

EMMAUS HAMPSHIRE

England & Wales · Charity number 1077264

Details

Other names	EMMAUS WINCHESTER
Status	Registered
Legal form	Charitable company
Company number	03783294
Registered	1999-09-02
Register	View on the Charity Commission register

Contact

Address	Emmaus Community Bar End Road Winchester SO23 9BN
Phone	01962868300
Email	info@emmaushampshire.org.uk
Website	www.emmaushampshire.org.uk

Activities

Objects: The Charity's objects (the Objects) are specifically restricted to the alleviation and relief of poverty, hardship and distress arising therefrom, in conformance with the principles of the Emmaus Movement as published from time to time by Emmaus UK, to those in need without distinction by:4.1 the provision of accommodation, or assistance in such provision, for homeless people in the Hampshire area and such other places as may seem appropriate from time to time (the beneficiaries).4.2 the rehabilitation of the beneficiaries as appropriate and the provision of education, training (including, without limitation, employment training) and work opportunities and satisfaction for the beneficiaries with the purpose of developing their skills to enable them to gain employment in the future and thereby develop a sense of self worth and dignity through having a self-supporting life.4.3 the support of the work of other Emmaus Communities and Emmaus Groups or other agencies in the relief of poverty and homelessness whether in the United Kingdom or elsewhere in the world and in particular (without limitation) by the exchange of resources, information and expertise with other Emmaus Movement projects worldwide.4.4 the fulfilling of such other purposes as may from time to time be recognised by English Law as being charitable and which the Charity shall from time to time determine.

Activities: Emmaus Hampshire is an independent homelessness and social enterprise charity offering community life and meaningful work to previously homeless people.

Classification

- **How:** Provides Buildings/facilities/open Space, Other Charitable Activities
- **What:** The Prevention Or Relief Of Poverty, Accommodation/housing
- **Who:** Other Defined Groups

Geography

- **Area of benefit:** WINCHESTER AREA AND SUCH OTHER PLACES AS MAY SEEN APPROPRIATE FROM TIME TO TIME
- Hampshire

Finances

Period end	Income	Expenditure	Assets	Employees
2025-06-30	£997,219	£1,028,564	£2,989,498	8
2024-06-30	£1,002,352	£990,368	£3,020,843	8
2023-06-30	£921,021	£875,040	£3,008,859	7
2022-06-30	£922,198	£944,016	£2,962,878	7
2021-06-30	£590,533	£647,459	£3,014,020	6

Trustees

Name	Role	Appointed
Catherine Harris		2017-11-23
Gareth Roberts		2018-11-28
Helen Rowland		2024-12-25
John Stafford Conyngham		2021-06-17
Jonathan Paul Sutcliffe		2020-12-10

Accounts

EMMAUS HAMPSHIRE

(A Company Limited by Guarantee)

Company Registered Number: 03783294

Charity Registered Number: 1077264

Annual Report and Accounts

For the year ended 30 June 2025

EMMAUS HAMPSHIRE
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EMMAUS HAMPSHIRE
TRUSTEES, OFFICERS AND PROFESSIONAL ADVISERS

President

Alison Thompson, MBE

Vice Presidents

Tony Burton

Anita Clark

Keith Falconer

Trustees

John McKenna

Appointed Chair of Trustees with effect from 12 March 2025

Catherine Harris

Gareth Roberts

Treasurer

John Conyngham

Hazel Warwick

Resigned as Chair of Trustees with effect from 12 March 2025

Jonathan Sutcliffe

Senior Management Team

Nigel J Samuels - CEO

Company Secretary

Gareth Roberts

Registered Office:

Bar End Road, Winchester, Hampshire, SO23 9BN
The Charity is incorporated in England and Wales

Bankers:

National Westminster Bank plc
105 High Street
Winchester
Hampshire
SO23 9AW

Independent Examiners:

Azets
Gateway House
Tollgate
Chandlers Ford
Southampton
SO53 3TG

**EMMAUS HAMPSHIRE
ANNUAL REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 30 JUNE 2025**

TRUSTEES' REPORT

The Trustees of Emmaus Hampshire ("the Charity"), who are also directors of the Charity for the purposes of the Companies Act, present their annual report for the year ended 30 June 2025 under the Companies Act 2006 and the Charities Act 2011, together with the financial statements for that year. The financial statements comply with the requirements of the Companies Act 2006, the Charity's memorandum and articles of association and the relevant Statements of Recommended Practice (the Charities SORP).

