounts

Adventist Development & Relief Agency - UK

**Trustees' Report and Financial Statements
Year ended 31 December 2023**

Charity Numbers
Scotland: SCO37726
England and Wales: 1074937

Adventist Development and Relief Agency - UK

Trustees' Report Year Ended 31st December 2023

Reference and Administrative Details:

Trustees:

Eglan Brooks (Chair)
John Surridge
Andrew Baildam
Stephen Logan
Jennifer Phillips
Snowdon Reid
Helen Rodd
Tristan Simmons
Gordon James Saggars
Wederly Aguiar

General Secretary:

Bert R Smit, Chief Executive Officer (Resigned 31 December 2023)
Helia Mateus, Interim Chief Executive Officer (Appointed 1 December 2023)

Bankers:

HSBC Bank plc, 73 High Street,
Watford, WD1 2DS

Solicitors:

Anthony Collins LLP, 134 Edmund Street,
Birmingham, BS 2ES

Auditors:

Moore Kingston Smith LLP, 4 Victoria Square,
St Albans, AL1 3TF

Registered Office:

British Union Conference, Stanborough Park,
Watford, WD25 9JZ

Registered Charity Numbers:

England and Wales: 1074937
Scotland: SC037726

Legal Statement

We present this report and financial statements of the charity for the year ended 31 December 2023 which have been audited by Moore Kingston Smith LLP. The Charity also operates and is identified under the acronym ADRA-UK.

The financial statements have been prepared in accordance with the accounting policies set out in Note 1 to the accounts and comply with the Charity's trust deed, the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland.

Adventist Development and Relief Agency - UK

Trustees' Report Year Ended 31st December 2023

a. Constitution

The Charity was established by Trust Deed dated 24 November 1998 (updated in 2001 and 2008). The principal object of the Charity is to apply financial, material, and technical resources toward:

- a. The relief of poverty, sickness and distress of those in need, resulting from the effects of war, famine or any other natural or man-made disaster anywhere in the world.
- b. Addressing the long-term effects of poverty.
- c. The education of the public concerning the causes, effects and means of alleviation of poverty and distress.

There has been no change in objectives since the last report.

b. Method of appointment and election of trustees

The management of the Charity is the responsibility of the Trustees who are elected and co-opted under the terms of the Trust deed.

c. Organisational structure and decision making

The Charity is governed by its Board of Trustees. It is part of the international network of offices of the Adventist Development and Relief Agency – International and works in co-operation with other offices in the network in implementing approved projects.

d. Risk management

The Trustees have assessed the major risks to which the Charity is exposed, in particular those related to the operations and finances of the Charity and are satisfied that systems and procedures are in place to mitigate our exposure to the major risks

Statement of Financial Activities (SOFA)

The SOFA shows a surplus of £179,602 (2022: Surplus of £209,714). This was mainly due to unbudgeted legacy income and lower project expenses.

Income

Donated income is made up of general donations, donations received by the churches, legacies and the Appeal donations. The Charity's main donor base consists of members of the Seventh-Day Adventist Church. Donated income decreased by 9% in comparison to 2022, which was primarily related to the Turkey/Syria (2023) against Ukraine (2022) appeals. Also, in 2021/2 the effects of the pandemic hampered normal fundraising activities. The Charity is grateful to its donors for their continued giving, as these funds go a long way towards helping those in need in the countries we operate.

Our main projects include:

- the European Union (EU) funded Sri Lanka 'Assisting Communities in Creating Environmental and Nutritional Development' (ACCEND) which was completed in 2022, and for which the final settlement EU is still outstanding;
- the EU funded Sri Lanka 'Rural & Estate Communities in Creating Environmental & Nutritional Development' (RECCEND) projects which was launched in 2022;
- the UK Foreign, Commonwealth and Development Office (FCDO) funded 'Girls Education South Sudan' GESS project in South Sudan which is on-going;

Adventist Development and Relief Agency - UK

Trustees' Report Year Ended 31st December 2023

- the Jersey Overseas Aid (JOA) funded 'the Enhanced Rural AI' (TERAI) project for smallholder Dairy Farmers in Nepal launched in 2022
- the Royal Jersey Agricultural and Horticultural Society funded 'Jersey Breed-Focused Dairy Development in Zambia' launched in 2022.

We are also contract named partners in two EU projects in Myanmar and Thailand where we provide co-financing, financial and programmatic monitoring support. In addition, we supported small projects in Ghana, Nepal and Mauritania.

The major emergencies in 2023 surrounded the earthquake in Turkey and Syria, as well as in Morocco later in the year. We raised just under £135,000 towards humanitarian needs with our teams working on the ground in Syria. In addition, just over £20,000 was raised for the humanitarian needs in Morocco. We also continued to support Ukraine, and assisted emergencies in Chad, Sudan, Somalia and Malawi.

Expenditure

Restricted expenditure on charitable activities, which consists of project costs funded by FCDO, EU and the JOA, an increase in comparison to 2022. This was largely due to the full year's financial activity of the JOA projects in 2023, but also the conclusion of the Sri Lanka ACCEND project.

As part of project grant conditions, ADRA is often required to contribute towards funding a proportion of the project costs, i.e., match funding. In addition to this, ADRA-UK finances small projects directly. The match funding and the small project funding thus constitute the unrestricted expenditure on charitable activities. In 2023, the unrestricted charitable expenditure was about the same as 2022, reflecting the support to the emergency appeals in 2022 and 2023.

In 2023, the charity did engaged in more fundraising activities thereby resulting in higher levels of expenditure on raising funds. In particular the door to door fundraising has now been discontinued since the pandemic.

Balance Sheet

The amount of Cash held in the Bank decreased by £112,540 largely due to timing of the projects' income and expenditure. An increase in Debtors and decrease in Creditors is reflected in the Balance Sheet as a result of the advances on projects to ADRA overseas implementing offices (debtors) and from donors (liabilities) on the projects.

ADRA-UK also advanced funds to partnering ADRA offices to facilitate project implementation. Funds that were unused by these offices are recognised as Debtors. The Debtors was mainly driven by the advances to South Sudan, Sri Lanka, Nepal and Zambia projects.

Principal Funding

ADRA-UK's success is substantially dependent on winning projects supported by institutional donors (EU, the FCDO, Jersey Overseas Aid, UN agencies, Shrimad Rajchandra Mission Dharampur (UK)(£11,628)), and on its Appeals and Campaigns. The Charity is also supported through donations and legacies by members of the Seventh-day Adventist Church.

Material Investments Policy

ADRA-UK seeks to respond to emergent needs and thus maintains its reserves in deposit funds or Money Market interest-bearing accounts. It has also been the recipient of investment equities and bonds, which have been retained.

Adventist Development and Relief Agency - UK

Trustees' Report Year Ended 31st December 2023

Reserves Policy

The Charity's Reserves are separated into three main categories (See Statement of Changes in Fund Balances):

- Restricted funds are generated when the donor stipulates how their donation may be spent. At the year end, restricted funds amounted to £221,927.
- Unrestricted funds are generated when donors do not stipulate how their donation must be spent. At the year end, unrestricted funds amounted to £2,361,017.
- Unrestricted funds include designated funds which are those that have been set aside by the Trustees for a specific purpose such as project funding. At the year end, unrestricted designated funds amounted to £208,291.

Public Benefit

In setting plans and priorities for areas of work, the Trustees have given regard to guidance from the Charity Commission on the provision of public benefit. The Trustees have considered and will continue to consider how our planned activities will contribute to the objectives we have set. How we deliver our principal objective "reduction of poverty in the relief of suffering particularly in situations of disaster" is demonstrated in our policies, objectives, and plans.

The public benefit arising from our work is inherent in the grants made and the assistance given. Furthermore, we are mindful of the social, moral, and ethical causes of poverty and our purpose is both to address the causes and offer relief in outcome.

Key Management Personnel

The Trustees consider the Chief Executive Officer, Chief Finance Officer and Chief Programmes Officer as comprising the key management personnel of the Charity, in charge of directing and controlling the Charity and running and operating the Charity on a day-to-day basis.

All Trustees give of their time freely and no Trustee remuneration was paid in the year. Details of Trustee expenses and related party transactions are disclosed in note 20 of the accounts.

Trustees are required to disclose all relevant interests and register them with the Chief Executive Officer. None of the Trustees had financial interests with the Charity or its Parent; any such interests would be disclosed.

Trustee Induction and training

Prospective new Trustees are familiar with the Charity as they will have been associated with the Agency in some way. New Trustees are invited for an induction day with senior staff at the Agency. New Trustees are provided with information which outlines specific responsibilities and expectations of both the Trustees and the Charity. On-going training is offered to all Trustees, which includes events and courses that are organised both internally and externally. Beyond this, Trustees are invited at times to monitor projects both as ambassadors and consultants.

The Trustees are responsible for preparing the Trustees' Annual Report and Financial Statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice.)

The law applicable to charities in England and Wales requires the Charity Trustees to prepare financial statements for each year, which give a true and fair view of the state of affairs of the Charity and of the incoming resources and application of resources of the Charity for that period. In preparing the financial statements, the Trustees are required to:

- Select suitable accounting policies and then apply them consistently.
- Observe the methods and principles in the Charities SORP.

Adventist Development and Relief Agency - UK

Trustees' Report Year Ended 31st December 2023

- Make judgements and estimates that are reasonable and prudent.
- State whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements.
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The Trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Charities Act 2011, the applicable Charity Accounts and Reports Regulations 2008 and the provisions of the Trust Deed. They are also responsible for safeguarding the assets of the Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Statement of Disclosure to Auditors

So far as the Trustees are aware, there is no relevant audit information of which the Charity's auditors are unaware; and the Trustees have taken all the steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the Charity's auditors are aware of that information.

Approved by the Trustees of Adventist Development and Relief Agency UK and signed on their behalf by


Wederly Aguiar

Date: 25/09/2024

**Adventist Development & Relief Agency – UK
Independent Auditors' Report
Year Ended 31 December 2023**

**Independent Auditor's Report to The Trustees of The Adventist
Development Relief Agency United Kingdom**

Opinion

We have audited the financial statements of the Adventist Development Relief Agency United Kingdom for the year ended 31 December 2023 which comprise the Statement of Financial Activities, the Summary Income and Expenditure Account, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 'The Financial Reporting Standard Applicable in the UK and Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 December 2023, and of its outgoing resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the Charities and Trustee Investment (Scotland) Act 2005 (as amended), regulations 6 and 8 of the Charities Accounts (Scotland) Regulations 2006 (as amended) and the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs(UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the audit of financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Adventist Development & Relief Agency – UK
Independent Auditors' Report
Year Ended 31 December 2023

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities Act 2011 and the Charities Accounts (Scotland) Regulations 2006 (as amended) requires us to report to you if, in our opinion:

- the information given in the Trustees' Annual Report is inconsistent in any material respect with the financial statements; or
- the charity has not kept adequate accounting records; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement set out on page 4, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act and Section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists.

Adventist Development & Relief Agency – UK Independent Auditors' Report Year Ended 31 December 2023

Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs (UK) we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purposes of expressing an opinion on the effectiveness of the charity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Explanation as to what extent the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below.

The objectives of our audit in respect of fraud, are; to identify and assess the risks of material misstatement of the financial statements due to fraud; to obtain sufficient appropriate audit evidence regarding the assessed risks of material misstatement due to fraud, through designing and implementing appropriate responses to those assessed risks; and to respond appropriately to instances of fraud or suspected fraud identified during the audit. However, the primary responsibility for the prevention and detection of fraud rests with both management and those charged with governance of the charity.

Our approach was as follows:

- We obtained an understanding of the legal and regulatory requirements applicable to the charity and considered that the most significant are the Charities Act 2011, the Charity SORP, and UK financial reporting standards as issued by the Financial Reporting Council
- We obtained an understanding of how the charity complies with these requirements by discussions with management and those charged with governance.

Adventist Development & Relief Agency – UK
Independent Auditors' Report
Year Ended 31 December 2023

- We assessed the risk of material misstatement of the financial statements, including the risk of material misstatement due to fraud and how it might occur, by holding discussions with management and those charged with governance.
- We inquired of management and those charged with governance as to any known instances of non-compliance or suspected non-compliance with laws and regulations.
- Based on this understanding, we designed specific appropriate audit procedures to identify instances of non-compliance with laws and regulations. This included making enquiries of management and those charged with governance and obtaining additional corroborative evidence as required.

There are inherent limitations in the audit procedures described above. We are less likely to become aware of instances of non-compliance with laws and regulations that are not closely related to events and transactions reflected in the financial statements. Also, the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion.

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Chapter 3 of Part 8 of the Charities Act 2011 and to the charity's trustees, as a body, in accordance with Section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005. Our audit work has been undertaken so that we might state to the charity's trustees 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 any party other than the charity and charity's trustees as a body, for our audit work, for this report, or for the opinion we have formed.

Moore Kingston Smith LLP

Moore Kingston Smith LLP

Date 25/9/24

Roger Ogden
Senior Statutory Auditor
4 Victoria Square
St Albans
Herts
AL1 3TF

Moore Kingston Smith LLP is eligible to act as auditor in terms of Section 1212 of the Companies Act 2006

Adventist Development Relief Agency -UK

Statement of Financial Activity For the year ended 31 December 2023

		2023			2022		
	Note	Unrestricted Funds	Restricted Funds	Total	Unrestricted Funds	Restricted Funds	Total
		£	£	£	£	£	£
Incoming Resources							
Income and Endowments From:							
Donations and Legacies	2	576,114	330,853	906,967	817,657	151,353	969,010
Charitable Activities	2	161,466	1,582,690	1,744,156	92,640	1,325,081	1,417,721
Investments	2	26,329	-	26,329	12,378	-	12,378
Other income	2	1,536	-	1,536	-	-	-
Total Incoming Resources		765,445	1,913,543	2,678,988	922,675	1,476,434	2,399,109
Resources Expended							
Expenditure On:							
Charitable Activities	4a	638,028	1,796,603	2,434,631	711,797	1,434,057	2,145,854
Raising Funds	4d	80,641	-	80,641	55,606	-	55,606
Total Resources Expended		718,669	1,796,603	2,515,272	767,403	1,434,057	2,201,460
Net (expenditure)/ income before investment gains/(losses)		46,776	116,940	163,716	155,272	42,377	197,649
Net (losses)/gains on investments	13	15,886	-	15,886	12,065	-	12,065
Net (expenditure)/income before transfers		62,662	116,940	179,602	167,337	42,377	209,714
Transfers between funds	19	56,689	(56,689)	-	(11,600)	11,600	-
Net movement in funds		119,351	60,251	179,602	155,737	53,977	209,714
Reconciliation of Funds:							
Total funds brought forward	19	2,241,666	161,676	2,403,342	2,085,929	107,699	2,193,628
Total funds carried forward	19	2,361,017	221,927	2,582,944	2,241,666	161,676	2,403,342

Adventist Development Relief Agency -UK

Balance Sheet As at 31 December 2023

	Note	Total 2023	Total 2022
<u>Non-current Assets</u>			
Tangible Fixed Assets	12	1,196	2,447
Total Non-Current Assets		1,196	2,447
<u>Current Assets</u>			
Debtors	14	1,258,872	1,127,164
Investments	13	254,899	239,013
Cash at bank	17	1,837,830	1,950,370
Total Current Assets		3,351,601	3,316,547
<u>Liabilities</u>			
Creditors: Amounts falling due within one year	15	769,853	915,652
Net Current Assets		2,581,748	2,400,895
Total Net Assets		2,582,944	2,403,342
<u>The Funds of the Charity:</u>			
Restricted Income Funds	19	221,927	161,676
Unrestricted Funds	19	2,361,017	2,241,666
Total Charity Funds		2,582,944	2,403,342

Approved and authorised for issue by the Board of Trustees on ...25/09/2024... and signed on its behalf by:



Wederly Aguiar

Adventist Development Relief Agency -UK

Cash Flow Statement For the year ended 31 December 2023

	2023 £	2022 £
Cash Flows from Operating Activities:		
Net Cash generated from/used by Operating Activities: (Note 11)	(138,869)	(20,690)
Cash Flows from Investing Activities:		
Dividends and Interest from Investments	26,329	12,378
Purchase of Fixed Assets	-	(3,754)
Net cash provided by investing activities	26,329	8,624
Change in cash and cash equivalents in the reporting period	(112,540)	(12,066)
Cash and Cash Equivalents at the beginning of the reporting period	1,950,370	1,962,436
Cash and Cash Equivalents at the end of the reporting period	1,837,830	1,950,370

Analysis of changes in net debt

	At start of year	Cash flows	At end of year
Cash	1,950,370	(112,540)	1,837,830
Total	1,950,370	(112,540)	1,837,830

Adventist Development Relief Agency -UK

Notes to the Accounts For the year ended 31 December 2023

Note 1 - Accounting Policies

a. Basis of preparation

The accounts (financial statements) have been prepared under the historical cost convention with transactions recognised at cost or transaction value unless otherwise stated in the relevant note to these accounts. These financial statements have been prepared in accordance with the statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Charities Act 2011.

b. Going Concern

The Trustees have assessed whether the use of going concern is appropriate and have considered possible events or conditions that might cast significant doubt on the ability of the Charity to continue as a going concern. The Trustees have made this assessment for a period of at least one year from the date of the approval of these financial statements. In particular, the Trustees have considered the Charity's forecasts and projections and have taken account of pressures on income.

Restricted expenditure on charitable activities, which consists of project costs funded by FCDO and the EU, saw a large increase in comparison to 2022. This was driven by large projects beginning in the previous year. The Charity continues to receive grants and ad hoc donations and seeks to win new projects in the future. Furthermore, as at 31 December 2023 the Charity had cash reserves of just over £2 million, which the Trustees believe is sufficient for the charity to meet its liabilities as they fall due.

After making enquiries, the Trustees have concluded that there is a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future being at least 12 months from the date of signing the financial statements. The Charity therefore continues to adopt the going concern basis in preparing its financial statements.

c. Funds structure

Restricted income funds are funds which are to be used in accordance with specific restrictions imposed by the donor or trust deed.

Unrestricted income funds comprise those funds which the Trustees are free to use for any purpose in the furtherance of charitable objects. They include designated funds where the Trustees, at their discretion, have created a fund for a specific purpose. Further details of each fund are disclosed in note 19.

Designated funds for named projects (Note 19) are unrestricted funds. This includes those funds set aside by the Trustees in order to meet the Charity's contractual obligations for funding the Charity's share of project costs. This is usually in relation to the Charity's contracts with the UK Government and the European Union and Jersey Overseas Aid.

d. Grant-making policies

The Trustees allocate grants in accordance with the objects set out in Charity's governing document as summarised in the Trustees' Annual Report.

Adventist Development Relief Agency -UK

Notes to the Accounts For the year ended 31 December 2023

e. Income recognition

All income is recognised once the Charity has entitlement to that income, it is probable that the income will be received, and the amount of income receivable can be reliably measured.

Donations are recognised when the Charity has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance before the Charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the Charity and it is probable that those conditions will be fulfilled in the reporting period. Provisions for grants are made when the intention to make a grant has been communicated to the recipient but there is uncertainty as to the timing of the grant or the amount of grant payable. Irrecoverable VAT is charged against the expenditure heading for which it was incurred.

Legacies are recognised following the granting of probate when the administrator/executor for the estate has communicated in writing both the amount and settlement date. In the event that the gift is in the form of an asset other than cash or a financial asset traded on a recognised stock exchange, recognition is subject to the value of the gift being reliably measurable with a degree of reasonable accuracy and the title to the asset having been transferred to the Charity.