STATUS AND ADMINISTRATION

The Charity is a registered charity (No. 1077264) and a company (No. 03783294) limited by guarantee that was incorporated on 7th June 1999. Its registered office is shown on page 2 of this report.

The present Trustees and any past Trustees who served during the year are shown on page 2, together with the names of the senior management staff and the principal external advisers as at the date of the signing of this report.

Mission

We exist to give hope and a sense of belonging to those who have experienced homelessness or social exclusion.

How we do it -:

We create communities and opportunities to develop.

What we do -:

We provide a home and community for as long as people need it

We support people to achieve their aspirations

We engage people in meaningful activities through a range of social enterprises

We help others through acts of solidarity

We use our voice to address the causes and consequences of homelessness and social exclusion

We are part of an international movement

We help our environment and recycle and repurpose donations

Vision

To achieve full social enterprise status, generating income through our environmental customer proposition, whilst maximising our support to those who find themselves homeless or socially excluded.

OVERVIEW OF CHARITY'S ACTIVITIES

The Trustees review the purpose, aims and activities of the Charity each year. This review looks at the achievements during the previous year, beyond just the finances, and explains the number of beneficiaries assisted and the extent of that assistance.

When carrying out the review and planning future activities, the Trustees refer to the guidance contained in the Charity Commission's general guidance on public benefit. In particular the Trustees consider how planned activities will contribute to the aims and objectives they have set.

The Charity has two main activities, namely:

Provision of housing and support: The Charity has accommodation in Winchester for 37 Companions with further accommodation for up to 3 additional Companions.

Social enterprise: The Charity manages 3 stores that sell recycled, up cycled and vintage furniture and homewares.

** In line with other Emmaus communities our residents are referred to as Companions within our organisation and this report.

Companions Philosophy

"It's not just what the community can do for you, it's as much what you can do for your community"

**EMMAUS HAMPSHIRE
ANNUAL REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 30 JUNE 2025**

Key Strategic Aims 2023-27

Create More Homes- 1

Aim to serve a minimum of 40 Companions and be prepared to accept tactical opportunities to house further Companions, whilst ensuring our solidarity programme, underpins our support to reduce those who are socially excluded.

Making our Social Enterprise More Sustainable – 2

We aim to expand our retail space (square footage) and introduce a segmented choice of products and services depending on the individual location, which will support our mission in homelessness, social exclusion and the pro-active participation in environmental change.

Shout Louder! (Build our Brand) - 3

Double our brand recognition to 20% spontaneous awareness, through the promotion of low-cost housing solutions, reducing social exclusion and proactively participating in environmental change.

Deliver a Companions/Housing Quality Standards Programme -4

We will deliver a high standard of Companion care and development utilising a new quality standards and oversight programme which will be accredited by the MHCLG.

Develop an Organisational Development Programme (ODM) - 5

We will map our processes to match our five-year plan and build our technology and people requirements around these processes mapped to a route map. We will review our Kudos Epos system, integrate the EUK sponsored Charity Log CRM system and find smart ways of working.

Build an Environmentally Focused & Active Organisation - 6

Deliver our Mission through a sustainable environmental model which will increase income through maximising our recycling and reducing our running costs, whilst providing opportunities for both Companions and customers.

Deliver a Wide Range of Activities to Address Social Exclusion – 7

We aim to support those most at need, with a wider choice of services and Companion solidarity actions, segmented on a local, European and International basis, where we can make a tangible difference.

EMMAUS HAMPSHIRE'S PEOPLE

Trustees

Emmaus Hampshire is grateful to the people who voluntarily give their valuable time to serve on the Trustees Board and various committees that are necessary to ensure Emmaus Hampshire's activities are delivered to the highest possible standard.

Staff

The Trustees wish to record their special thanks to all the staff of the charity for their sterling service on behalf of the charity, recognising that without their efforts, it would not have been possible to have achieved this result, in what continues to be a challenging operating environment.