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the Charity; this is normally upon notification of the interest paid or payable by the bank. Dividends are recognised once the dividend has been declared and notification has been received of the dividend due. This is normally upon receipt of a dividend voucher and related cash.

f. Expenditure recognition

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the Charity to that expenditure, it is probable that settlement will be required, and the amount of the obligation can be measured reliably.

All expenditure is accounted for on an accruals basis. All expenses including support costs are allocated or apportioned to the applicable expenditure headings.

Grant awards that are subject to the recipient fulfilling performance conditions are only accrued when the recipient has been notified of the grant and any remaining unfulfilled condition attaching to that grant is outside of the control of the Charity.

Adventist Development Relief Agency -UK

Notes to the Accounts For the year ended 31 December 2023

Provisions for grants are made when the intention to make a grant has been communicated to the recipient but there is uncertainty as to the timing of the grant or the amount of grant payable.

g. Irrecoverable VAT

Irrecoverable VAT is charged against the expenditure heading for which it was incurred.

h. Foreign currency

Transactions denominated in foreign currencies are translated into Sterling at the rate of exchange ruling on the date of the transaction. Assets and liabilities in foreign currencies are translated into Sterling at the rates of exchange ruling at the end of the financial year. All exchange differences are recognised within the statement of financial activities.

i. Tangible fixed assets and depreciation

All assets costing more than £1,000 are capitalised and valued at historical cost.

Depreciation is charged over their estimated useful life as follows:

Property (portable office): 10% straight line

Office fixtures and equipment: 33.33% straight line

j. Current asset investments

Investments are a form of basic financial instrument and are initially recognised at their transaction value and subsequently measured at their fair value at the balance sheet date using the closing quoted market price (note 13). The statement of financial activities includes the net gains and losses arising on revaluation throughout the year.

The Charity does not acquire put options, derivatives or other complex financial instruments.

The main form of financial risk faced by the Charity is that of volatility in equity and investment markets due to wider economic conditions, the attitude of investors to investment risk, and changes in sentiment concerning equities and within particular sectors or sub sectors.

k. Realised and unrealised gains and losses

All gains and losses are taken to the Statement of Financial Activities as they arise.

Realised gains and losses on investments are calculated as the difference between sales proceeds and their opening carrying value or their purchase value if acquired subsequent to the first day of the financial year.

Adventist Development Relief Agency -UK

Notes to the Accounts For the year ended 31 December 2023

Unrealised gains and losses are calculated as the difference between the fair value at the year end and their carrying value.

Realised and unrealised investment gains and losses are combined in the Statement of Financial Activities.

I. Pensions

Employees of the Charity are entitled to join a defined contribution 'money purchase' scheme. The Charity contribution is restricted to the contributions disclosed in note 9. There were no outstanding contributions at the year end. The costs of the defined contribution scheme are included within charitable activities or fundraising costs and charged to the unrestricted funds of the Charity on the basis of the employees employed under each of those activities.

The Charity previously participated in a defined benefit pension scheme of the British Union Conference of Seventh Day Adventists. This scheme closed to service after 31 December 2013.

ADRA-UK became a charity after the historic deficit was established and does not contribute to the recovery plan. From 1st January 2014, contributions have been made under the Auto-Enrolment compliance legislation by the employer to a Defined Contribution plan invested with the Legal and General insurance company (see note 9).

Notes to the Accounts
For the year ended 31 December 2023

Note 2 - Analysis of Income

	2023			2022		
	Unrestricted Funds	Restricted Funds	Total	Unrestricted Funds	Restricted Funds	Total
	£	£	£	£	£	£
Donations and Legacies						
Annual Appeal - Other	35,361		35,361	104,209	-	104,209
Other Donations	530,753	224,075	754,828	636,621	151,353	787,974
Legacies	10,000	106,778	116,778	76,827	-	76,827
Total Income from Donations and Legacies	576,114	330,853	906,967	817,657	151,353	969,010
Charitable Activities						
Project Grants Received - FCDO	-	807,569	807,569	38,312	717,881	756,193
Project Grants Received - JOA	31,739	437,745	469,484		62,988	62,988
Project Grants Received - EU	-	337,376	337,376	42,328	544,212	586,540
Project Overhead Income	117,727		117,727			
Other Grants	12,000		12,000	12,000		12,000
Total Income from Charitable Activities	161,466	1,582,690	1,744,156	92,640	1,325,081	1,417,721
Income from Investments						
Interest On General Income	22,629		22,629	7,016	-	7,016
Share Dividends	3,700		3,700	5,362	-	5,362
Total Income from Investments	26,329	-	26,329	12,378	-	12,378
Other Income						
Sales of Promotional Items	-	-	-	-	-	-
Realised Foreign Exchange Gain	1,536	-	1,536	-	-	-
Fixed asset Profit	-	-	-	-	-	-
Total Other Income	1,536	-	1,536	-	-	-
Total Income	765,445	1,913,543	2,678,988	922,675	1,476,434	2,399,109

Note 3 - UK Government Grant Income

	2023	2022
	£	£
Cash Received in the Year		
FCDO - South Sudan - GESS Project (EES)	807,569	680,927
Total	807,569	680,927
	2023	2022
	£	£
Amounts Recognised as Income in the Year		
FCDO - South Sudan - GESS Project	807,569	680,928
Total	807,569	680,928

Income is recognised based on stage of completion of project in line with contract terms and conditions.

Adventist Development Relief Agency -UK

Notes to the Accounts For the year ended 31 December 2023

Note 4 - Analysis of Resources

Expended

	2023			2022		
	Unrestricted Funds £	Restricted Funds £	Total £	Unrestricted Funds £	Restricted Funds £	Total £
4a. Charitable Activities Costs						
Direct Costs (Note 4b)	565,192	1,782,436	2,347,628	617,296	1,426,823	2,044,119
Support Costs (Note 4c)	72,836	14,167	87,003	94,501	7,234	101,735
Total Charitable Activities Costs	638,028	1,796,603	2,434,631	711,797	1,434,057	2,145,854
4b. Direct Expenditure on Charitable Activities						
Project Expenses - FCDO	30,620	807,569	838,189	61,229	680,928	742,157
Project Expenses - EU	-	317,925	317,925	53,910	556,858	610,768
Project Expenses - ADRA-UK	35,309	81,218	116,527	76,689	5,300	81,989
Grants paid to Partner Agencies (Note 10)	-	143,105	143,105	-	167,700	167,700
Project Expenses - JOA	-	432,619	432,619	64,720	14,272	78,992
Project Consultancy	4,765	-	4,765	-	-	-
Grants Disbursed Donors/Others	76,131	-	76,131	-	-	-
Other Project Expenses	109	-	109	-	-	-
Salaries and Wages	311,883	-	311,883	297,838	-	297,838
Employer Social Security Costs	34,140	-	34,140	32,873	-	32,873
Employer Pension Contributions	52,432	-	52,432	22,967	-	22,967
Other Employee Expenses	19,803	-	19,803	7,070	1,765	8,835
Total Direct Expenditure on Charitable Activities	565,192	1,782,436	2,347,628	617,296	1,426,823	2,044,119
4c. Analysis of Support Costs Attributed to Charitable Activities						
Audit Fees - Statutory Audit (5e)	23,600	-	23,600	30,413	-	30,413
Trustee And Advisory Meetings (5e)	717	-	717	2,546	-	2,546
Professional and Membership Fees	8,161	-	8,161	7,803	4,455	12,258
Travel Expenses	15,849	-	15,849	13,740	2,776	16,516
Office and Administrative Expenses	12,594	14,167	26,761	26,340	-	26,340
Staff Training and Conferences	3,649	-	3,649	1,452	-	1,452
Depreciation & Loss on Sale	1,251	-	1,251	1,307	-	1,307
Exchange Rate Loss / (Gain)	-	-	-	3,635	-	3,635
Bank Fees And Charges	7,015	-	7,015	7,265	3	7,268
Total Support Costs Attributed to Charitable Activities	72,836	14,167	87,003	94,501	7,234	101,735

Adventist Development Relief Agency -UK

Notes to the Accounts For the year ended 31 December 2023

4d. Expenditure on Raising Funds

	Unrestricted Funds	2023 Restricted Funds	Total	Unrestricted Funds	2022 Restricted Funds	Total
	£	£	£	£	£	£
Incurred Seeking Donations	34,893	-	34,893	33,771	-	33,771
Incurred Seeking Grants	45,748	-	45,748	21,835	-	21,835
Total Expenditure on Raising Funds	80,641	-	80,641	55,606	-	55,606

5. Governance Costs

Audit Fees - Statutory Audit	23,600	-	23,600	30,413	-	30,413
Trustee And Advisory Meetings	717	-	717	2,546	-	2,546
Total Governance Costs	24,317	-	24,317	32,959	-	32,959

6. Analysis of Resources Expenses by Expenditure Type

	Staff Costs 2023 £	Depreciation 2023 £	Other Costs 2023 £	Total 2023 £
Cost of Generating Voluntary Income (Note 4d)	-	-	80,641	80,641
Charitable Activities: Humanitarian Aid (Note 8,12,19)	398,455	1,251	2,034,925	2,434,631
	398,455	1,251	2,115,566	2,515,272

Note 7 - Fees for Examination of the Accounts

	Unrestricted Funds	2023 Restricted Funds	Total	Unrestricted Funds	2022 Restricted Funds	Total
	£	£	£	£	£	£
Audit Fees - Statutory Audit	23,600	-	23,600	30,413	-	30,413
Total Fees for Examination of the Accounts	23,600	-	23,600	30,413	-	30,413

Adventist Development Relief Agency -UK

Notes to the Accounts For the year ended 31 December 2023

Note 8 - Paid Employees

	2023			2022		
	Unrestricted	Restricted	Total	Unrestricted	Restricted	Total
	Funds	Funds		Funds	Funds	
	£	£	£	£	£	£
Note 8.1 - Staff Costs						
Salaries and Wages	311,883	-	311,883	297,838	-	297,838
Social Security Costs	34,140	-	34,140	32,873	-	32,873
Pension Costs	52,432	-	52,432	22,967	-	22,967
Other Employee Benefits	19,803	-	19,803	8,835	1,765	10,600
Total Staff Costs	418,258	-	418,258	362,513	1,765	364,278

During the reporting period, the number of employees receiving employee benefits of £60,000 or more excluding Employer Pension Costs and National Insurance was 1 (2022: 1).

The total amount of employee benefits including employer pensions paid for key management personnel for their services to the Charity was £199,881 (2022: £152,071). This does not include Employer National Insurance.

None of the Trustees were remunerated for their services as Trustees to ADRA-UK nor did they accrue any retirement benefits.

8.2 Average Head Count in the year

The parts of the Charity in which the employees work:

Charitable Activities

Total

2023	2022
7	8
7	8

Note 9 Pensions

Note 9.1 Defined contribution pension scheme

Amount of contributions recognised in the SOFA as an expense

2023	2022
£	£
52,432	22,967

Note 10 Grant making

10.1 Analysis of grants paid (included in cost of charitable activities)

Analysis of grants paid (to institutions):

Adventist UK Community Hubs

Emergency Grants to ADRA Network offices

Other Grants to ADRA Network offices

Total grants paid to Institutions

2023	2022
£	£
4,103	11,821
134,002	132,753
5,000	23,126
143,105	167,700

The Charity did not make any grants to individuals.

Adventist Development Relief Agency -UK

Notes to the Accounts For the year ended 31 December 2023

	2023 £	2022 £
<u>Note 11. Reconciliation of net (expenditure) to net cash flow from operating activities</u>		
Net income/(expenditure) for the reporting period (as per the statement of financial activities)	179,602	209,714
Adjustments for:		
Depreciation Expense	1,251	1,307
Losses/(gains) on Investments	(15,886)	(12,065)
Dividends and Interest from Investments	(26,329)	(12,378)
(Increase)/Decrease in Debtors	(131,708)	(668,308)
Increase (Decrease) in Creditors	(145,799)	461,040
Net Cash provided by Operating Activities	<u>(138,869)</u>	<u>(20,690)</u>
<u>Note 11a. Analysis of cash and cash equivalents</u>		
Cash at bank	<u>1,837,830</u>	<u>1,950,370</u>

Adventist Development Relief Agency -UK

Notes to the Accounts For the year ended 31 December 2023

Note 12 Tangible fixed assets

	Portable Office £	Fixtures, fittings and equipment £	Total £
Cost			
At 1 January 2023	16,165	21,059	37,224
Additions	-	-	-
Disposals	-	-	-
At 31 December 2023	16,165	21,059	37,224
Depreciation			
At 1 January 2023	16,165	18,612	34,777
Charge for the year	-	1,251	1,251
Depreciation on disposal	-	-	-
At 31 December 2023	16,165	19,863	36,028
Net book value			
At 1 January 2023	-	2,447	2,447
At 31 December 2023	-	1,196	1,196

Note 13 Current Asset Investments

	2023 £	2022 £
Fair Value at 1st January 2023	239,013	226,948
(Decrease)/Increase in fair value	15,886	12,065
Fair Value at 31st December 2023	254,899	239,013

The year end fair values of listed equities were obtained from data published by the London Stock Exchange, whereas the Prudential bond valuation was provided by the issuer.

Current asset investments represent 8.1% (2022: 7.1%) of the Charity's total Current Assets.

	Value When Gifted £	2023 £	2022 £
Investments consist of the following:			
Equities (listed)	110,344	108,030	93,193
Prudential Bond	25,000	146,869	145,820
Total	135,344	254,899	239,013

Adventist Development Relief Agency -UK

Notes to the Accounts For the year ended 31 December 2023

Note 14 Debtors and Prepayments

	2023	2022
	£	£
Debtors due in less than 1 year		
Amounts Receivable for performance-related Grants	870,490	844,440
Prepayments and Accrued Income	122,345	233,135
Other Debtors	92,860	49,589
Total Debtors and Prepayments due in less than 1 year	1,085,695	1,127,164
Debtors due over 1 year		
Amounts Receivable for performance-related Grants	173,177	-
Total Debtors and Prepayments due over 1 year	173,177	-
Total Debtors	1,258,872	1,127,164

Note 15 Creditors and Accruals

	2023	2022
	£	£
Amounts Payable performance-related Grants	678,438	882,370
Accrued Expenses	84,038	33,282
Other Creditors	7,377	-
Total Creditors and Accruals	769,853	915,652

Note 16 Provisions for Liabilities and Charges

During the year ended 31st December 2023, the Charity had made no outstanding grant commitments (2022: NIL).

Note 17 Cash at Bank and in Hand

	2023	2022
	£	£
Cash at bank	1,837,830	1,950,370
Total	1,837,830	1,950,370

Note 18 Fair Value of Assets and Liabilities

18.1 Management considers that the exposure to risk is minimal. No credit is extended, and the value of investments is not significant to the Charity's operation. Commitments to provide matching funds are set aside as designated funds at the commencement of each project.

18.2 The fair value of Current Asset investments increased by £15,866 and this increase has been recognised in the Statement of Financial Activity.

Adventist Development Relief Agency -UK

Notes to the Accounts For the year ended 31 December 2023

Note 19 Charity Funds

19.1 Details of material funds held and movements during the current reporting period

Fund names	Purpose	Fund balances brought forward	Income	Expenditure	Transfers (Note 19.3)	Fund balances carried forward
		£	£	£	£	£
Designated funds						
Invested in Property and Equipment	Fixed Assets	2,815	-	1,251	-	1,564
Major Emergency Fund	Major Emergencies	100,137	-	-	(100,137)	-
Named Project Funds	Project commitments	192,869	35,361	63,503	42,000	206,727
Total designated funds		295,821	35,361	64,754	(58,137)	208,291
General Fund	General	1,945,845	745,970	653,915	114,826	2,152,726
Total Unrestricted funds		2,241,666	781,331	718,669	56,689	2,361,017
Restricted funds						
Myanmar -Case 2 Learn	Girls' Education	-	-	-	-	-
South Sudan - GESS	Environmental and Nutritional Development	-	807,568	807,569	-	(1)
Sri Lanka - EU Project	Agricultural Support	-	337,375	317,925	-	19,450
Jersey Overseas Aid	Benefit disadvantaged children in UK	-	437,745	432,619	-	5,126
Virtual gift boxes	Migrant Advocacy	618	-	-	-	618
Urban Ministries Jubilee	Small Emergencies	5,840	171,013	4,103	-	1,737
Emergency Restricted Funds	Small Projects	53,020	159,842	134,002	-	90,031
Small Restricted Funds		102,198	-	100,385	(56,689)	104,966
Total restricted funds		161,676	1,913,543	1,796,603	(56,689)	221,927
Total funds		2,403,342	2,694,874	2,515,272	-	2,582,944

19.2 Analysis of Assets between Funds

	2023			2022		
	Restricted Funds	Unrestricted Funds	Total Funds	Restricted Funds	Unrestricted Funds	Total Funds
	£	£	£	£	£	£
Tangible Fixed Assets	-	1,196	1,196	-	2,447	2,447
Current Assets	221,927	3,129,674	3,351,601	161,676	3,154,871	3,316,547
Creditors due within one year	-	(769,853)	(769,853)	-	(915,652)	(915,652)
Total Funds	221,927	2,361,017	2,582,944	161,676	2,241,666	2,403,342

Adventist Development Relief Agency -UK

Notes to the Accounts For the year ended 31 December 2023

19.3 Transfers between funds in 2023

Between unrestricted and restricted funds:		Reason for transfer	Amount (£)
Various small restricted funds	General	To fund shortfall in restricted funds	56,689
			<u>56,689</u>

19.4 Details of material funds held and movements during the previous reporting period :

Fund names	Purpose	Fund balances brought forward £	Income £	Expenditure £	Transfers £	Fund balances carried forward £
Designated funds						
Invested in Property and Equipment	Fixed Assets	368	-	(2,447)	-	2,815
Major Emergency Fund	Major Emergencies	100,137	-	-	-	100,137
Named Project Funds	Project Commitments	279,113	105,670	191,914	-	192,869
Total designated funds		379,618	105,670	189,467	-	295,821
General Fund	General	1,706,311	761,182	510,048	(11,600)	1,945,845
Total unrestricted funds		2,085,929	866,852	699,515	(11,600)	2,241,666
Restricted funds						
Myanmar - Case 2 Learn		(11,600)	-	-	11,600	-
South Sudan - GESS	Girls' Education	-	680,928	680,928	-	-
	Environmental and	-				
Sri Lanka - EU Project	Nutritional	-	481,224	481,224	-	-
	Development	-				
Jersey Overseas Aid	Agricultural Support	-	62,988	62,988	-	-
Virtual gift boxes	Benefit disadvantaged children in UK	1,260	4,360	5,002	-	618
Urban Ministries Jubilee	Migrant Advocacy	-	14,000	8,160	-	5,840
Emergency Restricted Funds	Small Emergencies	10,740	209,981	167,701	-	53,020
Small Restricted Funds	Small Projects	107,299	22,953	28,054	-	102,198
Total restricted funds		107,699	1,476,434	1,434,057	11,600	161,676
Total funds		2,193,628	2,343,286	2,133,572	-	2,403,342

Adventist Development Relief Agency -UK

Notes to the Accounts For the year ended 31 December 2023

Note 20 Transactions with Trustees and Related parties

20.1 Trustee remuneration and benefits

None of the Trustees have been paid any remuneration or received any other benefits from employment by the Charity or a related entity in their capacity as Trustees of ADRA-UK.

20.2 Trustees' expenses

Type of expenses reimbursed

Travel and Accommodation

Total

2023	2022
£	£
297	-
297	-

Number of Trustees reimbursed for expenses or who had expenses paid by the Charity: 1 (2022: 0)

20.3 Transactions with related parties

During the year the charity had a number of transactions with its parent entity, The British Union Conference of Seventh Day Adventists ("BUC"). The Charity received an appropriation from the BUC amounting to £12,000, the charity also paid rent to the BUC amounting to £7,800 and at the year end the charity was owed £122,345 (2022: £49,589) the BUC.

Accounts

Adventist Development & Relief Agency - UK

**Trustees' Report and Financial Statements
Year ended 31 December 2022**

Charity Numbers
Isle of Man: IOM 1101
Scotland: SCO37726
England and Wales: 1074937

Adventist Development and Relief Agency – UK Trustees' Report

Year Ended 31st December 2022

Reference and Administrative Details:

Trustees:

Andrew Baildam
Eglan Brooks (Chair)
Gordon James Saggars (Appointed 23 June 2022)
Helen Rodd
Helia Mateus (Resigned 30 March 2022)
Jennifer Phillips
John Surridge
Snowdon Reid
Stephen Logan
Tristan Simmons
Wederly Aguiar

General Secretary:

Bert R Smit, Chief Executive Officer

Bankers:

HSBC Bank plc, 73 High Street,
Watford, WD1 2DS

Solicitors:

Anthony Collins LLP, 134 Edmund Street,
Birmingham, BS 2ES

Auditors:

Moore Kingston Smith LLP, 4 Victoria Square,
St Albans, AL1 3TF

Registered Office:

British Union Conference, Stanborough Park,
Watford, WD25 9JZ

Registered Charity Numbers:

England and Wales: 1074937
Isle of Man: IOM 1101
Scotland: SC037726

Legal Statement

We present this report and financial statements of the charity for the year ended 31 December 2022 which have been audited by Moore Kingston Smith LLP. The Charity also operates and is identified under the acronym ADRA-UK.

The financial statements have been prepared in accordance with the accounting policies set out in Note 1 to the accounts and comply with the Charity's trust deed, the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland.

Adventist Development and Relief Agency – UK Trustees' Report

Year Ended 31st December 2022

Structure, governance and management of ADRA-UK

a. Constitution

The Charity was established by Trust Deed dated 24 November 1998 (updated in 2001 and 2008). The principal object of the Charity is to apply financial, material, and technical resources toward:

- a. The relief of poverty, sickness and distress of those in need, resulting from the effects of war, famine or any other natural or man-made disaster anywhere in the world;
- b. Addressing the long-term effects of poverty;
- c. The education of the public concerning the causes, effects and means of alleviation of poverty and distress.

There has been no change in objectives since the last report.

b. Method of appointment and election of trustees

The management of the Charity is the responsibility of the Trustees who are elected and co-opted under the terms of the Trust deed.

c. Organisational structure and decision making

The Charity is governed by its Board of Trustees. It is part of the international network of offices of the Adventist Development and Relief Agency – International and works in co-operation with other offices in the network in implementing approved projects.

d. Risk management

The Trustees have assessed the major risks to which the Charity is exposed, in particular those related to the operations and finances of the Charity and are satisfied that systems and procedures are in place to mitigate our exposure to the major risks.

Statement of Financial Activities (SOFA)

The SOFA shows a surplus of £209,714 (2021: Surplus of £122,476). This was expected by the Trustees.

Income

Donated income is made up of general donations, donations received by the churches, legacies and the Appeal donations. The Charity's main donor base consists of members of the Seventh-Day Adventist Church. Donated income increased by 46% in comparison to 2021, which was primarily related to the Ukraine appeal. Also, in 2021 the effects of the pandemic hampered normal fundraising activities. The Charity is grateful to its donors for their continued giving, as these funds go a long way towards helping those in need both here in the UK and abroad.

Our main projects include the European Union funded Sri Lanka 'Assisting Communities in Creating Environmental and Nutritional Development'(ACCEND) which was completed in 2022 and Sri Lanka 'Rural & Estate Communities in Creating Environmental & Nutritional Development' projects which was launched at the end of the year. The UK Foreign, Commonwealth and Development Office (FCDO) funded 'Girls Education South Sudan' GESS project in South Sudan is on-going. The Jersey Overseas Aid funded 'the Enhanced Rural AI' project for smallholder Dairy Farmers in Nepal and also in

Adventist Development and Relief Agency – UK Trustees' Report

Year Ended 31st December 2022

conjunction with the Royal Jersey Agricultural and Horticultural Society funded 'Jersey Breed-Focused Dairy Development in Zambia' were both launched during the year.

The major emergency in 2022 surrounded the conflict in Ukraine. We raised over £200,000 towards humanitarian needs with our teams working on the ground in the surrounding countries of Moldova, Romania, Poland, Hungary, Slovakia and Ukraine.

Expenditure

Restricted expenditure on charitable activities, which consists of project costs funded by FCDO and the EU, saw a large decrease in comparison to 2021. This was largely due to the completion of the multi-million Yemen project.

As part of project grant conditions, ADRA is often required to contribute towards funding a proportion of the project costs, i.e., match funding. In addition to this, ADRA-UK finances small projects directly. The match funding and the small project funding thus constitute the unrestricted expenditure on charitable activities. In 2022, the unrestricted charitable expenditure increased by £77,959, reflecting the support to the Ukraine emergency.

In 2022, the charity did not engage in as many fundraising activities thereby resulting in continued low levels of expenditure on raising funds, in particular door to door fundraising.

Balance Sheet

The amount of Cash held in the Bank decreased by £12,066 largely due to timing of the projects' income and expenditure. An increase in Debtors and Creditors is reflected in the Balance Sheet as a result of the advances on projects to ADRA overseas implementing offices (debtors) and from donors (liabilities) on the projects.

ADRA-UK also advanced funds to partnering ADRA offices to facilitate project implementation. Funds that were unused by these offices are recognised as Debtors. The Debtors was mainly driven by the advances to South Sudan and Sri Lanka projects.

Principal Funding

ADRA-UK's success is substantially dependent on winning projects supported by institutional donors (the European Union (EU), the FCDO, Jersey Overseas Aid, UN agencies), and on its Appeals and Campaigns. The Charity is also supported through donations and legacies by members of the Seventh-day Adventist Church.

Material Investments Policy

ADRA-UK seeks to respond to emergent needs and thus maintains its reserves in deposit funds or Money Market interest-bearing accounts. It has also been the recipient of investment equities and bonds, which have been retained.

Reserves Policy

The Charity's Reserves are separated into three main categories (See Statement of Changes in Fund Balances):

Adventist Development and Relief Agency – UK Trustees' Report

Year Ended 31st December 2022

- Restricted funds are generated when the donor stipulates how their donation may be spent. At the year end, restricted funds amounted to £161,676.
- Unrestricted funds are generated when donors do not stipulate how their donation must be spent. At the year end, unrestricted funds amounted to £2,241,666.
- Unrestricted funds include designated funds which are those that have been set aside by the Trustees for a specific purpose such as project funding. At the year end, unrestricted designated funds amounted to £295,821.

Public Benefit

In setting plans and priorities for areas of work, the Trustees have given regard to guidance from the Charity Commission on the provision of public benefit. The Trustees have considered and will continue to consider how our planned activities will contribute to the objectives we have set. How we deliver our principal objective "reduction of poverty in the relief of suffering particularly in situations of disaster" is demonstrated in our policies, objectives, and plans.

The public benefit arising from our work is inherent in the grants made and the assistance given. Further we are mindful of the social, moral, and ethical causes of poverty and our purpose is to address both the causes and offer relief in outcome.

Key Management Personnel

The Trustees consider the board of Trustees, Chief Executive Officer, Chief Finance Officer and Chief Programmes Officer as comprising the key management personnel of the Charity, in charge of directing and controlling the Charity and running and operating the Charity on a day-to-day basis.

All Trustees give of their time freely and no Trustee remuneration was paid in the year. Details of Trustee expenses and related party transactions are disclosed in note 20 of the accounts.

Trustees are required to disclose all relevant interests and register them with the Chief Executive. None of the Trustees had financial interests with the Charity or its Parent; any such interests would be disclosed.

Trustee Induction and training

Prospective new Trustees are familiar with the Charity as they will have been associated with the Agency in some way. New Trustees are invited for an induction day with senior staff at the Agency. New Trustees are provided with information which outlines specific responsibilities and expectations of both the Trustees and the Charity. On-going training is offered to all Trustees, which includes events and courses that are organised both internally and externally. Beyond this, Trustees are invited at times to monitor projects both as ambassadors and consultants.

The Trustees are responsible for preparing the Trustees' Annual Report and Financial Statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice.)

The law applicable to charities in England and Wales requires the Charity Trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the Charity and of the incoming resources and application of resources, of the Charity for that period. In preparing the financial statements, the Trustees are required to:

- Select suitable accounting policies and then apply them consistently;
- Observe the methods and principles in the Charities SORP;
- Make judgements and estimates that are reasonable and prudent;

**Adventist Development and Relief Agency – UK
Trustees' Report**

Year Ended 31st December 2022

- State whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The Trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Charities Act 2011, the applicable Charity Accounts and Reports Regulations 2008 and the provisions of the Trust Deed. They are also responsible for safeguarding the assets of the Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Statement of Disclosure to Auditors

So far as the Trustees are aware, there is no relevant audit information of which the Charity's auditors are unaware; and The Trustees have taken all the steps that they ought to have taken as directors to make themselves aware of any relevant audit information and to establish that the Charity's auditors are aware of that information.

Approved by the Trustees of Adventist Development and Relief Agency UK and signed on their behalf by



Wederly Aguiar

Date: 11/06/2023

**Adventist Development & Relief Agency – UK
Independent Auditors' Report
Year Ended 31 December 2022**

**Independent Auditor's Report to The Trustees of The Adventist
Development Relief Agency United Kingdom**

Opinion

We have audited the financial statements of the Adventist Development Relief Agency United Kingdom for the year ended 31 December 2022 which comprise the Statement of Financial Activities, the Summary Income and Expenditure Account, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 'The Financial Reporting Standard Applicable in the UK and Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 December 2022, and of its outgoing resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the Charities and Trustee Investment (Scotland) Act 2005 (as amended), regulations 6 and 8 of the Charities Accounts (Scotland) Regulations 2006 (as amended) and the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs(UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the audit of financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Adventist Development & Relief Agency – UK
Independent Auditors' Report
Year Ended 31 December 2022

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities Act 2011 and the Charities Accounts (Scotland) Regulations 2006 (as amended) requires us to report to you if, in our opinion:

- the information given in the Trustees' Annual Report is inconsistent in any material respect with the financial statements; or
- the charity has not kept adequate accounting records; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement set out on page 4, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act and Section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists.

Adventist Development & Relief Agency – UK
Independent Auditors' Report
Year Ended 31 December 2022

Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs (UK) we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purposes of expressing an opinion on the effectiveness of the charity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Explanation as to what extent the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below.

The objectives of our audit in respect of fraud, are; to identify and assess the risks of material misstatement of the financial statements due to fraud; to obtain sufficient appropriate audit evidence regarding the assessed risks of material misstatement due to fraud, through designing and implementing appropriate responses to those assessed risks; and to respond appropriately to instances of fraud or suspected fraud identified during the audit. However, the primary responsibility for the prevention and detection of fraud rests with both management and those charged with governance of the charity.

Our approach was as follows:

- We obtained an understanding of the legal and regulatory requirements applicable to the charity and considered that the most significant are the Charities Act 2011, the Charity SORP, and UK financial reporting standards as issued by the Financial Reporting Council
- We obtained an understanding of how the charity complies with these requirements by discussions with management and those charged with governance.

Adventist Development & Relief Agency – UK
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Year Ended 31 December 2022

- We assessed the risk of material misstatement of the financial statements, including the risk of material misstatement due to fraud and how it might occur, by holding discussions with management and those charged with governance.
- We inquired of management and those charged with governance as to any known instances of non-compliance or suspected non-compliance with laws and regulations.
- Based on this understanding, we designed specific appropriate audit procedures to identify instances of non-compliance with laws and regulations. This included making enquiries of management and those charged with governance and obtaining additional corroborative evidence as required.

There are inherent limitations in the audit procedures described above. We are less likely to become aware of instances of non-compliance with laws and regulations that are not closely related to events and transactions reflected in the financial statements. Also, the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion.

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Chapter 3 of Part 8 of the Charities Act 2011 and to the charity's trustees, as a body, in accordance with Section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005. Our audit work has been undertaken so that we might state to the charity's trustees 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 any party other than the charity and charity's trustees as a body, for our audit work, for this report, or for the opinion we have formed.



Moore Kingston Smith LLP

Date 21 JUNE 2023

Silvia Vitiello
Senior Statutory Auditor
4 Victoria Square
St Albans
Herts
AL1 3TF

Moore Kingston Smith LLP is eligible to act as auditor in terms of Section 1212 of the Companies Act 2006

Adventist Development Relief Agency -UK

Statement of Financial Activity For the year ended 31 December 2022

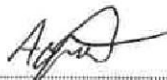
		2022			2021		
	Note	Unrestricted Funds	Restricted Funds	Total	Unrestricted Funds	Restricted Funds	Total
		£	£	£	£	£	£
Incoming Resources							
Income and Endowments From:							
Donations and Legacies	2	817,657	151,353	969,010	675,420	68,307	743,727
Charitable Activities	2	92,640	1,325,081	1,417,721	201,417	6,123,069	6,324,486
Investments	2	12,378	-	12,378	3,203	-	3,203
Total Incoming Resources		922,675	1,476,434	2,399,109	880,040	6,191,376	7,071,416
Resources Expended							
Expenditure On:							
Charitable Activities	4a	711,797	1,434,057	2,145,854	655,409	6,292,259	6,947,668
Raising Funds	4d	55,606	-	55,606	23,298	-	23,298
Total Resources Expended		767,403	1,434,057	2,201,460	678,707	6,292,259	6,970,965
Net (expenditure)/ income before investment gains/(losses)		155,272	42,377	197,649	201,333	(100,883)	100,450
Net (losses)/gains on investments	13	12,065	-	12,065	22,026	-	22,026
Net (expenditure)/income before transfers		167,337	42,377	209,714	223,359	(100,883)	122,476
Transfers between funds	19	(11,600)	11,600	-	(28,494)	28,494	-
Net movement in funds		155,737	53,977	209,714	194,865	(72,389)	122,476
Reconciliation of Funds:							
Total funds brought forward	19	2,085,929	107,699	2,193,628	1,891,064	180,088	2,071,152
Total funds carried forward	19	2,241,666	161,676	2,403,342	2,085,929	107,699	2,193,628

Adventist Development Relief Agency -UK

Balance Sheet As at 31 December 2022

	Note	Total 2022	Total 2021
Fixed Assets			
Tangible Fixed Assets	12	<u>2,447</u>	<u>-</u>
Current Assets			
Debtors	14	1,127,164	458,856
Investments	13	239,013	226,948
Cash at bank	17	<u>1,950,370</u>	<u>1,962,436</u>
Total Current Assets		<u>3,316,547</u>	<u>2,648,240</u>
Liabilities			
Creditors: Amounts falling due within one year	15	<u>915,652</u>	<u>454,612</u>
Net Current Assets		<u>2,400,895</u>	<u>2,193,628</u>
Total Net Assets		<u>2,403,342</u>	<u>2,193,628</u>
The Funds of the Charity:			
Restricted Income Funds	19	161,676	107,699
Unrestricted Funds	19	<u>2,241,666</u>	<u>2,085,929</u>
Total Charity Funds		<u>2,403,342</u>	<u>2,193,628</u>

Approved and authorised for issue by the Board of Trustees on 11/06/2023 and signed on its behalf by:


Wenedy Aguiar

Adventist Development Relief Agency -UK

Cash Flow Statement For the year ended 31 December 2022

	2022	2021
	£	£
Cash Flows from Operating Activities:		
Net Cash generated from/used by Operating Activities (Note 11)	(20,690)	(537,911)
Cash Flows from Investing Activities:		
Dividends and Interest from Investments	12,378	3,203
Purchase of Fixed Assets	(3,754)	-
Net cash provided by investing activities	8,624	3,203
Change in cash and cash equivalents in the reporting period	(12,066)	(534,708)
Cash and Cash Equivalents at the beginning of the reporting period	1,962,436	2,497,144
Cash and Cash Equivalents at the end of the reporting period	1,950,370	1,962,436

Analysis of changes in net debt

	At start of year	Cash flows	At end of year
Cash	1,962,436	(12,066)	1,950,370
Total	1,962,436	(12,066)	1,950,370

Adventist Development Relief Agency -UK

Notes to the Accounts For the year ended 31 December 2022

Note 1 – Accounting Policies

a. Basis of preparation

The accounts (financial statements) have been prepared under the historical cost convention with transactions recognised at cost or transaction value unless otherwise stated in the relevant note to these accounts. These financial statements have been prepared in accordance with the statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Charities Act 2011.

b. Going Concern

The Trustees have assessed whether the use of going concern is appropriate and have considered possible events or conditions that might cast significant doubt on the ability of the Charity to continue as a going concern. The Trustees have made this assessment for a period of at least one year from the date of the approval of these financial statements. In particular, the Trustees have considered the Charity's forecasts and projections and have taken account of pressures on income.

Restricted expenditure on charitable activities, which consists of project costs funded by FCDO and the EU, saw a large decrease in comparison to 2021. This was driven by large projects ending in the year. However, the Charity continues to receive grants and ad hoc donations and seeks to win new projects in the future. Furthermore, as at 31 December 2022 the Charity had cash reserves of just over £2 million, which the Trustees believe is sufficient for the charity to meet its liabilities as they fall due.

After making enquiries, the Trustees have concluded that there is a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future being at least 12 months from the date of signing the financial statements. The Charity therefore continues to adopt the going concern basis in preparing its financial statements.

c. Funds structure

Restricted income funds are funds which are to be used in accordance with specific restrictions imposed by the donor or trust deed.

Unrestricted income funds comprise those funds which the Trustees are free to use for any purpose in the furtherance of charitable objects. They include designated funds where the Trustees, at their discretion, have created a fund for a specific purpose. Further details of each fund are disclosed in note 19.

Designated funds for named projects (Note 19) are unrestricted funds. This includes those funds set aside by the Trustees in order to meet the Charity's contractual obligations for funding the Charity's share of project costs. This is usually in relation to the Charity's contracts with the UK Government and the European Union.

d. Grant-making policies

The Trustees allocate grants in accordance with the objects set out in Charity's governing document as summarised in the Trustees' Annual Report.

Adventist Development Relief Agency -UK

Notes to the Accounts For the year ended 31 December 2022

e. Income recognition

All income is recognised once the Charity has entitlement to that income, it is probable that the income will be received, and the amount of income receivable can be reliably measured.

Donations are recognised when the Charity has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance before the Charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the Charity and it is probable that those conditions will be fulfilled in the reporting period. Provisions for grants are made when the intention to make a grant has been communicated to the recipient but there is uncertainty as to the timing of the grant or the amount of grant payable. Irrecoverable VAT is charged against the expenditure heading for which it was incurred.

Legacies are recognised following the granting of probate when the administrator/executor for the estate has communicated in writing both the amount and settlement date. In the event that the gift is in the form of an asset other than cash or a financial asset traded on a recognised stock exchange, recognition is subject to the value of the gift being reliably measurable with a degree of reasonable accuracy and the title to the asset having been transferred to the Charity.

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the Charity; this is normally upon notification of the interest paid or payable by the bank. Dividends are recognised once the dividend has been declared and notification has been received of the dividend due. This is normally upon receipt of a dividend voucher and related cash.

f. Expenditure recognition

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the Charity to that expenditure, it is probable that settlement will be required, and the amount of the obligation can be measured reliably.