Emmaus Hampshire currently employs 8 staff. All staff joining Emmaus Hampshire must undertake induction training appropriate to their work area with the common topics of health and safety and IT. Ongoing professional development training is encouraged and staff are given the time to attend courses, seminars and conferences as approved by their line manager.

**EMMAUS HAMPSHIRE
ANNUAL REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 30 JUNE 2025**

Volunteers

In addition to paid staff Emmaus Hampshire enjoys the support of a small but dedicated team of volunteers. The volunteers help with merchandise selection which has a significant positive impact on retail sales and donations, and the development of our repair shop. Several of our volunteers have been recognised this year for their outstanding achievements.

Donors

Without our donors much of the valuable work Emmaus Hampshire does would not be possible and the Trustees are grateful for all their support. Emmaus Hampshire is fortunate to have several loyal supporters who donate regularly to our work.

REVIEW OF ACHIEVEMENTS AND PERFORMANCE DURING THE YEAR ENDED 30 JUNE 2025

These accounts reflect an organisation that is continuing to flourish despite the challenging economic and social environment, thanks to its companions, staff, customers and supporters.

During the year our incredible Support Managers continued to oversee our Companion development programme. This development programme supports Companions from their first day at Emmaus Hampshire, through to them being able to become independent once again, with a full-time sustainable job and home of their own.

The average weekly occupancy rate during the year was 35 Companions, with most being between 41 years and 59 years old. The peak number of Companions was 36, although by the Year end this figure was down to 30 following an unprecedented number of 11 Companions who moved on to independent living with sustainable jobs and homes during the year.

This remarkable achievement is a testament to the tremendous effort made by all the Staff at Emmaus Hampshire and is a ringing endorsement of the work undertaken. Helping Companions return to mainstream society with renewed confidence is a huge part of why Emmaus exists.

A great deal of preparation by Staff and Companions was made to celebrate the 15th Anniversary of Emmaus Hampshire. During those 15 years a significant number of Companions have passed through our doors. A service was held at Winchester Cathedral with 250 guests and supporters. In addition, a fashion show was put on to display a selection of the type of clothing that is available in the shops run by the Companions at our three sites.

To further improve our ability to sell clothing and accessories, we signed a lease on new premises in Winchester on 1st June 2025. After a short period of fitting out, our boutique opened in readiness for the 2025/2026 financial year on 3rd July 2025.

The idea of a boutique came about against the backdrop of falling donations of furniture and other major items, resulting in a shortage of this type of stock for our three existing outlets. It was decided to close the Southampton shop at the end of the Financial Year and the keys to the premises were returned on 30th June 2025.

The Recycling Centre continues to provide much needed income from its activities of house clearances, recycling and upcycling metal, books and cardboard. A few Companions are also taking the opportunity to hone their skills in woodworking and leatherwork using the tools available in the Repair Shop to create new pieces from reclaimed items and donations, which can then be sold.

The 'Carbon Calculator' was again given high prominence during the Winchester Green Week, as it demonstrated the beneficial impact on the environment of recycling, in terms of saved tonnes of CO₂ that can be achieved. This tool has attracted interest from other parties.

Plans for the Wellbeing Centre, which were delayed during the previous Financial Year, were resumed following an ecological study completed in March 2025. The project will be fully funded due to the generosity of our supporters, together with a grant from Emmaus UK Ltd. Planning permission was received for the building and construction work started on 11th August 2025, post Financial Year end.

EMMAUS HAMPSHIRE
ANNUAL REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 30 JUNE 2025

Social Enterprise

During the Year overall store income was £461k (2024 - £506k). Our Winchester store delivered sales of £285k (2024 - £293k), Eastleigh sales were £92k (2024 - £103k) and Southampton sales of £85k (2024 - £111k). We also generated through our Recycling and House Clearance Services an additional £49.5k (2024 - £39.5k). It should be noted that unlike other Charity retailers we do not employ store managers, van drivers or a warehouse manager. All of 2025's performance was managed entirely by our Companions working in our Social Enterprise. The Board of Trustees would like to place on record their appreciation of the Companions' positive contribution in 2025 and the significant financial income they have generated from all of our activities during this time.