All expenditure is accounted for on an accruals basis. All expenses including support costs are allocated or apportioned to the applicable expenditure headings.

Grant awards that are subject to the recipient fulfilling performance conditions are only accrued when the recipient has been notified of the grant and any remaining unfulfilled condition attaching to that grant is outside of the control of the Charity.

Adventist Development Relief Agency -UK

Notes to the Accounts For the year ended 31 December 2022

Provisions for grants are made when the intention to make a grant has been communicated to the recipient but there is uncertainty as to the timing of the grant or the amount of grant payable.

g. Irrecoverable VAT

Irrecoverable VAT is charged against the expenditure heading for which it was incurred.

h. Foreign currency

Transactions denominated in foreign currencies are translated into Sterling at the rate of exchange ruling on the date of the transaction. Assets and liabilities in foreign currencies are translated into Sterling at the rates of exchange ruling at the end of the financial year. All exchange differences are recognised within the statement of financial activities.

i. Tangible fixed assets and depreciation

All assets costing more than £1,000 are capitalised and valued at historical cost.

Depreciation is charged over their estimated useful life as follows:

Property (portable office): 10% straight line

Office fixtures and equipment: 33.33% straight line

j. Current asset investments

Investments are a form of basic financial instrument and are initially recognised at their transaction value and subsequently measured at their fair value at the balance sheet date using the closing quoted market price (note 13). The statement of financial activities includes the net gains and losses arising on revaluation throughout the year.

The Charity does not acquire put options, derivatives or other complex financial instruments.

The main form of financial risk faced by the Charity is that of volatility in equity and investment markets due to wider economic conditions, the attitude of investors to investment risk, and changes in sentiment concerning equities and within particular sectors or sub sectors.

k. Realised and unrealised gains and losses

All gains and losses are taken to the Statement of Financial Activities as they arise.

Realised gains and losses on investments are calculated as the difference between sales proceeds and their opening carrying value or their purchase value if acquired subsequent to the first day of the financial year.

Adventist Development Relief Agency -UK

Notes to the Accounts For the year ended 31 December 2022

Unrealised gains and losses are calculated as the difference between the fair value at the year end and their carrying value.

Realised and unrealised investment gains and losses are combined in the Statement of Financial Activities.

I. Pensions

Employees of the Charity are entitled to join a defined contribution 'money purchase' scheme. The Charity contribution is restricted to the contributions disclosed in note 9. There were no outstanding contributions at the year end. The costs of the defined contribution scheme are included within charitable activities or fundraising costs and charged to the unrestricted funds of the Charity on the basis of the employees employed under each of those activities.

The Charity previously participated in a defined benefit pension scheme of the British Union Conference of Seventh Day Adventists. This scheme closed to service after 31 December 2013.

ADRA-UK became a charity after the historic deficit was established and does not contribute to the recovery plan. From 1st January 2014, contributions have been made under the Auto-Enrolment compliance legislation by the employer to a Defined Contribution plan invested with the Legal and General insurance company (see note 9).

Adventist Development Relief Agency -UK

Notes to the Accounts For the year ended 31 December 2022

Note 2 - Analysis of Income

	2022			2021		
	Unrestricted Funds	Restricted Funds	Total	Unrestricted Funds	Restricted Funds	Total
	£	£	£	£	£	£
<u>Donations and Legacies</u>						
Annual Appeal - Other	104,209	-	104,209	108,263	-	108,263
Other Donations	636,621	151,353	787,974	418,966	68,307	487,273
Legacies	76,827	-	76,827	148,191	-	148,191
Total Income from Donations and Legacies	817,657	151,353	969,010	675,420	68,307	743,727
<u>Charitable Activities</u>						
Project Grants Received - FCDO	38,312	717,881	756,193	132,698	5,393,822	5,526,520
Project Grants Received - JOA	-	62,988	62,988	-	-	-
Project Grants Received - EU	42,328	544,212	586,540	56,719	729,247	785,966
Other Grants	12,000	-	12,000	12,000	-	12,000
Total Income from Charitable Activities	92,640	1,325,081	1,417,721	201,417	6,123,069	6,324,486
<u>Income from Investments</u>						
Interest On General Income	7,016	-	7,016	119	-	119
Share Dividends	5,362	-	5,362	3,084	-	3,084
Total Income from Investments	12,378	-	12,378	3,203	-	3,203
Total Income	922,675	1,476,434	2,399,109	880,040	6,191,376	7,071,416

Note 3 - UK Government Grant Income

	2022	2021
	£	£
Cash Received In the Year		
FCDO - South Sudan - GESS Project (EES)	680,927	635,340
FCDO - Yemen - MHRP Project	-	3,808,557
Total	680,927	4,443,897
Amounts Recognised as Income in the Year		
FCDO - South Sudan - GESS Project	680,928	567,886
FCDO - Yemen - MHRP Project	-	4,825,936
Total	680,928	5,393,822

Income is recognised based on stage of completion of project in line with contract terms and conditions.

Adventist Development Relief Agency -UK

Notes to the Accounts For the year ended 31 December 2022

Note 4 - Analysis of Resources Expended

	2022			2021		
	Unrestricted Funds £	Restricted Funds £	Total £	Unrestricted Funds £	Restricted Funds £	Total £
4a. Charitable Activities Costs						
Direct Costs (Note 4b)	617,296	1,426,823	2,044,119	555,265	6,291,528	6,846,793
Support Costs (Note 4c)	94,501	7,234	101,735	100,144	731	100,875
Total Charitable Activities Costs	711,797	1,434,057	2,145,854	655,409	6,292,259	6,947,668
4b. Direct Expenditure on Charitable Activities						
Project Expenses - FCDO	61,229	680,928	742,157	76,116	5,393,821	5,469,937
Project Expenses - EU	53,910	556,858	610,768	91,508	777,080	868,588
Project Expenses - ADRA-UK	76,689	5,300	81,989		3,000	3,000
Grants paid to Partner Agencies (Note 10)		167,700	167,700		117,627	117,627
Project Expenses - JOA	64,720	14,272	78,992			
Salaries and Wages	297,838	-	297,838	300,917	-	300,917
Employer Social Security Costs	32,873	-	32,873	34,488	-	34,488
Employer Pension Contributions	22,967	-	22,967	43,338	-	43,338
Other Employee Expenses	7,070	1,765	8,835	8,898	-	8,898
Total Direct Expenditure on Charitable Activities	617,296	1,426,823	2,044,119	555,265	6,291,528	6,846,793
4c. Analysis of Support Costs Attributed to Charitable Activities						
Audit Fees - Statutory Audit (5e)	30,413	-	30,413	19,800	-	19,800
Trustee And Advisory Meetings (5e)	2,546	-	2,546	-	-	-
Professional and Membership Fees	7,803	4,455	12,258	8,470	-	8,470
Travel Expenses	13,740	2,776	16,516	1,067	-	1,067
Office and Administrative Expenses	26,340	-	26,340	27,289	-	27,289
Staff Training and Conferences	1,452	-	1,452	1,979	-	1,979
Depreciation & Loss on Sale	1,307	-	1,307	1,170	-	1,170
Exchange Rate Loss / (Gain)	3,635	-	3,635	31,815	-	31,815
Bank Fees And Charges	7,265	3	7,268	8,554	731	9,285
Total Support Costs Attributed to Charitable Activities	94,501	7,234	101,735	100,144	731	100,875

Adventist Development Relief Agency -UK

Notes to the Accounts For the year ended 31 December 2022

4d. Expenditure on Raising Funds

	2022			2021		
	Unrestricted Funds	Restricted Funds	Total	Unrestricted Funds	Restricted Funds	Total
	£	£	£	£	£	£
Incurred Seeking Donations	33,771	-	33,771	23,298	-	23,298
Incurred Seeking Grants	21,835	-	21,835	-	-	-
Total Expenditure on Raising Funds	55,606	-	55,606	23,298	-	23,298

5. Governance Costs

Audit Fees - Statutory Audit	30,413	-	30,413	19,800	-	19,800
Trustee And Advisory Meetings	2,546	-	2,546	-	-	-
Total Governance Costs	32,959	-	32,959	19,800	-	19,800

6. Analysis of Resources Expenses by Expenditure Type

	Staff Costs 2022 £	Depreciation 2022 £	Other Costs 2022 £	Total 2022 £
Cost of Generating Voluntary Income (Note 4d)	-	-	55,606	55,606
Charitable Activities: Humanitarian Aid (Note 8,12,19)	353,678	1,307	1,790,869	2,145,854
	353,678	1,307	1,846,475	2,201,460

Note 7 - Fees for Examination of the Accounts

	2022			2021		
	Unrestricted Funds	Restricted Funds	Total	Unrestricted Funds	Restricted Funds	Total
	£	£	£	£	£	£
Audit Fees - Statutory Audit	30,413	-	30,413	19,800	-	19,800
Total Fees for Examination of the Accounts	30,413	-	30,413	19,800	-	19,800

Adventist Development Relief Agency -UK

Notes to the Accounts For the year ended 31 December 2022

Note 8 - Paid Employees

	2022			2021		
	Unrestricted Funds	Restricted Funds	Total	Unrestricted Funds	Restricted Funds	Total
	£	£	£	£	£	£
Note 8.1 - Staff Costs						
Salaries and Wages	297,838	-	297,838	300,917	-	300,917
Social Security Costs	32,873	-	32,873	34,488	-	34,488
Pension Costs	22,967	-	22,967	43,388	-	43,388
Other Employee Benefits	8,835	1,765	10,600	8,898	-	8,898
Total Staff Costs	362,513	1,765	364,278	387,691	-	387,691

During the reporting period, the number of employees receiving employee benefits of £60,000 or more excluding Employer Pension Costs and National Insurance was 1 (2021: 1).

The total amount of employee benefits including employer pensions paid for key management personnel for their services to the Charity was £152,071 (2021: £167,208). This does not include Employer National Insurance.

None of the Trustees were remunerated for their services as Trustees to ADRA-UK nor did they accrue any retirement benefits.

8.2 Average Head Count in the year

The parts of the Charity in which the employees work:

Charitable Activities

Total

2022	2021
8	8
8	8

Note 9 Pensions

Note 9.1 Defined contribution pension scheme

Amount of contributions recognised in the SOFA as an expense

2022	2021
£	£
22,967	43,388

Note 10 Grant making

10.1 Analysis of grants paid (included in cost of charitable activities)

Analysis of grants paid (to Institutions):

Adventist UK Community Hubs

Emergency Grants to ADRA Network offices

Other Grants to ADRA Network offices

Total grants paid to Institutions

2022	2021
£	£
11,821	62,350
132,753	55,277
23,126	-
167,700	117,627

The Charity did not make any grants to individuals.

Adventist Development Relief Agency -UK

Notes to the Accounts For the year ended 31 December 2022

	2022 £	2021 £
<u>Note 11. Reconciliation of net (expenditure) to net cash flow from operating activities</u>		
Net income/(expenditure) for the reporting period (as per the statement of financial activities)	209,714	122,476
Adjustments for:		
Depreciation Expense	1,307	1,170
Losses/(gains) on Investments	(12,065)	(22,026)
Dividends and Interest from Investments	(12,378)	(3,203)
(Increase)/Decrease in Debtors	(668,308)	1,431,276
Increase (Decrease) in Creditors	461,040	(2,067,604)
Net Cash provided by Operating Activities	<u>(20,690)</u>	<u>(537,911)</u>
<u>Note 11a. Analysis of cash and cash equivalents</u>		
Cash at bank	<u>1,950,370</u>	<u>1,962,436</u>

Adventist Development Relief Agency -UK

Notes to the Accounts For the year ended 31 December 2022

Note 12 Tangible fixed assets

	Portable Office £	Fixtures, fittings and equipment £	Total £
Cost			
At 1 January 2022	16,165	33,399	49,564
Additions		3,754	3,754
Disposals		(16,094)	(16,094)
At 31 December 2022	16,165	21,059	37,224
Depreciation			
At 1 January 2022	16,165	33,399	49,564
Charge for the year	-	1,307	1,307
Depreciation on disposal		(16,094)	(16,094)
At 31 December 2022	16,165	18,612	34,777
Net book value			
At 1 January 2022	-	-	-
At 31 December 2022	-	2,447	2,447

Note 13 Current Asset Investments

	2022 £	2021 £
Fair Value at 1st January 2022	226,948	204,922
(Decrease)/Increase in fair value	12,065	22,026
Fair Value at 31st December 2022	239,013	226,948

The year end fair values of listed equities were obtained from data published by the London Stock Exchange, whereas the Prudential bond valuation was provided by the issuer.

Current asset investments represent 7.1% (2021: 8.6%) of the Charity's total Current Assets.

Investments consist of the following:	Value When Gifted £	2022 £	2021 £
Equities (listed)	110,344	93,193	96,928
Prudential Bond	25,000	145,820	130,020
Total	135,344	239,013	226,948

Adventist Development Relief Agency -UK

Notes to the Accounts For the year ended 31 December 2022

Note 14 Debtors and Prepayments

	2022	2021
	£	£
Amounts Receivable for performance-related Grants	844,440	348,986
Prepayments and Accrued Income	233,135	101,423
Other Debtors	49,589	8,447
Total Debtors and Prepayments	1,127,164	458,856

Note 15 Creditors and Accruals

	2022	2021
	£	£
Amounts Payable performance-related Grants	882,370	426,390
Accrued Expenses	33,282	28,222
Other Creditors	-	-
Total Creditors and Accruals	915,652	454,612

Note 16 Provisions for Liabilities and Charges

During the year ended 31st December 2022, the Charity had made no outstanding grant commitments (2021: NIL).

Note 17 Cash at Bank and in Hand

	2022	2021
	£	£
Cash at bank	1,950,370	1,962,436
Total	1,950,370	1,962,436

Note 18 Fair Value of Assets and Liabilities

18.1 Management considers that the exposure to risk is minimal. No credit is extended, and the value of investments is not significant to the Charity's operation. Commitments to provide matching funds are set aside as designated funds at the commencement of each project.

18.2 The fair value of Current Asset investments decreased by £12,065 and this increase has been recognised in the Statement of Financial Activity.

Adventist Development Relief Agency -UK

Notes to the Accounts For the year ended 31 December 2022

Note 19 Charity Funds

19.1 Details of material funds held and movements during the current reporting period

Fund names	Purpose	Fund balances brought forward	Income	Expenditure	Transfers (Note 19.3)	Fund balances carried forward
		£	£	£	£	£
Designated funds						
Invested in Property and Equipment	Fixed Assets	368		(2,447)	-	2,815
Major Emergency Fund	Major Emergencies	100,137	-	-	-	100,137
Named Project Funds	Project commitments	279,113	105,670	191,914	-	192,869
Total designated funds		379,618	105,670	189,467	-	295,821
General Fund	General	1,706,311	761,182	510,048	(11,600)	1,945,845
Total Unrestricted funds		2,085,929	866,852	699,515	(11,600)	2,241,666
Restricted funds						
Myanmar -Case 2 Learn	Girls' Education Environmental and Nutritional Development	(11,600)		-	11,600	-
South Sudan - GESS		-	680,928	680,928	-	-
Sri Lanka - EU Project		-	481,224	481,224	-	-
Jersey Overseas Aid		-	62,988	62,988	-	-
Virtual gift boxes	Benefit disadvantaged children in UK	1,260	4,360	5,002	-	618
Urban Ministries Jubilee	Migrant Advocacy	-	14,000	8,160	-	5,840
Emergency Restricted Funds	Small Emergencies	10,740	209,981	167,701	-	53,020
Small Restricted Funds	Small Projects	107,299	22,953	28,054	-	102,198
Total restricted funds		107,699	1,476,434	1,434,057	11,600	161,676
Total funds		2,193,628	2,343,286	2,133,572	-	2,403,342

19.2 Analysis of Assets between Funds

	2022			2021		
	Restricted Funds	Unrestricted Funds	Total Funds	Restricted Funds	Unrestricted Funds	Total Funds
	£	£	£	£	£	£
Tangible Fixed Assets	-	2,447	2,447	-	0	-
Current Assets	161,676	3,154,871	3,316,547	107,699	2,540,541	2,648,240
Creditors due within one year	-	(915,652)	(915,652)	-	(454,612)	(454,612)
Total Funds	161,676	2,241,666	2,403,342	107,699	2,085,929	2,193,628

Adventist Development Relief Agency -UK

Notes to the Accounts For the year ended 31 December 2022

19.3 Transfers between funds in 2022

Between unrestricted and restricted funds:		Reason for transfer	Amount (£)
Myanmar - Case 2 Learn	General	To fund shortfall in restricted funds	11,600
			11,600

19.4 Details of material funds held and movements during the previous reporting period :

Fund names	Purpose	Fund balances brought forward £	Income £	Expenditure £	Transfers £	Fund balances carried forward £
Designated funds						
Invested in Property and Equipment	Fixed Assets	1,718	-	1,350	-	368
Major Emergency Fund	Major Emergencies	100,137	-	-	-	100,137
Named Project Funds	Project Commitments	844,980	105,066	84,437	(586,496)	279,113
Total designated funds		946,835	105,066	85,787	(586,496)	379,618
General Fund	General	944,229	797,000	592,920	558,002	1,706,311
Total unrestricted funds		1,891,064	902,066	678,707	(28,494)	2,085,929
Restricted funds						
Myanmar -Case 2 Learn		-	-	11,600	-	(11,600)
Yemen - MHRP Extension	Cash Transfers	-	4,825,936	4,825,936	-	-
South Sudan - Health Pooled Fund	Health Services	-	317,578	317,578	-	-
South Sudan - GESS	Girls' Education	-	250,309	250,309	-	-
Sri Lanka - EU Project	Environmental and Nutritional Development	-	729,247	729,247	-	-
Swaziland - EU Project	Enhanced Livelihoods	-	-	36,231	36,231	-
Thailand - EU Project	Migrant Advocacy	-	-	-	-	-
Emergency Restricted Funds	Small Emergencies	-	66,742	56,002	-	10,740
Small Restricted Funds	Small Projects	180,088	1,564	65,356	(7,737)	108,559
Total restricted funds		180,088	6,191,376	6,292,259	28,494	107,699
Total funds		2,071,152	7,093,442	6,970,966	-	2,193,628

Adventist Development Relief Agency -UK

Notes to the Accounts For the year ended 31 December 2022

Note 20 Transactions with Trustees and Related parties

20.1 Trustee remuneration and benefits

None of the Trustees have been paid any remuneration or received any other benefits from employment by the Charity or a related entity in their capacity as Trustees of ADRA-UK.

20.2 Trustees' expenses

Type of expenses reimbursed

Travel and Accommodation

Total

2022	2021
£	£
-	-
-	-

Number of Trustees reimbursed for expenses or who had expenses paid by the Charity: 0 (2021: 0)

20.3 Transactions with related parties

During the year the charity had a number of transactions with its parent entity, The British Union Conference of Seventh Day Adventists ("BUC"). The Charity received an appropriation from the BUC amounting to £12,000, the charity also paid rent to the BUC amounting to £7,800 and at the year end the charity was owed £47,367 (2021: £6,648) by the BUC.

During the year, no payments (2021: £380) were made to Tangid Ltd, a company owned by the spouse of one of the key management personnel, for the design of marketing materials.

Accounts

Adventist Development & Relief Agency - UK

**Trustees' Report and Financial Statements
Year ended 31 December 2021**

*Charity Numbers
Isle of Man: IOM 1101
Scotland: SCO37726
England and Wales: 1074937*

Adventist Development and Relief Agency – UK
Trustees' Report

Year Ended 31st December 2021

Reference and Administrative Details:

Trustees:

Eglan Brooks (Chair – appointed 9 December 2021)
John Surridge
Wederly Aguiar (Honorary Treasurer - appointed 21 October 2021)
Andrew Baildam
Stephen Logan
Helia Mateus
Jennifer Phillips
Snowdon Reid
Helen Rodd
Tristan Simmons
Earl Ramharacksingh (succeeded 21 October 2021)
Ian Sweeney (succeeded 9 December 2021)

Honorary Trustee:

John Arthur OBE (passed away 14 November 2021)

General Secretary:

Bert R Smit, Chief Executive Officer

Bankers:

HSBC Bank plc, 73 High Street,
Watford, WD1 2DS

Solicitors:

Anthony Collins LLP, 134 Edmund Street,
Birmingham, BS 2ES

Auditors:

Moore Kingston Smith LLP, 4 Victoria Square,
St Albans, AL1 3TF

Registered Office:

British Union Conference, Stanborough Park,
Watford, WD25 9JZ

Registered Charity Numbers:

England and Wales: 1074937
Isle of Man: IOM 1101
Scotland: SC037726

Legal Statement

We present this report and financial statements of the charity for the year ended 31 December 2021 which have been audited by Moore Kingston Smith LLP. The Charity also operates and is identified under the acronym ADRA-UK.

The financial statements have been prepared in accordance with the accounting policies set out in Note 1 to the accounts and comply with the Charity's trust deed, the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland.

Adventist Development and Relief Agency – UK Trustees' Report

Year Ended 31st December 2021

Structure, governance and management of ADRA-UK

a. Constitution

The Charity was established by Trust Deed dated 24 November 1998 (updated in 2001 and 2008). The principal object of the Charity is to apply financial, material, and technical resources toward:

- a. The relief of poverty, sickness and distress of those in need, resulting from the effects of war, famine or any other natural or man-made disaster anywhere in the world;
- b. Addressing the long-term effects of poverty;
- c. The education of the public concerning the causes, effects and means of alleviation of poverty and distress.

There has been no change in objectives since the last report.

b. Method of appointment and election of trustees

The management of the Charity is the responsibility of the Trustees who are elected and co-opted under the terms of the Trust deed.

c. Organisational structure and decision making

The Charity is governed by its Board of Trustees. It is part of the international network of offices of the Adventist Development and Relief Agency – International and works in co-operation with other offices in the network in implementing approved projects.

d. Risk management

The Trustees have assessed the major risks to which the Charity is exposed, in particular those related to the operations and finances of the Charity and are satisfied that systems and procedures are in place to mitigate our exposure to the major risks.

Statement of Financial Activities (SOFA)

The SOFA shows a surplus of £122,476 (2020: Deficit of £103,628). This was expected by the Trustees.

Income

Donated income is made up of general donations, legacies and the annual Appeal income. The Charity's main donor base consists of members of the Seventh-Day Adventist Church. Donated income increased by 4.5% in comparison to 2020. In 2020 and 2021 the effects of the pandemic hampered normal fundraising activities. The Charity is grateful to its donors for their continued giving, as these funds go a long way towards helping those in need both here in the UK and abroad.

Our European Union funded Sri Lanka 'Assisting Communities in Creating Environmental and Nutritional Development' (ACCEND), the Myanmar CASE2LEARN, the Thailand (CSO-DPAMR) Development for the Promotion and Advancement of Migrants Rights and the Ghana 'Bono Asante' (BAAT) projects continued. The UK Foreign, Commonwealth and Development Office (FCDO) funded 'Girls Education South Sudan' GESS project in South Sudan is on-going. In October ADRA started a research project in Nepal funded by FCDO, where we are supporting the Ministry of Health and Population

Adventist Development and Relief Agency – UK Trustees' Report

Year Ended 31st December 2021

(MoHP) to conduct a study into maternal health and mortality. In addition, our FCDO funded humanitarian 'Integrated Cash Intervention' (ICI) project in Yemen was successfully completed in July.

Expenditure

Restricted expenditure on charitable activities, which consists of project costs funded by FCDO and the EU, saw a large increase in comparison to 2020. This was driven by the continued spend on these projects.

As part of project grant conditions, ADRA is often required to contribute towards funding a proportion of the project costs, i.e., match funding. In addition to this, ADRA-UK finances small projects directly. The match funding and the small project funding thus constitute the unrestricted expenditure on charitable activities. In 2021, the unrestricted charitable expenditure reduced by £118,114.

In 2021, the charity did not engage in as many fundraising activities thereby resulting in a large decrease in expenditure on raising funds, in particular door to door fundraising.

Balance Sheet

The amount of Cash held in the Bank decreased by £534,708 largely due to timing of the projects' income and expenditure. An increase in Creditors is reflected in the Balance Sheet as a result of the liabilities on the projects.

ADRA-UK also advanced funds to partnering ADRA offices to facilitate project implementation. Funds that were unused by these offices are recognised as Debtors. The Debtors was mainly driven by the advances to South Sudan and Accend projects.

Principal Funding

ADRA-UK's success is substantially dependent on winning projects supported by the European Union (EU) and the FCDO, and on its annual Appeal. The Charity is also supported through donations and legacies by members of the Seventh-day Adventist Church.

Material Investments Policy

ADRA-UK seeks to respond to emergent needs and thus maintains its reserves in deposit funds or Money Market interest-bearing accounts. It has also been the recipient of investment equities and bonds, which have been retained.

Reserves Policy

The Charity's Reserves are separated into three main categories (See note 19):

- Restricted funds are generated when the donor stipulates how their donation may be spent. At the year end, restricted funds amounted to £107,699.
- Unrestricted funds are generated when donors do not stipulate how their donation must be spent. At the year end, unrestricted funds amounted to £2,085,929.

Adventist Development and Relief Agency – UK Trustees' Report

Year Ended 31st December 2021

- Unrestricted designated funds are those that have been set aside by the Trustees for a specific purpose such as project funding. At the year end, unrestricted designated funds amounted to £379,618.

Public Benefit

In setting plans and priorities for areas of work, the Trustees have given regard to guidance from the Charity Commission on the provision of public benefit. The Trustees have considered and will continue to consider how our planned activities will contribute to the objectives we have set. How we deliver our principal objective "reduction of poverty in the relief of suffering particularly in situations of disaster" is demonstrated in our policies, objectives, and plans.

The public benefit arising from our work is inherent in the grants made and the assistance given. Further we are mindful of the social, moral, and ethical causes of poverty and our purpose is to address both the causes and offer relief in outcome.

Key Management Personnel

The Trustees consider the board of Trustees, Chief Executive Officer, Chief Finance Officer and Chief Programmes Officer as comprising the key management personnel of the Charity, in charge of directing and controlling the Charity and running and operating the Charity on a day-to-day basis.

All Trustees give of their time freely and no Trustee remuneration was paid in the year. Details of Trustee expenses and related party transactions are disclosed in note 20 of the accounts.

Trustees are required to disclose all relevant interests and register them with the Chief Executive. None of the Trustees had financial interests with the Charity or its Parent; any such interests would be disclosed.

Trustee Induction and training

Prospective new Trustees are familiar with the Charity as they will have been associated with the Agency in some way. New Trustees are invited for an induction day with senior staff at the Agency. New Trustees are provided with information which outlines specific responsibilities and expectations of both the Trustees and the Charity. On-going training is offered to all Trustees, which includes events and courses that are organised both internally and externally. Beyond this, Trustees are invited at times to monitor projects both as ambassadors and consultants.

The Trustees are responsible for preparing the Trustees' Annual Report and Financial Statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice.)

The law applicable to charities in England and Wales requires the Charity Trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the Charity and of the incoming resources and application of resources, of the Charity for that period. In preparing the financial statements, the Trustees are required to:

- Select suitable accounting policies and then apply them consistently;
- Observe the methods and principles in the Charities SORP;
- Make judgements and estimates that are reasonable and prudent;
- State whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;

Adventist Development and Relief Agency – UK
Trustees' Report

Year Ended 31st December 2021

- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The Trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Charities Act 2011, the applicable Charity Accounts and Reports Regulations 2008 and the provisions of the Trust Deed. They are also responsible for safeguarding the assets of the Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Statement of Disclosure to Auditors

So far as the Trustees are aware, there is no relevant audit information of which the Charity's auditors are unaware; and The Trustees have taken all the steps that they ought to have taken as directors to make themselves aware of any relevant audit information and to establish that the Charity's auditors are aware of that information.

Approved by the Trustees of Adventist Development and Relief Agency UK and signed on their behalf by



Wederly Aguiar, Honorary Treasurer

Date: 07/03/2022

**Adventist Development and Relief Agency – UK
Independent Auditor's Report to The Trustees of
The Adventist Development Relief Agency United Kingdom**

Year Ended 31st December 2021

Opinion

We have audited the financial statements of the Adventist Development Relief Agency United Kingdom for the year ended 31 December 2021 which comprise the Statement of Financial Activities, the Summary Income and Expenditure Account, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 'The Financial Reporting Standard Applicable in the UK and Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 December 2021, and of its outgoing resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the Charities and Trustee Investment (Scotland) Act 2005 (as amended), regulations 6 and 8 of the Charities Accounts (Scotland) Regulations 2006 (as amended) and the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs(UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the audit of financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

Adventist Development and Relief Agency – UK
Independent Auditor's Report to The Trustees of
The Adventist Development Relief Agency United Kingdom

Year Ended 31st December 2021

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities Act 2011 and the Charities Accounts (Scotland) Regulations 2006 (as amended) requires us to report to you if, in our opinion:

- the information given in the Trustees' Annual Report is inconsistent in any material respect with the financial statements; or
- the charity has not kept adequate accounting records; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we required for our audit.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement set out on page 4, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act and Section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Adventist Development and Relief Agency – UK
Independent Auditor's Report to The Trustees of
The Adventist Development Relief Agency United Kingdom

Year Ended 31st December 2021

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below.

Explanation as to what extent the audit was considered capable of detecting irregularities, including fraud

The objectives of our audit in respect of fraud, are; to identify and assess the risks of material misstatement of the financial statements due to fraud; to obtain sufficient appropriate audit evidence regarding the assessed risks of material misstatement due to fraud, through designing and implementing appropriate responses to those assessed risks; and to respond appropriately to instances of fraud or suspected fraud identified during the audit. However, the primary responsibility for the prevention and detection of fraud rests with both management and those charged with governance of the charity.

Our approach was as follows:

- We obtained an understanding of the legal and regulatory requirements applicable to the charity and considered that the most significant are the Charities Act 2011, the Charity SORP, Charities Accounts (Scotland) Regulations 2006 (as amended) and UK financial reporting standards as issued by the Financial Reporting Council.
- We obtained an understanding of how the charity complies with these requirements by discussions with management and those charged with governance.
- We assessed the risk of material misstatement of the financial statements, including the risk of material misstatement due to fraud and how it might occur, by holding discussions with management and those charged with governance.
- We inquired of management and those charged with governance as to any known instances of non-compliance or suspected non-compliance with laws and regulations.
- Based on this understanding, we designed specific appropriate audit procedures to identify instances of non-compliance with laws and regulations. This included making enquiries of management and those charged with governance and obtaining additional corroborative evidence as required.

As part of an audit in accordance with ISAs (UK) we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purposes of expressing an opinion on the effectiveness of the charity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty

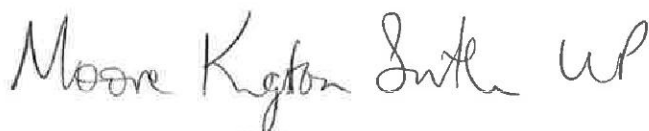
Adventist Development & Relief Agency – UK
Independent Auditors' Report
Year Ended 31 December 2021

- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Chapter 3 of Part 8 of the Charities Act 2011 and to the charity's trustees, as a body, in accordance with Section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005. Our audit work has been undertaken so that we might state to the charity's trustees 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 any party other than the charity and charity's trustees as a body, for our audit work, for this report, or for the opinion we have formed.



Moore Kingston Smith LLP

Date 4 May 2022

Senior Statutory Auditor
4 Victoria Square
St Albans
Herts
AL1 3TF

Moore Kingston Smith LLP is eligible to act as auditor in terms of Section 1212 of the Companies Act 2006

Adventist Development Relief Agency -UK

Statement of Financial Activity For the year ended 31 December 2021

		2021			2020		
	Note	Unrestricted Funds	Restricted Funds	Total	Unrestricted Funds	Restricted Funds	Total
		£	£	£	£	£	£
Incoming Resources							
Income and Endowments From:							
Donations and Legacies	2	675,420	68,307	743,727	673,991	37,503	711,494
Charitable Activities	2	201,417	6,123,069	6,324,486	107,339	1,570,892	1,678,231
Investments	2	3,203	-	3,203	2,929	-	2,929
Total Incoming Resources		880,040	6,191,376	7,071,416	784,259	1,608,395	2,392,654
Resources Expended							
Expenditure On:							
Charitable Activities	4a	655,409	6,292,259	6,947,668	773,523	1,623,334	2,396,857
Raising Funds	4d	23,298	-	23,298	90,091	837	90,928
Total Resources Expended		678,707	6,292,259	6,970,966	863,614	1,624,171	2,487,785
Net (expenditure)/ income before investment gains/(losses)		201,333	(100,883)	100,450	(79,355)	(15,776)	(95,131)
Net (losses)/gains on investments	13	22,026	-	22,026	(8,497)	-	(8,497)
Net (expenditure)/income before transfers		223,359	(100,883)	122,476	(87,852)	(15,776)	(103,628)
Transfers between funds	19	(28,494)	28,494	-	6,852	(6,852)	-
Net movement in funds		194,865	(72,389)	122,476	(81,000)	(22,628)	(103,628)
Reconciliation of Funds:							
Total funds brought forward	19	1,891,064	180,088	2,071,152	1,972,064	202,716	2,174,780
Total funds carried forward	19	2,085,929	107,699	2,193,628	1,891,064	180,088	2,071,152

Adventist Development Relief Agency -UK

Balance Sheet As at 31 December 2021

	Note	Total 2021	Total 2020
Fixed Assets			
Tangible Fixed Assets	12	-	1,718
Current Assets			
Debtors	14	458,856	1,890,132
Investments	13	226,948	204,922
Cash at bank	17	1,962,436	2,497,144
Total Current Assets		2,648,240	4,592,198
Liabilities			
Creditors: Amounts falling due within one year	15	454,612	2,522,764
Net Current Assets		2,193,628	2,069,434
Total Net Assets		2,193,628	2,071,152
The Funds of the Charity:			
Restricted Income Funds	19	107,699	180,088
Unrestricted Funds	19	2,085,929	1,891,064
Total Charity Funds		2,193,628	2,071,152

Approved and authorised for Issue by the Board of Trustees on 07/03/2022..... and signed on its behalf by:



Wederly Aguiar
Honorary Treasurer

Adventist Development Relief Agency -UK

Cash Flow Statement For the year ended 31 December 2021

	2021 £	2020 £
Cash Flows from Operating Activities:		
Net Cash generated from/used by Operating Activities: (Note 11)	(537,911)	440,756
Cash Flows from Investing Activities:		
Dividends and Interest from Investments	3,203	2,929
Purchase of Fixed Assets	-	-
Net cash provided by investing activities	3,203	2,929
Change in cash and cash equivalents in the reporting period	(534,708)	443,685
Cash and Cash Equivalents at the beginning of the reporting period	2,497,144	2,053,459
Cash and Cash Equivalents at the end of the reporting period	1,962,436	2,497,144

Analysis of changes in net debt

	At start of year	Cash flows	At end of year
Cash	2,497,144	(534,708)	1,962,436
Total	2,497,144	(534,708)	1,962,436

Adventist Development Relief Agency -UK

Notes to the Accounts For the year ended 31 December 2021

Note 1 - Accounting Policies

a. Basis of preparation

The accounts (financial statements) have been prepared under the historical cost convention with transactions recognised at cost or transaction value unless otherwise stated in the relevant note to these accounts. These financial statements have been prepared in accordance with the statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Charities Act 2011.

b. Going Concern

The Trustees have assessed whether the use of going concern is appropriate and have considered possible events or conditions that might cast significant doubt on the ability of the Charity to continue as a going concern. The Trustees have made this assessment for a period of at least one year from the date of the approval of these financial statements. In particular, the Trustees have considered the Charity's forecasts and projections and have taken account of pressures on income.

The Trustees have also considered the impact of the ongoing COVID-19 pandemic and measures taken in the UK. As a result of the COVID-19 measures taken, the annual door-to-door collection was cancelled in the UK which has caused all door-to-door income to cease in 2020 and 2021. However, the Charity continues to receive grants and ad hoc donations. Staff have also been able to work from home in order to maintain the day to day running of the Charity. Furthermore, as at 31 December 2021 the Charity had cash reserves of just under £2 million, which the Trustees believe is sufficient for the charity to meet its liabilities as they fall due.

After making enquiries, the Trustees have concluded that there is a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future being at least 12 months from the date of signing the financial statements. The Charity therefore continues to adopt the going concern basis in preparing its financial statements.

c. Funds structure

Restricted income funds are funds which are to be used in accordance with specific restrictions imposed by the donor or trust deed.

Unrestricted income funds comprise those funds which the Trustees are free to use for any purpose in the furtherance of charitable objects. They include designated funds where the Trustees, at their discretion, have created a fund for a specific purpose. Further details of each fund are disclosed in note 19.

Designated funds for named projects (Note 19) are unrestricted funds. This includes those funds set aside by the Trustees in order to meet the Charity's contractual obligations for funding the Charity's share of project costs. This is usually in relation to the Charity's contracts with the UK Government and the European Union.

d. Grant-making policies

The Trustees allocate grants in accordance with the objects set out in Charity's governing document as summarised in the Trustees' Annual Report.

Adventist Development Relief Agency -UK

Notes to the Accounts For the year ended 31 December 2021

e. Income recognition

All income is recognised once the Charity has entitlement to that income, it is probable that the income will be received, and the amount of income receivable can be reliably measured.

Donations are recognised when the Charity has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance before the Charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the Charity and it is probable that those conditions will be fulfilled in the reporting period. Provisions for grants are made when the intention to make a grant has been communicated to the recipient but there is uncertainty as to the timing of the grant or the amount of grant payable. Irrecoverable VAT is charged against the expenditure heading for which it was incurred.

Legacies are recognised following the granting of probate when the administrator/executor for the estate has communicated in writing both the amount and settlement date. In the event that the gift is in the form of an asset other than cash or a financial asset traded on a recognised stock exchange, recognition is subject to the value of the gift being reliably measurable with a degree of reasonable accuracy and the title to the asset having been transferred to the Charity.

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the Charity; this is normally upon notification of the interest paid or payable by the bank. Dividends are recognised once the dividend has been declared and notification has been received of the dividend due. This is normally upon receipt of a dividend voucher and related cash.

f. Expenditure recognition

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the Charity to that expenditure, it is probable that settlement will be required, and the amount of the obligation can be measured reliably.

All expenditure is accounted for on an accruals basis. All expenses including support costs are allocated or apportioned to the applicable expenditure headings.

Grant awards that are subject to the recipient fulfilling performance conditions are only accrued when the recipient has been notified of the grant and any remaining unfulfilled condition attaching to that grant is outside of the control of the Charity.