Fundraising

Emmaus Hampshire's strategic aims include our commitment to only actively fundraise for specific assets and activities. We are however most grateful for all donations and ensure that they are allocated to specific activities when donors kindly send us their donations. This year our fundraising income generated £105k to ensure all our projects were fully funded and our reserves were protected.

Solidarity - Companions Supporting the Less Fortunate

While we are not helping people build houses the tradition of helping others locally, nationally and internationally who are less fortunate and able than our own Companions, continues to be an important element of the Emmaus Community. We are very proud that during the Year our Companions delivered over 15 projects at a value of £8k to the local community in goods and services.

FINANCIAL REVIEW

Against the background of economic challenges post Covid, the Trustees are satisfied with the financial position of the charity at the end of this financial year. The level of donations and grants received during the year was £173.9k (2024 - £159.5k). Social enterprise income was £461k (2024 - £506k). We also received £357.4k (2024 - £330.8k) in housing income.

Charitable activity expenditure was £978k (2024 - £946.7k). Further details on charitable activity expenditure are shown in the notes to the financial statements and under the relevant charitable activity headings in the Trustees report.

The overall result was a deficit of £31k (2024 surplus £12k).

The Trustees believe the Statement of Financial Affairs (SOFA) provides a solid platform to support the future activities and expansion of the Community.

RESERVES

Restricted Reserves

Restricted Reserves are funds where the donor has specified to the charity the purpose for which they would like their gift used.

Free Reserves

Free Reserves available for use by the Charity are deemed to be those that are readily realisable, less funds whose use is restricted or designated for particular purposes. Thus, the calculation of Free Reserves excludes fixed assets that continue to be used in the day-to-day operation of the Charity.

**EMMAUS HAMPSHIRE
ANNUAL REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 30 JUNE 2025**

As a matter of policy, the Trustees regularly review the value of the reserves required to be held in cash and cash equivalents not restricted to or designated for any particular purpose. The Trustees have set a minimum target level of reserves of £200,000. This will enable the Charity to meet its operating expenses for a period of at least 4 months should there be a downturn in income for the charity.

As at the 30 June 2025 the General Reserve was £290k (2024 - £330k). Running costs include all staff salaries and other costs associated with administering the charity and its funds.

The Fixed Asset Fund represents the net book value of fixed assets which have been purchased with unrestricted funds. This reserve is locked into the value of fixed assets and the value can be released only if they are sold.

RISK MANAGEMENT

Emmaus Hampshire's approach to risk management is designed to ensure that it remains alert to those external and internal factors that could affect its ability to operate effectively, or even at all. The work of establishing the risks facing Emmaus Hampshire and ensuring suitable mitigating action is being taken is reviewed regularly by the Management and Trustees. Further information on risk management can be found in the Trustees' Statement on Governance.

FUTURE PLANS & DEVELOPMENTS

To support the delivery of our new strategic plan which was developed for 2023-2027, we aim in the next 12 months to -:

- Maintain our cash generation focus and consolidate our activities so that we can be ready to expand our activities
- Maximise our occupancy levels, utilising our new studio flats to full effect
- Launch the Wellbeing Centre
- Monitor the retail market place and be ready to respond to any potential sites as they materialise.
- Continue to identify and apply for grants that will help our Companions' development and lead them to an independent lifestyle.
- Deliver, at least, a further 20 solidarity projects in the local community this year.

AND FINALLY.

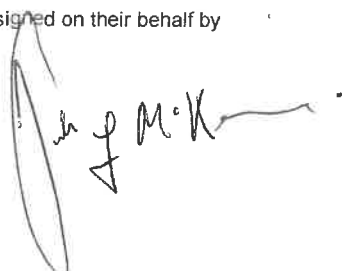
The Board of Trustees of Emmaus Hampshire would like to congratulate all the Companions for their remarkable success in 2025 and for the fortitude and flexibility that they have exhibited. Their compassion and empathy for their fellow Companions has been outstanding and their desire to see their social enterprise flourish is something to behold.

The Trustees value the amazing contribution made by all our Volunteers who continue to give their time and expertise to support the community and our fundraising and support plans.

The Trustees also wish to recognise the leadership of the management team and express their appreciation for the dedication and professionalism of all staff members. They have guided and supported the Companions to such remarkable success in 2025, maintaining a positive can-do approach, responding to every new challenge with a supportive team approach.

This report, incorporating the Strategic Report, was approved by the Board of Trustees in their capacity as Company directors on the 20th November 2025 and signed on their behalf by

John McKenna
Chair of Trustees



28/11/25

EMMAUS HAMPSHIRE
TRUSTEES' STATEMENT ON GOVERNANCE
FOR THE YEAR ENDED 30 JUNE 2025

Governance

The Charity is governed by its Memorandum and Articles of Association adopted on 7th June 1999. In order to more closely align the objectives of Emmaus Hampshire with the wider EUK Emmaus community the Trustees amended the memorandum and articles of Association by special resolution on 23rd June 2022. These amendments were approved by the Charity Commission and registered by Companies House on 15th September 2022. The Board of Trustees is responsible for the overall governance of the Charity and meets at least four times a year. The Chief Executive (CEO) is responsible for the day-to-day management of the Charity's affairs and for implementing policies agreed by the Trustees.

Trustee Selection, Induction and Appraisal

Under the Charity's Articles and Memorandum of Association the Trustees may at any time co-opt any person duly qualified to be appointed as a Trustee to fill a vacancy in their number or as an additional Trustee. In seeking potential appointees, the Board look for individuals who are appropriate to the skills and experience needed by the board and reflect the work of the Charity in pursuit of its charitable purposes.

At each Annual General Meeting one-third of the Trustees, or the number nearest to one-third, must retire from office. The Trustees to retire by rotation shall be those who have been longest in office since their last appointment. Any co-opted Trustee holds office only until the next AGM when they may be re-appointed. The minimum number of Trustees is 3 and there is no limit to the number of Trustees or to how many times a Trustee may be appointed.

Induction and training of new Trustees includes providing them with copies of the charity's governing documents and Trustee Manual as well as "The Essential Trustee: What you need to know" (Charity Commission publication CC3). Trustees are hopefully familiar with the work of the charity already but any extra information necessary is provided, and they will be shown around the principal office and introduced to the staff.

New Trustees are required to declare in writing any existing or potential conflicts of interest.

Statement of Trustees' Responsibilities and Corporate Governance

The Trustees are responsible for their annual report and for the preparation of financial statements for each financial year in accordance with applicable law and United Kingdom Accounting Standards.

Company and Charity law require the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Charity and which give a true and fair view of the incoming resources and application of those resources of the Charity for that year, and of the state of affairs as at the end of the financial year.

In preparing these statements, the Trustees are required to select suitable accounting policies, as described in the financial statements, and then apply them on a consistent basis, making judgements and estimates that are prudent and reasonable and conform to the methods and principles of the Charities SORP. The Trustees must also prepare the financial statements on a going concern basis unless it is inappropriate to presume that the Charity will continue.

The Trustees have overall responsibility for ensuring that the Charity has appropriate systems and controls, financial and otherwise. They are also responsible for ensuring that the Charity keeps proper accounting records which disclose with reasonable accuracy at any time the financial position of the Charity and enable the financial statements to comply with Companies Act 2006. They are also responsible for safeguarding the assets of the Charity and for their proper application as required by Charity law, and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities and to provide assurance that:

- The Charity is operating efficiently and effectively;
- All assets are safeguarded against unauthorised use or disposition and are properly applied;
- Proper records are maintained and financial information used within the Charity, or for publication, is reliable;
- The Charity complies with relevant laws and regulations.

EMMAUS HAMPSHIRE
TRUSTEES' STATEMENT ON GOVERNANCE
FOR THE YEAR ENDED 30 JUNE 2025

In so far as the Trustees are aware:

- There is no relevant information of which the Charity's independent examiners are unaware; and
- The Trustees have taken all steps that they ought to have taken to make them aware of any relevant information and to establish that the examiners are aware of that information.

Internal controls over all forms of commitment and expenditure continue to be refined to improve efficiency. Processes are in place to ensure that performance is monitored and appropriate management information is prepared and reviewed regularly by both the executive management and the Trustees. The systems of internal controls are designed to provide reasonable but not absolute assurance against material misstatement or loss. They include:

- Regular consideration by the Trustees of financial results and non-financial performance indicators;
- Delegation of day-to-day management authority and segregation of duties; and
- Identification and management of risks.