Adventist Development Relief Agency -UK

Notes to the Accounts For the year ended 31 December 2021

Provisions for grants are made when the intention to make a grant has been communicated to the recipient but there is uncertainty as to the timing of the grant or the amount of grant payable.

g. Irrecoverable VAT

Irrecoverable VAT is charged against the expenditure heading for which it was incurred.

h. Foreign currency

Transactions denominated in foreign currencies are translated into Sterling at the rate of exchange ruling on the date of the transaction. Assets and liabilities in foreign currencies are translated into Sterling at the rates of exchange ruling at the end of the financial year. All exchange differences are recognised within the statement of financial activities.

i. Tangible fixed assets and depreciation

All assets costing more than £1,000 are capitalised and valued at historical cost.

Depreciation is charged over their estimated useful life as follows:

Property (portable office): 10% straight line

Office fixtures and equipment: 33.33% straight line

j. Current asset investments

Investments are a form of basic financial instrument and are initially recognised at their transaction value and subsequently measured at their fair value at the balance sheet date using the closing quoted market price (note 13). The statement of financial activities includes the net gains and losses arising on revaluation throughout the year.

The Charity does not acquire put options, derivatives or other complex financial instruments.

The main form of financial risk faced by the Charity is that of volatility in equity and investment markets due to wider economic conditions, the attitude of investors to investment risk, and changes in sentiment concerning equities and within particular sectors or sub sectors.

k. Realised and unrealised gains and losses

All gains and losses are taken to the Statement of Financial Activities as they arise.

Realised gains and losses on investments are calculated as the difference between sales proceeds and their opening carrying value or their purchase value if acquired subsequent to the first day of the financial year.

Adventist Development Relief Agency -UK

Notes to the Accounts For the year ended 31 December 2021

Unrealised gains and losses are calculated as the difference between the fair value at the year end and their carrying value.

Realised and unrealised investment gains and losses are combined in the Statement of Financial Activities.

I. Pensions

Employees of the Charity are entitled to join a defined contribution 'money purchase' scheme. The Charity contribution is restricted to the contributions disclosed in note 9. There were no outstanding contributions at the year end. The costs of the defined contribution scheme are included within charitable activities or fundraising costs and charged to the unrestricted funds of the Charity on the basis of the employees employed under each of those activities.

The Charity previously participated in a defined benefit pension scheme of the British Union Conference of Seventh Day Adventists. This scheme closed to service after 31 December 2013.

ADRA-UK became a charity after the historic deficit was established and does not contribute to the recovery plan. From 1st January 2014, contributions have been made under the Auto-Enrolment compliance legislation by the employer to a Defined Contribution plan invested with the Legal and General insurance company (see note 9).

Adventist Development Relief Agency -UK

Notes to the Accounts For the year ended 31 December 2021

Note 2 - Analysis of Income

	2021			2020		
	Unrestricted Funds	Restricted Funds	Total	Unrestricted Funds	Restricted Funds	Total
	£	£	£	£	£	£
<u>Donations and Legacies</u>						
Annual Appeal - Other	108,263	-	108,263	90,149	-	90,149
Other Donations	418,966	68,307	487,273	505,083	37,503	542,586
Legacies	148,191	-	148,191	78,759	-	78,759
Total Income from Donations and Legacies	675,420	68,307	743,727	673,991	37,503	711,494
<u>Charitable Activities</u>						
Project Grants Received - FCDO	132,698	5,393,822	5,526,520	61,783	914,606	976,389
Project Grants Received - EU	56,719	729,247	785,966	33,556	516,286	549,842
Other Grants	12,000	-	12,000	12,000	140,000	152,000
Total Income from Charitable Activities	201,417	6,123,069	6,324,486	107,339	1,570,892	1,678,231
<u>Income from Investments</u>						
Interest On General Income	119	-	119	2,233	-	2,233
Share Dividends	3,084	-	3,084	696	-	696
Total Income from Investments	3,203	-	3,203	2,929	-	2,929
Total Income	880,040	6,191,376	7,071,416	784,259	1,608,395	2,392,654

Note 3 - UK Government Grant Income

	2021	2020
	£	£
Cash Received in the Year		
FCDO - South Sudan - GESS Project	635,340	537,483
FCDO - Yemen - MHRP Project	3,808,557	1,801,841
FCDO - Rwanda - Girls' Education Project	-	56,332
Total	4,443,897	2,395,656
Amounts Recognised as Income in the Year		
FCDO - South Sudan - GESS Project	250,308	569,723
FCDO - South Sudan - Health pooled	317,578	-
FCDO - Yemen - MHRP Project	4,825,936	333,760
FCDO - Rwanda - Girls' Education Project	-	11,123
Total	5,393,822	914,606

Income is recognised based on stage of completion of project in line with contract terms and conditions.

Adventist Development Relief Agency -UK

Notes to the Accounts For the year ended 31 December 2021

Note 4 - Analysis of Resources Expended

	2021			2020		
	Unrestricted Funds	Restricted Funds	Total	Unrestricted Funds	Restricted Funds	Total
	£	£	£	£	£	£
4a. Charitable Activities Costs						
Direct Costs (Note 4b)	555,265	6,291,528	6,846,793	703,441	1,622,404	2,325,845
Support Costs (Note 4c)	100,144	731	100,875	70,082	930	71,012
Total Charitable Activities Costs	655,409	6,292,259	6,947,668	773,523	1,623,334	2,396,857

4b. Direct Expenditure on Charitable Activities

Project Expenses - FCDO	76,116	5,393,821	5,469,937	2,690	914,606	917,296
Project Expenses - EU	91,508	777,080	868,588	192,395	516,286	708,681
Project Expenses - ADRA-UK		3,000	3,000	7,149	4,986	12,135
Grants paid to Partner Agencies (Note 10)		117,627	117,627	16,087	186,526	202,613
Salaries and Wages	300,917	-	300,917	382,995	-	382,995
Employer Social Security Costs	34,488	-	34,488	42,130	-	42,130
Employer Pension Contributions	43,338	-	43,338	51,886	-	51,886
Other Employee Expenses	8,898	-	8,898	8,109	-	8,109
Total Direct Expenditure on Charitable Activities	555,265	6,291,528	6,846,793	703,441	1,622,404	2,325,845

4c. Analysis of Support Costs Attributed to Charitable Activities

Audit Fees - Statutory Audit (5e)	19,800	-	19,800	12,000	-	12,000
Trustee And Advisory Meetings (5e)	-	-	-	451	-	451
Professional and Membership Fees	8,470	-	8,470	9,148	-	9,148
Travel Expenses	1,067	-	1,067	4,795	-	4,795
Office and Administrative Expenses	27,289	-	27,289	25,687	587	26,274
Staff Training and Conferences	1,979	-	1,979	6,677	-	6,677
Depreciation & Loss on Sale	1,170	-	1,170	2,737	-	2,737
Exchange Rate Loss	31,815	-	31,815	24	-	24
Bank Fees And Charges	8,554	731	9,285	8,563	343	8,906
Total Support Costs Attributed to Charitable Activities	100,144	731	100,875	70,082	930	71,012

Adventist Development Relief Agency -UK

Notes to the Accounts For the year ended 31 December 2021

4d. Expenditure on Raising Funds

	Unrestricted Funds	2021 Restricted Funds	Total	Unrestricted Funds	2020 Restricted Funds	Total
	£	£	£	£	£	£
Incurred Seeking Donations	23,298	-	23,298	69,418	837	70,255
Incurred Seeking Grants	-	-	-	20,673	-	20,673
Total Expenditure on Raising Funds	23,298	-	23,298	90,091	837	90,928

5. Governance Costs

Audit Fees - Statutory Audit	19,800	-	19,800	12,000	-	12,000
Trustee And Advisory Meetings	-	-	-	451	-	451
Total Governance Costs	19,800	-	19,800	12,451	-	12,451

6. Analysis of Resources Expenses by Expenditure Type

	Staff Costs 2021 £	Depreciation 2021 £	Other Costs 2021 £	Total 2021 £
Cost of Generating Voluntary Income (Note 4d)	-	-	23,298	23,298
Charitable Activities: Humanitarian Aid (Note 5a - 5c)	378,743	1,170	6,567,755	6,947,668
	378,743	1,170	6,591,053	6,970,966

Note 7 - Fees for Examination of the Accounts

	Unrestricted Funds	2021 Restricted Funds	Total	Unrestricted Funds	2020 Restricted Funds	Total
	£	£	£	£	£	£
Audit Fees - Statutory Audit	19,800	-	19,800	12,000	-	12,000
Total Fees for Examination of the Accounts	19,800	-	19,800	12,000	-	12,000

Adventist Development Relief Agency -UK

Notes to the Accounts For the year ended 31 December 2021

Note 8 - Paid Employees

	2021			2020		
	Unrestricted Funds	Restricted Funds	Total	Unrestricted Funds	Restricted Funds	Total
	£	£	£	£	£	£
Note 8.1 - Staff Costs						
Salaries and Wages	300,917	-	300,917	382,995	-	382,995
Social Security Costs	34,488	-	34,488	42,130	-	42,130
Pension Costs	43,338	-	43,338	51,886	-	51,886
Other Employee Benefits	8,898	-	8,898	8,109	-	8,109
Total Staff Costs	387,641	-	387,641	485,120	-	485,120

During the reporting period, the number of employees receiving employee benefits of £60,000 or more excluding Employer Pension Costs and National Insurance was 1 (2020: 1).

The total amount of employee benefits including employer pensions paid for key management personnel for their services to the Charity was £167,208 (2020: £175,815). This does not include Employer National Insurance.

None of the Trustees were remunerated for their services as Trustees to ADRA-UK nor did they accrue any retirement benefits.

8.2 Average Head Count in the year

The parts of the Charity in which the employees work:

	2021	2020
Charitable Activities	8	9
Total	8	9

Note 9 Pensions

Note 9.1 Defined contribution pension scheme

	2021	2020
	£	£
Amount of contributions recognised in the SOFA as an expense	43,338	51,886

Note 10 Grant making

10.1 Analysis of grants paid (included in cost of charitable activities)

	2021	2020
	£	£
Analysis of grants paid (to institutions):		
Adventist UK Community Hubs (£57,750 Barclays Funding + £4,600 TED)	62,350	72,550
Emergency Grants to ADRA Network offices	55,277	33,408
Other Grants to ADRA Network offices		96,655
Total grants paid to institutions	117,627	202,613

The Charity did not make any grants to individuals.

Adventist Development Relief Agency -UK

Notes to the Accounts For the year ended 31 December 2021

	2021 £	2020 £
<u>Note 11. Reconciliation of net (expenditure) to net cash flow from operating activities</u>		
Net income/(expenditure) for the reporting period (as per the statement of financial activities)	122,476	(103,628)
Adjustments for:		
Depreciation Expense	1,170	2,737
Losses/(gains) on Investments	(22,026)	8,497
Dividends and Interest from Investments	(3,203)	(2,929)
(Increase)/Decrease in Debtors	1,431,276	(1,209,362)
Increase (Decrease) in Creditors	(2,067,604)	1,745,441
Net Cash provided by Operating Activities	<u>(537,911)</u>	<u>440,756</u>
<u>Note 11a. Analysis of cash and cash equivalents</u>		
Cash at bank	<u>1,962,436</u>	<u>2,497,144</u>

Adventist Development Relief Agency -UK

Notes to the Accounts For the year ended 31 December 2021

Note 12 Tangible fixed assets

	Portable Office £	Fixtures, fittings and equipment £	Total £
Cost			
At 1 January 2021	16,165	34,873	51,038
Disposals		(1,474)	(1,474)
At 31 December 2021	16,165	33,399	49,564
Depreciation			
At 1 January 2021	16,165	33,155	49,320
Charge for the year		941	941
Depreciation on disposal		(697)	(697)
At 31 December 2021	16,165	33,399	49,564
Net book value			
At 1 January 2021		1,718	1,718
At 31 December 2021			

Note 13 Current Asset Investments

	2021 £	2020 £
Fair Value at 1st January 2021	204,922	213,419
(Decrease)/Increase in fair value	22,026	(8,497)
Fair Value at 31st December 2021	226,948	204,922

The year end fair values of listed equities were obtained from data published by the London Stock Exchange, whereas the Prudential bond valuation was provided by the issuer.

Current asset investments represent 8.6% (2020: 4.5%) of the Charity's total Current Assets.

	Value When Gifted £	2021 £	2020 £
Investments consist of the following:			
Equities (listed)	110,344	96,928	76,338
Prudential Bond	25,000	130,020	128,584
Total	135,344	226,948	204,922

Adventist Development Relief Agency -UK

Notes to the Accounts For the year ended 31 December 2021

Note 14 Debtors and Prepayments

	2021	2020
	£	£
Amounts Receivable for performance-related Grants	348,986	1,749,977
Prepayments and Accrued Income	101,423	133,802
Other Debtors	8,447	6,353
Total Debtors and Prepayments	458,856	1,890,132

Note 15 Creditors and Accruals

	2021	2020
	£	£
Amounts Payable performance-related Grants	426,390	2,491,447
Accrued Expenses	28,222	28,151
Other Creditors	-	3,166
Total Creditors and Accruals	454,612	2,522,764

Note 16 Provisions for Liabilities and Charges

During the year ended 31st December 2021, the Charity had made no outstanding grant commitments (2020: NIL).

Note 17 Cash at Bank and in Hand

	2021	2020
	£	£
Cash at bank	1,962,436	2,497,144
Total	1,962,436	2,497,144

Note 18 Fair Value of Assets and Liabilities

18.1 Management considers that the exposure to risk is minimal. No credit is extended, and the value of investments is not significant to the Charity's operation. Commitments to provide matching funds are set aside as designated funds at the commencement of each project.

18.2 The fair value of Current Asset investments increased by £22,026 and this increase has been recognised in the Statement of Financial Activity.

Adventist Development Relief Agency -UK

Notes to the Accounts For the year ended 31 December 2021

Note 19 Charity Funds

19.1 Details of material funds held and movements during the current reporting period

Fund names	Purpose	Fund balances brought forward	Income	Expenditure	Transfers (Note 19.3)	Fund balances carried forward
		£	£	£	£	£
Designated funds						
Invested in Property and Equipment	Fixed Assets	1,718		1,350	-	368
Major Emergency Fund	Major Emergencies	100,137	-	-	-	100,137
Named Project Funds	Project commitments	844,980	105,066	84,437	(586,496)	279,113
Total designated funds		946,835	105,066	85,787	(586,496)	379,618
General Fund	General	944,229	797,000	592,920	558,002	1,706,311
Total Unrestricted funds		1,891,064	902,066	678,707	(28,494)	2,085,929
Restricted funds						
Myanmar - Case 2 Learn		-	-	11,600	-	(11,600)
Yemen - MHRP Extension	Cash Transfers	-	4,825,936	4,825,936	-	-
South Sudan - Health Pooled Fund	Health Services	-	317,578	317,578	-	-
South Sudan - GESS	Girls' Education	-	250,309	250,309	-	-
Sri Lanka - EU Project	Environmental and Nutritional Development	-	729,247	729,247	-	-
Swaziland - EU Project	Enhanced Livelihoods	-	-	36,231	36,231	-
Thailand - EU Project	Migrant Advocacy	-	-	-	-	-
Emergency Restricted Funds	Small Emergencies	-	66,742	56,002	-	10,740
Small Restricted Funds	Small Projects	180,088	1,564	65,356	(7,737)	108,559
Total restricted funds		180,088	6,191,376	6,292,259	28,494	107,699
Total funds		2,071,152	7,093,442	6,970,966	-	2,193,628

19.2 Analysis of Assets between Funds

	2021			2020		
	Restricted Funds	Unrestricted Funds	Total Funds	Restricted Funds	Unrestricted Funds	Total Funds
	£	£	£	£	£	£
Tangible Fixed Assets	-	0	-	-	1,718	1,718
Current Assets	107,699	2,540,541	2,648,240	180,088	4,412,110	4,592,198
Creditors due within one year	-	(454,612)	(454,612)	-	(2,522,764)	(2,522,764)
Total Funds	107,699	2,085,929	2,193,628	180,088	1,891,064	2,071,152

Adventist Development Relief Agency -UK

Notes to the Accounts For the year ended 31 December 2021

19.3 Transfers between funds in 2021

Between unrestricted and restricted funds:		Reason for transfer	Amount (£)
Small Restricted Funds	General	To fund shortfall in small restricted funds	3,373
Swaziland - EU Project	Enhanced Livelihoods	Transfer prior year Admin Levy to General Funds	36,231
Urban Ministries Fund	General	Expenses incurred but treated as unrestricted	(11,110)
			28,494

19.4 Details of material funds held and movements during the previous reporting period :

Fund names	Purpose	Fund balances brought forward £	Income £	Expenditure £	Transfers £	Fund balances carried forward £
Designated funds						
Invested in Property and Equipment	Fixed Assets	4,455	-	2,737	-	1,718
Major Emergency Fund	Major Emergencies	100,137	-	-	-	100,137
Named Project Funds	Project Commitments	519,540	74,035	240,211	489,382	842,746
Total designated funds		624,132	74,035	242,948	489,382	944,601
General Fund	General	1,347,932	701,727	620,666	(482,530)	946,463
Total unrestricted funds		1,972,064	775,762	863,614	6,852	1,891,064
Restricted funds						
Rwanda - DFID Project	Girls' Education	-	11,123	11,123	-	-
Yemen-MHRP Extension	Cash Transfers	-	333,760	333,760	-	-
South Sudan - Health Pooled Fund	Health Services	-	569,723	569,723	-	-
	Environmental and					
Sri Lanka - EU Project	Nutritional	-	505,929	505,929	-	-
	Development					
Swaziland - EU Project	Enhanced Livelihoods	-	10,357	10,357	-	-
Thailand - EU Project	Migrant Advocacy	47,668	-	-	(47,668)	-
Emergency Restricted Funds	Small Emergencies	33,753	23,444	98,622	41,425	-
Small Restricted Funds	Small Projects	121,295	154,059	94,657	(609)	180,088
Total restricted funds		202,716	1,608,395	1,624,171	(6,852)	180,088
Total funds		2,174,780	2,384,157	2,487,785	-	2,071,152

Adventist Development Relief Agency -UK

Notes to the Accounts For the year ended 31 December 2021

Note 20 Transactions with Trustees and Related parties

20.1 Trustee remuneration and benefits

None of the Trustees have been paid any remuneration or received any other benefits from employment by the Charity or a related entity in their capacity as Trustees of ADRA-UK.

20.2 Trustees' expenses

Type of expenses reimbursed

Travel and Accommodation

Total

2021	2020
£	£
-	141
<u>-</u>	<u>141</u>

Number of Trustees reimbursed for expenses or who had expenses paid by the Charity: 0 (2020: 2)

20.3 Transactions with related parties

During the year the charity had a number of transactions with its parent entity, The British Union Conference of Seventh Day Adventists ("BUC"). The Charity received an appropriation from the BUC amounting to £12,000, the charity also paid rent to the BUC amounting to £7,800 and at the year end the charity was owed £6,648 by the BUC.

During the year, payments amounting to £380 (2020: £1,800) were made to Tangid Ltd, a company owned by the spouse of one of the key management personnel, for the design of marketing materials.

Accounts

Adventist Development & Relief Agency - UK

**Trustees' Report and Financial Statements
Year ended 31 December 2020**

Adventist Development & Relief Agency – UK

Trustees' Report

Year Ended 31st December 2020

Reference and Administrative Details:

Trustees:

Ian Sweeney (Chair)
John Surridge
Earl Ramharacksingh (Hon Treasurer)
Andrew Baildam
Stephen Logan
Helia Mateus
Jennifer Phillips
Snowdon Reid
Helen Rodd
Tristan Simmons

Honorary Trustee:

John Arthur OBE

General Secretary:

Bert R Smit, Chief Executive Officer

Bankers:

HSBC Bank plc, 73 High Street,
Watford, WD1 2DS

Solicitors:

Anthony Collins LLP, 134 Edmund Street,
Birmingham, BS 2ES

Auditors:

Moore Kingston Smith LLP, 4 Victoria Square,
St Albans, AL1 3TF

Registered Office:

British Union Conference, Stanborough Park,
Watford, WD25 9JZ

Registered Charity Numbers:

England and Wales: 1074937
Isle of Man: IOM 1101
Scotland: SC037726

Legal Statement

We present this report and financial statements of the charity for the year ended 31 December 2020, which have been audited by Moore Kingston Smith LLP. The Charity also operates and is identified under the acronym ADRA-UK.