Matters Reserved to the Trustees

The following matters are specifically reserved for approval by the Trustees:

- Any proposal to amend the Memorandum and Articles of Association; Instruments and Rules of Government; Accounting Reference Date or material accounting policies;
- Any decision to bring or defend legal action in a civil case;
- Response to criminal charges/allegations of criminal activity which have connection with the Charity;
- Expansion of activities beyond core business;
- Formation of a subsidiary;
- Establishment or amendment to pension schemes;
- Approval of Annual Report, Accounts & financial statements including setting of reserve allocations;
- Investment management policies;
- Cash management policies (including approved list of counter-parties);
- Any contract with any Trustee or member of senior management or with any person or entity connected with any of them;
- Opening of a new banking relationship; and
- Receipt of gifts from a potentially undesirable donor.

Risk Management

Serious risks can have a major impact on the ability of a charity to fulfill its charitable aims causing disruption to the business or, at the most extreme, cause significant financial loss. The Board of Trustees are responsible for the overall running of the charity and need to be aware of the risks to the business and the processes that are in place to mitigate them. Risk assessment provides a framework for the Board of Trustees of Emmaus Hampshire to identify potential risks to which the organisation is exposed and how these can be and are being mitigated.

The Trustees have a formal risk management process to assess risks and to implement risk management strategies. A risk assessment is carried out by the Chief Executive on behalf of the Trustees, and then reviewed by the Trustees. Risks are identified and assessed for impact and probability and an action plan to control the major risks is prepared.

The risk analysis covers four major areas: compliance, financial, operational and macroeconomic. Failure to comply with any of the legislation covering the charity would have serious implications; the Trustees have a close working relationship with the charity's legal and professional advisors to help mitigate this risk.

This statement on governance was approved by the Board of Trustees in their capacity as Company directors on the 20th November 2025 and signed on their behalf by

John McKenna
Chair of Trustees

28/11/25

EMMAUS HAMPSHIRE
INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF EMMAUS HAMPSHIRE

Independent Examiner's Report to the Trustees of Emmaus Hampshire

I report to the charity trustees on my examination of the accounts of the company for the year ended 30 June 2025 which are set out on pages 11 to 22.

Responsibilities and basis of report

As the charity trustees of the company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your company's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5) (b) of the 2011 Act.

Independent examiner's statement

Since the company's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of The Association of Chartered Certified Accountants (ACCA), which is one of the listed bodies.

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a 'true and fair view' which is not a matter considered as part of an independent examination; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.



Jon Noble FCCA

For and on behalf of Azets Audit Services
Gateway House
Tollgate
Chandlers Ford
Southampton
SO53 3TG

Date: 23 December 2025

EMMAUS HAMPSHIRE
STATEMENT OF FINANCIAL ACTIVITIES (including the Income and Expenditure account)
FOR THE YEAR ENDED 30 JUNE 2025

	Note	Unrestricted Funds 2025 £	Restricted Funds 2025 £	Total Funds 2025 £	Total Funds 2024 £
INCOME					
Incoming Resources					
Donations, grants and legacies		140,211	33,759	173,970	159,534
Incoming resources from charitable activities	3	818,149	-	818,149	836,737
Investment income	4	5,100	-	5,100	6,081
TOTAL INCOMING RESOURCES		963,460	33,759	997,219	1,002,352
RESOURCES EXPENDED					
Costs of generating voluntary income		50,211	-	50,211	43,687
Charitable activities		932,865	45,488	978,353	946,681
TOTAL RESOURCES EXPENDED	5	983,076	45,488	1,028,564	990,368
NET MOVEMENT IN FUNDS FOR YEAR		(19,616)	(11,729)	(31,345)	11,984
RECONCILIATION OF FUNDS:					
TOTAL FUNDS AT 1 JULY 2024		1,307,734	1,713,109	3,020,843	3,008,859
TOTAL FUNDS AT 30 JUNE 2025		1,288,118	1,701,380	2,989,498	3,020,843

There are no gains or losses other than those shown in the Statement of Financial Activities above.

The figures for 'Total Resources Expended' above do not include expenditure on capital items. During the year ended 30 June 2025 capital expenditure was £66,285 (2024 - £44,391) and this is shown in the movements in fixed assets under note 6.