The financial statements have been prepared in accordance with the accounting policies set out in Note 1 to the accounts and comply with the Charity's trust deed, the Charities Act 2011 and Charities SORP (FRS102).

Adventist Development & Relief Agency – UK

Trustees' Report

Year Ended 31st December 2020

Structure, governance and management of ADRA-UK

a. Constitution

The Charity was established by Trust Deed dated 24 November 1998 (updated in 2001 and 2008). The principal object of the Charity is to apply financial, material, and technical resources toward:

- a. The relief of poverty, sickness and distress of those in need, resulting from the effects of war, famine or any other natural or man-made disaster anywhere in the world;
- b. Addressing the long-term effects of poverty;
- c. The education of the public concerning the causes, effects and means of alleviation of poverty and distress.

There has been no change in objectives since the last report.

b. Method of appointment and election of trustees

The management of the Charity is the responsibility of the Trustees who are elected and co-opted under the terms of the Trust deed.

c. Organisational structure and decision making

The Charity is governed by its Board of Trustees. It is part of the international network of offices of the Adventist Development and Relief Agency – International and works in co-operation with other offices in the network in implementing approved projects.

d. Risk management

The Trustees have assessed the major risks to which the Charity is exposed, in particular those related to the operations and finances of the Charity, and are satisfied that systems and procedures are in place to mitigate our exposure to the major risks.

Statement of Financial Activities (SOFA)

The SOFA shows a deficit of £103,628. This was £94,712 higher than originally budgeted for in 2020 which can be partly attributed to a loss of donated income as a result of the pandemic.

Income

Donated income is made up of general donations, legacies and the annual Appeal income. The Charity's main donor base consists of members of the Seventh-Day Adventist Church. Donated income reduced by 16% in comparison to 2019, a reduction mainly attributable to the effects of the pandemic which has hampered normal fundraising activities. The Charity is grateful to its donors for their continued giving as these funds go a long way towards helping those in need both here in the UK and abroad.

Our European Union funded Sri Lanka 'Assisting Communities in Creating Environmental and Nutritional Development'(ACCEND), the Myanmar CASE2LEARN, Thailand (CSO-DPAMR) Development for the Promotion and Advancement of Migrants Rights and the Ghana 'Bono Asante' (BAAT) projects continued while the Thailand 'Enhanced Capacity for Migrant Advocacy' (ECMA) project came to an end in June 2020 and the Swaziland (ELIVES) Enhanced Livelihoods of people living with HIV in the Lubombo and Shiselweni regions project came to an end in January 2020. The

UK Foreign, Commonwealth and Development Office (FCDO) funded 'Girls Education South Sudan 2' GESS2 project in South Sudan continued and a new humanitarian project was realised in Yemen 'Integrated Cash Intervention' ICI in 2020.

Adventist Development & Relief Agency – UK

Trustees' Report

Year Ended 31st December 2020

The Rwanda (REAP2) Rwandan Girls Education Advancement Programme 2 project came to an end in January 2020. We have seen a increase of 54% in Income from Charitable Activities.

Other Income (which includes unrealised gains on investments) was lower than in the previous year.

Expenditure

Restricted expenditure on charitable activities, which consists of project costs funded by FCDO and the EU, saw a 67% increase in comparison to 2019. This was driven by GESS, ICI and continued spend on ACCEND projects.

As part of project grant conditions, ADRA is often required to contribute towards funding a proportion of the project costs, i.e., match funding. In addition to this, ADRA-UK finances small projects directly. The match funding and the small project funding thus constitute the unrestricted expenditure on charitable activities. In 2020, the unrestricted charitable expenditure reduced by 27% as a result of reduced unrestricted income.

In 2020, the charity did not employ any fundraising staff thereby resulting in a 6% decrease in expenditure on raising funds.

Balance Sheet

The amount of cash held in the bank increased by 22% largely due to Agency income for the ICI and ACCEND projects. A increase in Creditors is reflected in the Balance Sheet as a result of the liabilities on the set projects.

ADRA-UK also advanced funds to partnering ADRA offices in order to facilitate project implementation. Funds that were unused by these offices are recognised as Debtors. The Debtors was mainly driven by the advances to Sri Lanka and Yemen projects.

Principal Funding

ADRA-UK's success is substantially dependent on winning projects supported by the European Union (EU) and the FCDO, and on its annual Appeal. The Charity is also supported through donations and legacies by members of the Seventh-day Adventist Church.

Material Investments Policy

ADRA-UK seeks to respond to emergent needs and thus maintains its reserves in deposit funds or Money Market interest-bearing accounts. It has also been the recipient of investment equities and bonds, which have been retained.

Reserves Policy

The Charity's Reserves are separated into three main categories (See notes 19 and 20):

- Restricted funds are generated when the donor stipulates how their donation may be spent. At the year end, restricted funds amounted to £180,088.
- Unrestricted funds are generated when donors do not stipulate how their donation may be spent. At the year end, unrestricted funds amounted to £1,891,064
- Unrestricted designated funds are those that have been set aside by the Trustees for a specific purpose such as project funding. At the year end, unrestricted designated funds amounted to £944,601.

Adventist Development & Relief Agency – UK

Trustees' Report

Year Ended 31st December 2020

Public Benefit

In setting plans and priorities for areas of work, the Trustees have given regard to guidance from the Charity Commission on the provision of public benefit. In particular the Trustees have considered and will continue to consider how our planned activities will contribute to the objectives we have set. How we deliver our principal objective “reduction of poverty in the relief of suffering particularly in situations of disaster” is demonstrated in our policies, objectives and plans.

The public benefit arising from our work is inherent in the grants made and the assistance given. Further we are mindful of the social, moral and ethical causes of poverty and our purpose is to address both the causes and offer relief in outcome.

Key Management Personnel

The Trustees considers the board of Trustees, Chief Executive Officer, Chief Finance Officer and Chief Programmes Officer as comprising the key management personnel of the Charity in charge of directing and controlling the Charity and running and operating the Charity on a day-to-day basis.

All Trustees give of their time freely and no Trustee remuneration was paid in the year. Details of Trustee expenses and related party transactions are disclosed in note 20 of the accounts.

Trustees are required to disclose all relevant interests and register them with the Chief Executive. None of the Trustees had financial interests with the Charity or any such interests would be disclosed.

Trustee Induction and training

Prospective new Trustees are familiar with the Charity as they have been associated with the Agency in some way. New Trustees are invited for an induction day with senior staff at the Agency. New Trustees are provided with information which outlines specific responsibilities and expectations of both the Trustees and the Charity. On-going training is offered to all Trustees, which includes events and courses that are organised both internally and externally. Beyond this, Trustees are invited at times to monitor projects both as ambassadors and consultants.

The Trustees are responsible for preparing the Trustees' Annual Report and Financial Statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice.)

The law applicable to charities in England and Wales requires the Charity Trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the Charity and of the incoming resources and application of resources, of the Charity for that period. In preparing the financial statements, the Trustees are required to:

- Select suitable accounting policies and then apply them consistently;
- Observe the methods and principles in the Charities SORP;
- Make judgements and estimates that are reasonable and prudent;
- State whether applicable UK Accounting Standards have been followed, subject to any material departures

disclosed and explained in the financial statements;

- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The Trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charities SORP (FRS102) and the provisions of the Trust Deed. They are also responsible for

Adventist Development & Relief Agency – UK
Trustees' Report
Year Ended 31st December 2020

safeguarding the assets of the Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Statement of Disclosure to Auditors

So far as the Trustees are aware, there is no relevant audit information of which the Charity's auditors are unaware; and The Trustees have taken all the steps that they ought to have taken as directors to make themselves aware of any relevant audit information and to establish that the Charity's auditors are aware of that information.

Approved by the Trustees of Adventist Development and Relief Agency UK and signed on their behalf by



.....
Earl Ramharacksingh, Honorary Treasurer,

Date 7 June 2021

Adventist Development & Relief Agency – UK
Independent Auditors' Report
Year Ended 31 December 2020

Independent Auditor's Report to The Trustees of The Adventist Development Relief Agency United Kingdom

Opinion

We have audited the financial statements of the Adventist Development Relief Agency United Kingdom for the year ended 31 December 2020 which comprise the Statement of Financial Activities, the Summary Income and Expenditure Account, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 'The Financial Reporting Standard Applicable in the UK and Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 December 2020, and of its outgoing resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the Charities and Trustee Investment (Scotland) Act 2005 (as amended), regulations 6 and 8 of the Charities Accounts (Scotland) Regulations 2006 (as amended) and the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs(UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the audit of financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information. Our

Adventist Development & Relief Agency – UK
Independent Auditors' Report
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opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities Act 2011 and the Charities Accounts (Scotland) Regulations 2006 (as amended) requires us to report to you if, in our opinion:

- the information given in the Trustees' Annual Report is inconsistent in any material respect with the financial statements; or
- the charity has not kept adequate accounting records; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we required for our audit.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement set out on page 4, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act and Section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in aggregate,

Adventist Development & Relief Agency – UK
Independent Auditors' Report
Year Ended 31 December 2020

they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below.

Explanation as to what extent the audit was considered capable of detecting irregularities, including fraud

The objectives of our audit in respect of fraud, are; to identify and assess the risks of material misstatement of the financial statements due to fraud; to obtain sufficient appropriate audit evidence regarding the assessed risks of material misstatement due to fraud, through designing and implementing appropriate responses to those assessed risks; and to respond appropriately to instances of fraud or suspected fraud identified during the audit. However, the primary responsibility for the prevention and detection of fraud rests with both management and those charged with governance of the charity.

Our approach was as follows:

- We obtained an understanding of the legal and regulatory requirements applicable to the charity and considered that the most significant are the Charities Act 2011, the Charity SORP, Charities Accounts (Scotland) Regulations 2006 (as amended) and UK financial reporting standards as issued by the Financial Reporting Council.
- We obtained an understanding of how the charity complies with these requirements by discussions with management and those charged with governance.
- We assessed the risk of material misstatement of the financial statements, including the risk of material misstatement due to fraud and how it might occur, by holding discussions with management and those charged with governance.
- We inquired of management and those charged with governance as to any known instances of non-compliance or suspected non-compliance with laws and regulations.
- Based on this understanding, we designed specific appropriate audit procedures to identify instances of non-compliance with laws and regulations. This included making enquiries of management and those charged with governance and obtaining additional corroborative evidence as required.

As part of an audit in accordance with ISAs (UK) we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purposes of expressing an opinion on the effectiveness of the charity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.

Adventist Development & Relief Agency – UK
Independent Auditors' Report
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- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Chapter 3 of Part 8 of the Charities Act 2011 and to the charity's trustees, as a body, in accordance with Section 44(1)(c) of the Charities and Trustee Investment (Scotland) Act 2005. Our audit work has been undertaken so that we might state to the charity's trustees 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 any party other than the charity and charity's trustees as a body, for our audit work, for this report, or for the opinion we have formed.



Moore Kingston Smith LLP

Date 24/06/2021

Statutory Auditor
4 Victoria Square
St Albans
Herts
AL1 3TF

Moore Kingston Smith LLP is eligible to act as auditor in terms of Section 1212 of the Companies Act 2006

Adventist Development Relief Agency -UK

Statement of Financial Activity For The Year Ended 31 December 2020

		2020			2019		
	Note	Unrestricted Funds	Restricted Funds	Total	Unrestricted Funds	Restricted Funds	Total
		£	£	£	£	£	£
Incoming Resources							
Income and Endowments From:							
Donations and Legacies	2	673,991	37,503	711,494	801,088	47,899	848,987
Charitable Activities	2	107,339	1,570,892	1,678,231	88,962	998,196	1,087,158
Investments	2	2,929	-	2,929	8,818	-	8,818
Other Income	2	-	-	-	19,175	-	19,175
Total Incoming Resources		784,259	1,608,395	2,392,654	918,043	1,046,095	1,964,138
Resources Expended							
Expenditure On:							
Charitable Activities	5a	773,523	1,623,334	2,396,857	1,062,373	974,020	2,036,393
Raising Funds	5d	90,091	837	90,928	92,024	4,911	96,935
Total Resources Expended		863,614	1,624,171	2,487,785	1,154,397	978,931	2,133,328
Net (expenditure)/ income before investment gains/(losses)		(79,355)	(15,776)	(95,131)	(236,354)	67,164	(169,190)
Net (losses)/gains on investments	13	(8,497)	-	(8,497)	3,970	-	3,970
Net (expenditure)/income before transfers		(87,852)	(15,776)	(103,628)	(232,384)	67,164	(165,220)
Transfers between funds	19	6,852	(6,852)	-	(19,148)	19,148	-
Net movement in funds		(81,000)	(22,628)	(103,628)	(251,532)	86,312	(165,220)
Reconciliation of Funds:							
Total funds brought forward	19	1,972,064	202,716	2,174,780	2,223,596	116,404	2,340,000
Total funds carried forward	19	1,891,064	180,088	2,071,152	1,972,064	202,716	2,174,780

Balance Sheet
As at 31 December 2020

	Note	Total 2020	Total 2019
Fixed Assets			
Tangible Fixed Assets	12	<u>1,718</u>	<u>4,455</u>
Current Assets			
Debtors	14	1,890,132	680,770
Investments	13	204,922	213,419
Cash at bank	17	2,497,144	2,053,459
Total Current Assets		<u>4,592,198</u>	<u>2,947,648</u>
Liabilities			
Creditors: Amounts falling due within one year	15	<u>2,522,764</u>	<u>777,323</u>
Net Current Assets		<u>2,069,434</u>	<u>2,170,325</u>
Total Net Assets		<u>2,071,152</u>	<u>2,174,780</u>
The Funds of the Charity:			
Restricted Income Funds	19	180,088	202,716
Unrestricted Funds	19	1,891,064	1,972,064
Total Charity Funds		<u>2,071,152</u>	<u>2,174,780</u>

Approved and authorised for issue by the Board of Trustees on 07 June 2021 and signed on its behalf by:



Earl Ramharacksingh
Honorary Treasurer

Cash Flow Statement
Year Ended 31 December 2020

		2020	2019
		£	£
Cash Flows from Operating Activities:			
Net Cash generated from/used by Operating Activities	(Note 11)	440,756	(1,031,511)
Cash Flows from Investing Activities:			
Dividends and Interest from Investments		2,929	8,818
Purchase of Fixed Assets		-	(2,947)
Net cash provided by investing activities		2,929	5,871
Change in cash and cash equivalents in the reporting period		443,685	(1,025,640)
Cash and Cash Equivalents at the beginning of the reporting period		2,053,459	3,079,099
Cash and Cash Equivalents at the end of the reporting period		2,497,144	2,053,459

Analysis of changes in net debt

	At start of year	Cash flows	At end of year
Cash	2,053,459	443,685	2,497,144
Total	2,053,459	443,685	2,497,144

**Notes to the Accounts
Year Ended 31 December 2020**

Note 1 - Accounting Policies

a. Basis of preparation

The accounts (financial statements) have been prepared under the historical cost convention with transactions recognised at cost or transaction value unless otherwise stated in the relevant note to these accounts. These financial statements have been prepared in accordance with the statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Charities Act 2011.

b. Going Concern

The Trustees have assessed whether the use of going concern is appropriate and have considered possible events or conditions that might cast significant doubt on the ability of the Charity to continue as a going concern. The Trustees have made this assessment for a period of at least one year from the date of the approval of these financial statements. In particular, the Trustees have considered the Charity's forecasts and projections and have taken account of pressures on income.

The Trustees have also considered the impact of the ongoing COVID-19 pandemic and measures taken in the UK. As a result of the COVID-19 measures taken, the annual door-to-door collection was cancelled in the UK which has caused all door-to-door income to cease in 2020. However, the Charity continues to receive grants and ad hoc donations. Staff have also been able to work from home in order to maintain the day to day running of the Charity. Furthermore, as at 31 December 2020 the Charity had cash reserves of over £2 million which the Trustees believe is sufficient for the charity to meet its liabilities as they fall due.

After making enquiries, the Trustees have concluded that there is a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future being at least 12 months from the date of signing the financial statements. The Charity therefore continues to adopt the going concern basis in preparing its financial statements.

c. Funds structure

Restricted income funds are funds which are to be used in accordance with specific restrictions imposed by the donor or trust deed.

Unrestricted income funds comprise those funds which the Trustees are free to use for any purpose in the furtherance of charitable objects. They include designated funds where the Trustees, at their discretion, have created a fund for a specific purpose. Further details of each fund are disclosed in note 19.

Designated funds for named projects (Note 19) are unrestricted funds. This includes those funds set aside by the Trustees in order to meet the Charity's contractual obligations for funding the Charity's share of project costs. This is usually in relation to the Charity's contracts with the UK Government and the European Union.

d. Grant-making policies

The Trustees allocate grants in accordance with the objects set out in Charity's governing document as summarised in the Trustees' Annual Report.

**Notes to the Accounts
Year Ended 31 December 2020**

e. Income recognition

All income is recognised once the Charity has entitlement to that income, it is probable that the income will be received, and the amount of income receivable can be reliably measured.

Donations are recognised when the Charity has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance before the Charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the Charity and it is probable that those conditions will be fulfilled in the reporting period. Provisions for grants are made when the intention to make a grant has been communicated to the recipient but there is uncertainty as to the timing of the grant or the amount of grant payable. Irrecoverable VAT is charged against the expenditure heading for which it was incurred.

Legacies are recognised following the granting of probate when the administrator/executor for the estate has communicated in writing both the amount and settlement date. In the event that the gift is in the form of an asset other than cash or a financial asset traded on a recognised stock exchange, recognition is subject to the value of the gift being reliably measurable with a degree of reasonable accuracy and the title to the asset having been transferred to the Charity.

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the Charity; this is normally upon notification of the interest paid or payable by the bank. Dividends are recognised once the dividend has been declared and notification has been received of the dividend due. This is normally upon receipt of a dividend voucher and related cash.

f. Expenditure recognition

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the Charity to that expenditure, it is probable that settlement will be required, and the amount of the obligation can be measured reliably.

All expenditure is accounted for on an accruals basis. All expenses including support costs are allocated or apportioned to the applicable expenditure headings.

Grant awards that are subject to the recipient fulfilling performance conditions are only accrued when the recipient has been notified of the grant and any remaining unfulfilled condition attaching to that grant is outside of the control of the Charity.

**Notes to the Accounts
Year Ended 31 December 2020**

Provisions for grants are made when the intention to make a grant has been communicated to the recipient but there is uncertainty as to the timing of the grant or the amount of grant payable.

g. Irrecoverable VAT

Irrecoverable VAT is charged against the expenditure heading for which it was incurred.

h. Foreign currency

Transactions denominated in foreign currencies are translated into Sterling at the rate of exchange ruling on the date of the transaction. Assets and liabilities in foreign currencies are translated into Sterling at the rates of exchange ruling at the end of the financial year. All exchange differences are recognised within the statement of financial activities.

i. Tangible fixed assets and depreciation

All assets costing more than £1,000 are capitalised and valued at historical cost.