There were no acquisitions of other undertakings during the accounting year and all operations were classed as continuing.

The notes on pages 14 to 22 form part of these financial statements.

EMMAUS HAMPSHIRE
BALANCE SHEET AS AT 30 JUNE 2025

	Note	2025	2024
		£	£
FIXED ASSETS			
Tangible assets	6	2,692,426	2,683,668
CURRENT ASSETS			
Debtors	7	15,338	56,388
Cash at bank and in hand		373,639	407,430
		<u>388,977</u>	<u>463,818</u>
LIABILITIES			
Amounts falling due within one year	8	(91,905)	(126,643)
NET CURRENT ASSETS		<u>297,072</u>	<u>337,175</u>
LIABILITIES			
Amounts falling due after one year		-	-
NET ASSETS		<u>2,989,498</u>	<u>3,020,843</u>
THE FUNDS OF THE CHARITY			
RESTRICTED FUNDS	9	1,701,380	1,713,109
UNRESTRICTED FUNDS			
Designated funds	11	998,046	977,559
General reserve		290,072	330,175
		<u>1,288,118</u>	<u>1,307,734</u>
TOTAL CHARITY FUNDS		<u>2,989,498</u>	<u>3,020,843</u>

For the financial year ending 30 June 2025 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies. The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

Approved by the Trustees on 28/11/2025

John McKenna

Trustee

Company registration number: 03783294

The notes on pages 14 to 22 form part of these financial statements.

EMMAUS HAMPSHIRE
CASH FLOW STATEMENT
YEAR ENDED 30 JUNE 2025

CASH FLOW STATEMENT		2025	2024
	Note	Year	Year
		£	£
Cash flows from operating activities			
Net cash provided by operating activities	A	49,883	35,748
Cash flows from investing activities			
Interest receivable		5,100	6,081
Proceeds of sale of fixed assets		350	12,012
Purchase of fixed assets		(66,285)	(44,391)
		(60,835)	(26,298)
Cash flows from financing activities			
Repayment of borrowings		(22,839)	(25,521)
Change in cash and cash equivalents in the year		(33,791)	(16,071)
Cash and cash equivalents brought forward		407,430	423,501
Cash and cash equivalents carried forward	B	373,639	407,430
A RECONCILIATION OF NET INCOME TO			
CASH FLOW FROM OPERATING ACTIVITIES		£	£
Net surplus/(deficit) as per SOFA		(31,345)	11,984
Depreciation charges		57,205	49,707
Gain on disposal of fixed assets		(29)	(5,744)
Interest receivable		(5,100)	(6,081)
(Increase) / decrease in debtors		41,050	(35,092)
(Decrease) / increase in creditors		(11,898)	20,974
		49,883	35,748
B ANALYSIS OF CASH AND CASH EQUIVALENTS			
		£	£
Cash in hand		373,639	407,430

The notes on pages 14 to 22 form part of these financial statements.

EMMAUS HAMPSHIRE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2025

1. ACCOUNTING POLICIES

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the financial statements.

a) Basis of preparation of financial statements

The financial statements of the charitable company, which is a public benefit entity, have been prepared on a going concern basis and under the historical cost convention. They comply with the Statement of Recommended Practice (SORP) FRS 102, 'Accounting and Reporting by Charities' issued in October 2019 together with the reporting requirements of the Financial Reporting Standard applicable in the UK (FRS 102) (issued in October 2019) and the Companies Act 2006.

The trustees consider that there are no material uncertainties about the Charity's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the charity.

b) Critical accounting estimates and judgements

In the application of the Charity's accounting policies, which are described in this note, Trustees are required to make judgements, estimates and assumptions about the carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and underlying assumptions are based on historical experience and other factors that are considered relevant. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period. Significant areas of estimate and judgement include the remaining useful life of assets and valuation of gifts in kind. The principal accounting policies adopted, and judgements are noted below.

c) Currency

The functional currency of the charity is sterling.

d) Income

Income from donations, sales, housing benefit and other sources is recognised on an accruals basis and included in the SOFA when the Charity is entitled to the income, when receipt is probable and when it can be measured reliably.