Depreciation is charged over their estimated useful life as follows:

Property (portable office): 10% straight line

Office fixtures and equipment: 33.33% straight line

j. Current asset investments

Investments are a form of basic financial instrument and are initially recognised at their transaction value and subsequently measured at their fair value at the balance sheet date using the closing quoted market price (note 13). The statement of financial activities includes the net gains and losses arising on revaluation throughout the year.

The Charity does not acquire put options, derivatives or other complex financial instruments.

The main form of financial risk faced by the Charity is that of volatility in equity and investment markets due to wider economic conditions, the attitude of investors to investment risk, and changes in sentiment concerning equities and within particular sectors or sub sectors.

k. Realised and unrealised gains and losses

All gains and losses are taken to the Statement of Financial Activities as they arise.

Realised gains and losses on investments are calculated as the difference between sales proceeds and their opening carrying value or their purchase value if acquired subsequent to the first day of the financial year.

Notes to the Accounts Year Ended 31 December 2020

Unrealised gains and losses are calculated as the difference between the fair value at the year end and their carrying value.

Realised and unrealised investment gains and losses are combined in the Statement of Financial Activities.

I. Pensions

Employees of the Charity are entitled to join a defined contribution 'money purchase' scheme. The Charity contribution is restricted to the contributions disclosed in note 9. There were no outstanding contributions at the year end. The costs of the defined contribution scheme are included within charitable activities or fundraising costs and charged to the unrestricted funds of the Charity on the basis of the employees employed under each of those activities.

The Charity previously participated in a defined benefit pension scheme of the British Union Conference of Seventh Day Adventists. This scheme closed to service after 31 December 2013.

ADRA-UK became a charity after the historic deficit was established and does not contribute to the recovery plan. From 1st January 2014, contributions have been made under the Auto-Enrolment compliance legislation by the employer to a Defined Contribution plan invested with the Legal and General insurance company (see note 9).

Adventist Development Relief Agency -UK

Notes to the Accounts Year Ended 31 December 2020

Note 2 - Analysis of Income

	2020			2019		
	Unrestricted Funds	Restricted Funds	Total	Unrestricted Funds	Restricted Funds	Total
	£	£	£	£	£	£
<u>Donations and Legacies</u>						
Annual Appeal - House to House	-	-	-	120,441	-	120,441
Annual Appeal - Other	90,149	-	90,149	312,673	-	312,673
Other Donations	505,083	37,503	542,586	346,867	47,899	394,766
Legacies	78,759	-	78,759	21,107	-	21,107
Total Income from Donations and Legacies	673,991	37,503	711,494	801,088	47,899	848,987
<u>Charitable Activities</u>						
Project Grants Received - DFID	61,783	914,606	976,389	-	42,502	42,502
Project Grants Received - Health Pooled Fund	-	-	-	3,149	44,987	48,136
Project Grants Received - EU	33,556	516,286	549,842	73,263	887,709	960,972
Other Grants	12,000	140,000	152,000	12,550	22,998	35,548
Total Income from Charitable Activities	107,339	1,570,892	1,678,231	88,962	998,196	1,087,158
<u>Income from Investments</u>						
Interest On General Income	2,233	-	2,233	7,175	-	7,175
Share Dividends	696	-	696	1,643	-	1,643
Total Income from Investments	2,929	-	2,929	8,818	-	8,818
<u>Other Income</u>						
Unrealised Foreign Exchange Gain	-	-	-	19,175	-	19,175
Total Other Income	-	-	-	19,175	-	19,175
Total Income	784,259	1,608,395	2,392,654	918,043	1,046,095	1,964,138

Note 3 - UK Government Grant Income

	2020	2019
	£	£
Cash Received in the Year		
DFID - South Sudan - GESS Project	537,483	-
DFID - Yemen - MHRP Project	1,801,841	-
DFID - Rwanda - Girls' Education Project	56,332	99,058
Total	2,395,656	99,058
Amounts Recognised as Income in the Year		
	2020	2019
	£	£
DFID - South Sudan - GESS Project	569,723	-
DFID - Yemen - MHRP Project	333,760	-
DFID - Rwanda - Girls' Education Project	11,123	42,502
Total	914,606	42,502

Income is recognised based on stage of completion of project in line with contract terms and conditions.

Adventist Development Relief Agency -UK

Notes to the Accounts Year Ended 31 December 2020

Note 4 - Donated goods and services

	2020 £	2019 £
Gift Boxes	-	-

Donated goods have been recognised in accordance with paragraph 6 of the Charities SORP (FRS102).

Note 5 - Analysis of Resources

Expended

	2,020			2,019		
	Unrestricted Funds £	Restricted Funds £	Total £	Unrestricted Funds £	Restricted Funds £	Total £
5a. Charitable Activities Costs						
Direct Costs (Note 5b)	703,441	1,622,404	2,325,845	970,210	960,679	1,930,889
Support Costs (Note 5c)	70,082	930	71,012	92,163	13,341	105,504
Total Charitable Activities Costs	773,523	1,623,334	2,396,857	1,062,373	974,020	2,036,393

5b. Direct Expenditure on Charitable Activities

Project Expenses - DFID	2,690	914,606	917,296	65,000	42,502	107,502
Project Expenses - EU	192,395	516,286	708,681	346,078	840,041	1,186,119
Project Expenses - Health Pooled Fund	-	-	-	64,815	44,987	19,828
Project Expenses - ADRA-UK	7,149	4,986	12,135	24,913	15,185	40,098
Grants paid to Partner Agencies (Note 10)	16,087	186,526	202,613	139,558	17,964	157,522
Salaries and Wages	382,995	-	382,995	361,125	-	361,125
Employer Social Security Costs	42,130	-	42,130	39,663	-	39,663
Employer Pension Contributions	51,886	-	51,886	47,003	-	47,003
Other Employee Expenses	8,109	-	8,109	11,685	-	11,685
Total Direct Expenditure on Charitable Activities	703,441	1,622,404	2,325,845	970,210	960,679	1,930,889

5c. Analysis of Support Costs Attributed to Charitable Activities

Audit Fees - Statutory Audit (5e)	12,000	-	12,000	12,480	-	12,480
Trustee And Advisory Meetings (5e)	451	-	451	1,960	-	1,960
Professional and Membership Fees	9,148	-	9,148	6,241	108	6,349
Travel Expenses	4,795	-	4,795	15,519	7,760	23,279
Office and Administrative Expenses	25,687	587	26,274	35,992	5,024	41,016
Staff Training and Conferences	6,677	-	6,677	8,709	240	8,949
Depreciation Charges	2,737	-	2,737	3,672	-	3,672
Exchange Rate Loss	24	-	24	608	23	631
Bank Fees And Charges	8,563	343	8,906	6,982	186	7,168
Total Support Costs Attributed to Charitable Activities	70,082	930	71,012	92,163	13,341	105,504

Adventist Development Relief Agency -UK

Notes to the Accounts Year Ended 31 December 2020

5d. Expenditure on Raising Funds

	Unrestricted Funds	2020 Restricted Funds	Total	Unrestricted Funds	2019 Restricted Funds	Total
	£	£	£	£	£	£
Incurred Seeking Donations	69,418	837	70,255	74,753	4,911	79,664
Incurred Seeking Grants	20,673	-	20,673	14,968	-	14,968
Audit Fees - Annual Appeal	-	-	-	-	-	-
Bank Fees And Charges - Annual Appeal	-	-	-	2,303	-	2,303
Total Expenditure on Raising Funds	90,091	837	90,928	92,024	4,911	96,935

5e. Governance Costs

Audit Fees - Statutory Audit	12,000	-	12,000	12,480	-	12,480
Trustee And Advisory Meetings	451	-	451	1,960	-	1,960
Total Governance Costs	12,451	-	12,451	14,440	-	14,440

6. Analysis of Resources Expenses by Expenditure Type

	Staff Costs 2020 £	Depreciation 2020 £	Other Costs 2020 £	Total 2020 £
Cost of Generating Voluntary Income (Note 5d)	-	-	90,928	90,928
Charitable Activities: Humanitarian Aid (Note 5a - 5c)	477,011	2,737	1,917,109	2,396,857
	477,011	2,737	2,008,037	2,487,785

Note 7 - Fees for Examination of the Accounts

	Unrestricted Funds	2020 Restricted Funds	Total	Unrestricted Funds	2019 Restricted Funds	Total
	£	£	£	£	£	£
Audit Fees - Statutory Audit	12,000	-	12,000	12,480	-	12,480
Total Fees for Examination of the Accounts	12,000	-	12,000	12,480	-	12,480

**Notes to the Accounts
Year Ended 31 December 2020**

Note 8 - Paid Employees

	2020			2019		
	Unrestricted Funds	Restricted Funds	Total	Unrestricted Funds	Restricted Funds	Total
<u>Note 8.1 - Staff Costs</u>	£	£	£	£	£	£
Salaries and Wages	382,995	-	382,995	361,125	-	361,125
Social Security Costs	42,130	-	42,130	39,663	-	39,663
Pension Costs	51,886	-	51,886	47,003	-	47,003
Other Employee Benefits	8,109	-	8,109	11,685	-	11,685
Total Staff Costs	485,120	-	485,120	459,476	-	459,476

During the reporting period, the number of employees receiving employee benefits of £60,000 or more excluding Employer Pension Costs and National Insurance was 1 (2019: 1).

The total amount of employee benefits including employer Pensions paid for key management personnel for their services to the Charity was £175,815.72 (2019: £149,353.17). This does not include Employer National Insurance.

None of the Trustees were remunerated for their services as Trustees to ADRA-UK nor did they accrue any retirement benefits.

8.2 Average Head Count in the year

The parts of the Charity in which the employees work:

	2020	2019
Charitable Activities	9	9
Total	9	9

Note 9 Pensions

Note 9.1 Defined contribution pension scheme

	2020	2019
	£	£
Amount of contributions recognised in the SOFA as an expense	51,886	47,003

Note 10 Grant making

10.1 Analysis of grants paid (included in cost of charitable activities)

	2020	2019
	£	£
Analysis of grants paid (to institutions):		
Adventist UK Community Hubs (£38,050 Barclays Funding + ££28,500 TED)	66,550	-
Aberdaron Special Needs Camp	-	5,000
Emergency Grants to ADRA Network offices	33,408	45,000
Other Grants to ADRA Network offices	96,655	107,522
Total grants paid to institutions	196,613	157,522

The Charity did not make any grants to individuals.

**Notes to the Accounts
Year Ended 31 December 2020**

	2020 £	2019 £
<u>Note 11. Reconciliation of net (expenditure) to net cash flow from operating activities</u>		
Net income/(expenditure) for the reporting period (as per the statement of financial activities)	(103,628)	(165,220)
Adjustments for:		
Depreciation Expense	2,737	3,672
Losses/(gains) on Investments	8,497	(3,970)
Dividends and Interest from Investments	(2,929)	(8,818)
(Increase)/Decrease in Debtors	(1,209,362)	161,129
Increase (Decrease) in Creditors	1,745,441	(1,018,304)
Net Cash provided by Operating Activities	440,756	(1,031,511)

Note 11a. Analysis of cash and cash equivalents

Cash at bank	2,497,144	1,553,459
Notice deposits (more than 3 months)	-	500,000
Total cash and cash equivalents	2,497,144	2,053,459

Notes to the Accounts
As at 31 December 2020

Note 12 Tangible fixed assets

	Portable Office £	Fixtures, fittings and equipment £	Total £
Cost			
At 1 January 2020	16,165	34,873	51,038
At 31 December 2020	16,165	34,873	51,038
Depreciation			
At 1 January 2020	16,165	30,418	46,583
Disposals	-	2,737	2,737
At 31 December 2020	16,165	33,155	49,320
Net book value			
At 1 January 2020	-	4,455	4,455
At 31 December 2020	-	1,718	1,718

Note 13 Current Asset Investments

	2020 £	2019 £
Fair Value at 1st January 2020	213,419	209,449
(Decrease)/Increase in fair value	(8,497)	3,970
Fair Value at 31st December 2020	204,922	213,419

The year end fair values of listed equities were obtained from data published by the London Stock Exchange, whereas the Prudential bond valuation was provided by the issuer.

Current asset investments represent 4% (2019: 7.1%) of the Charity's total Current Assets.

	Value When Gifted £	2020 £	2019 £
Investments consist of the following:			
Equities (listed)	110,344	76,338	98,373
Prudential Bond	25,000	128,584	115,046
Total	135,344	204,922	213,419

**Notes to the Accounts
As at 31 December 2020**

Note 14 Debtors and Prepayments

	2020	2019
	£	£
Amounts Receivable for performance-related Grants	1,749,977	608,875
Prepayments and Accrued Income	133,802	55,284
Other Debtors	6,353	16,611
Total Debtors and Prepayments	1,890,132	680,770

Note 15 Creditors and Accruals

	2020	2019
	£	£
Amounts Payable performance-related Grants	2,491,447	605,146
Accrued Expenses	28,151	165,663
Other Creditors	3,166	6,514
Amount Owed to Sponsoring Organisation	-	-
Total Creditors and Accruals	2,522,764	777,323

Note 16 Provisions for Liabilities and Charges

During the year ended 31st December 2020, the Charity had made no outstanding grant commitments (2019: NIL).

Note 17 Cash at Bank and in Hand

	2020	2019
	£	£
Long term deposits (maturing after more than 3 months)	-	500,000
Cash at bank	2,497,144	1,553,459
Total	2,497,144	2,053,459

Note 18 Fair Value of Assets and Liabilities

18.1 Management considers that the exposure to risk is minimal. No credit is extended, and the value of investments is not significant to the Charity's operation. Commitments to provide matching funds are set aside as designated funds at the commencement of each project.

18.2 The fair value of Current Asset investments reduced by £8,496.45 and this loss has been recognised in the Statement of Financial Activity.

Notes to the Accounts
As at 31 December 2020

Note 19 Charity Funds

19.1 Details of material funds held and movements during the current reporting period

Fund names	Purpose	Fund balances brought forward	Income	Expenditure	Transfers (Note 19.3)	Fund balances carried forward
		£	£	£	£	£
Designated funds						
Invested in Property and Equipment	Fixed Assets	4,455	-	2,737	-	1,718
Major Emergency Fund	Major Emergencies	100,137	-	-	-	100,137
Named Project Funds	Project commitments	519,540	74,035	240,211	489,382	842,746
Total designated funds		624,132	74,035	242,948	489,382	944,601
General Fund	General	1,347,932	701,727	620,666	(482,530)	946,463
Total Unrestricted funds		1,972,064	775,762	863,614	6,852	1,891,064
Restricted funds						
Rwanda - DFID Project	Girls' Education	-	11,123	11,123	-	-
Yemen - MHRP Extension	Cash Transfers	-	333,760	333,760	-	-
South Sudan - Health Pooled Fund	Health Services	-	-	-	-	-
South Sudan - GESS	Girls' Education	-	569,723	569,723	-	-
Sri Lanka - EU Project	Environmental and Nutritional Development	-	505,929	505,929	-	-
Swaziland - EU Project	Enhanced Livelihoods	-	10,357	10,357	-	-
Thailand - EU Project	Migrant Advocacy	47,668	-	-	(47,668)	-
Emergency Restricted Funds	Small Emergencies	33,753	23,444	98,622	41,425	-
Small Restricted Funds	Small Projects	121,295	154,059	94,657	(609)	180,088
Total restricted funds		202,716	1,608,395	1,624,171	(6,852)	180,088
Total funds		2,174,780	2,384,157	2,487,785	-	2,071,152

19.2 Analysis of Assets between Funds

	2020			2019		
	Restricted Funds	Unrestricted Funds	Total Funds	Restricted Funds	Unrestricted Funds	Total Funds
	£	£	£	£	£	£
Tangible Fixed Assets	-	1,718	1,718	-	4,455	4,455
Current Assets	180,088	4,412,110	4,592,198	202,716	2,744,932	2,947,648
Creditors due within one year	-	(2,522,764)	(2,522,764)	-	(777,323)	(777,323)
Total Funds	180,088	1,891,064	2,071,152	202,716	1,972,064	2,174,780

Adventist Development Relief Agency -UK

Notes to the Accounts As at 31 December 2020

19.3 Transfers between funds in 2020

Between unrestricted and restricted funds:		Reason for transfer	Amount (£)
Named Project Funds	Project commitments	Allocations from Annual Appeal	(489,382)
General Fund	General	Allocations from Annual Appeal	(482,530)
Emergency Restricted Funds	Small Emergencies	Allocation from Annual Appeal	41,425
Small Restricted Funds	Small Projects	To fund shortfall in small restricted funds	(609)
	Environmental and Nutritional		
Sri Lanka - EU Project	Development	Transfer prior year Admin Levy to General Funds	-
Swaziland - EU Project	Enhanced Livelihoods	Transfer prior year Admin Levy to General Funds	-
Thailand - EU Project	Migrant Advocacy	Transfer prior year Admin Levy to General Funds	(47,668)
South Sudan - Health Pooled Fund	Health Services	Transfer prior year Admin Levy to General Funds	-
			(971,912.00)

19.4 Details of material funds held and movements during the previous reporting period

Fund names	Purpose	Fund balances brought forward £	Income £	Expenditure £	Transfers £	Fund balances carried forward £
Designated funds						
Invested in Property and Equipment	Fixed Assets	5,180	2,947	3,672	-	4,455
Major Emergency Fund	Major Emergencies	100,137			-	100,137
Named Project Funds	Project Commitments	443,615	446,461	351,388	(19,148)	519,540
Total designated funds		548,932	449,408	355,060	(19,148)	624,132
General Fund	General	1,674,664	468,635	795,367	-	1,347,932
Total unrestricted funds		2,223,596	918,043	1,150,427	(19,148)	1,972,064
Restricted funds						
Rwanda - DFID Project	Girls' Education	-	42,502	42,502	-	-
South Sudan - Health Pooled Fund	Health Services	-	44,987	44,987	-	-
	Environmental and Nutritional	-			-	-
Sri Lanka - EU Project	Development	-	710,833	710,833	-	-
Swaziland - EU Project	Enhanced Livelihoods	-			-	-
Thailand - EU Project	Migrant Advocacy	-	58,961	58,961	-	-
Emergency Restricted Funds Small	Small Emergencies	-	117,915	70,247	-	47,668
Restricted Funds	Small Projects	4,179	29,574	-	-	33,753
		112,225	41,323	51,401	19,148	121,295
Total restricted funds		116,404	1,046,095	978,931	19,148	202,716
Total funds		2,340,000	1,964,138	2,129,358	-	2,174,780

Notes to the Accounts
As at 31 December 2020

Note 20 Transactions with Trustees and Related parties

20.1 Trustee remuneration and benefits

None of the Trustees have been paid any remuneration or received any other benefits from employment by the Charity or a related entity in their capacity as Trustees of ADRA-UK.

20.2 Trustees' expenses

<u>Type of expenses reimbursed</u>	2020 £	2019 £
Travel and Accommodation	141	1,983
Total	141	1,983

Number of Trustees reimbursed for expenses or who had expenses paid by the Charity: 2 (2019: 5)

20.3 Transactions with related parties

Name of the trustee or related party	Relationship to Charity	Balance at 01.01.2020	Donations Received via Parent	Expenses Recharged by Parent	Payments to Parent	Balance at 31.12.2020
		Debtor / (Creditor) £	£	£	£	Debtor / (Creditor) £
British Union Conference of Seventh Day Adventists	Parent	(10,153)	230,340	(195,295)	(30,000)	(5,108)

During the year, payments amounting to £1,800 (2019: £1,375) were made to Tangld Ltd, a company owned by the spouse of one of the key management personnel for the design of marketing materials.