Gifts in kind are recognised in different ways dependent on how they are used by the charity:

- (i) Those donated for resale produce income when they are sold. They are valued at the amount actually realised.
- (ii) Those donated for onward transmission to beneficiaries are included in the statement of financial activities as incoming resources and resources expended when they are distributed. They are valued at the amount the charity would have had to pay to acquire them.
- (iii) Those donated for use by the charity itself are included when receivable. They are valued at the amount the charity would have had to pay to acquire them.
- (iv) The contribution of volunteers is excluded from the SOFA as the value of their contribution to the Charity cannot be reasonably quantified in financial terms.

Incoming resources from tax reclaims are included in the statement of financial activities at the same time as the gift to which they relate. Income from charitable activities includes income recognised as earned.

e) Allocation of Expenditure

Revenue and capital expenditure is dealt with on an accrual basis inclusive of irrecoverable VAT, where applicable. Emmaus Hampshire directly attributes expenditure in so far as is possible and on an accrual basis.

f) Resources expended

Liabilities are recognised as soon as there is a legal or constructive obligation committing the charity to the expenditure. All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category.

EMMAUS HAMPSHIRE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2025

f) Resources expended (cont)

Cost of generating funds

Costs of generating funds are the costs associated with attracting voluntary income.

Charitable activities

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Support costs

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources, for example, allocating property costs by floor areas, staff costs by the time spent and other costs by their usage.

Governance costs

Governance costs include costs of the preparation and examination of the statutory accounts, the costs of trustee meetings and the cost of any legal advice to trustees on governance or constitutional matters.

g) Fixed Assets

The cost of tangible fixed assets includes those costs which are directly attributable to purchasing the assets and bringing them into working condition. The charity capitalises refurbishment costs and any associated capital expenditure where such work provides new facilities (once brought into use). Normal repairs and maintenance costs are taken to revenue in the year of expenditure.

Depreciation is provided at the following rates to write off the cost of Emmaus Hampshire's fixed assets over their estimated useful economic lives: -

Leasehold Property	1% straight line basis
Furniture, Fixtures and Equipment, including computer equipment	33% straight line, 10% straight line and 25% reducing balance
Motor vehicles	25% reducing balance

Emmaus Hampshire's capitalisation policy is to transfer to the balance sheet only capital assets with a value in excess of £1,000.

h) Fund Accounting

Funds held by the charity are:

Unrestricted funds – consists of the general fund and any designated funds. The general fund represents funds held by the charity which can be used in accordance with the charitable objects at the discretion of the trustees and which have not been designated for other purposes. Designated funds represent funds that have been earmarked by the Trustees for specific purposes and therefore held separately from general unrestricted funds.

Restricted funds – these are funds that can only be used for the particular restricted purposes which have been imposed by the donor or which have been raised by the charity for particular purposes.

i) Financial instruments

The charity has financial assets and liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at amortised cost using the effective interest method.

Financial assets measured at amortised cost comprise of cash at bank and in hand with trade and other debtors excluding prepayments.

Financial liabilities measured at amortised cost comprise all creditors excluding deferred income and tax and social security balances outstanding at year end.

EMMAUS HAMPSHIRE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2025

2. COMPARATIVE FIGURES

	Unrestricted Funds 2024 £	Restricted Funds 2024 £	Total Funds 2024 £
Incoming Resources			
Donations	139,534	20,000	159,534
Incoming resources from charitable activities	836,737	-	836,737
Investment income	6,081	-	6,081
Total incoming resources	<u>982,352</u>	<u>20,000</u>	<u>1,002,352</u>
Resources Expended			
Costs of generating voluntary income	43,687	-	43,687
Charitable activities	907,300	39,381	946,681
Total resources expended	<u>950,987</u>	<u>39,381</u>	<u>990,368</u>
NET INCOMING/(OUTGOING) RESOURCES BEFORE TRANSFERS	<u>31,365</u>	<u>(19,381)</u>	<u>11,984</u>
Gross transfers between funds	7,251	(7,251)	-
NET MOVEMENT IN FUNDS FOR YEAR	<u>38,616</u>	<u>(26,632)</u>	<u>11,984</u>

3. INCOME FROM CHARITABLE ACTIVITIES

	Unrestricted Funds Year £	Restricted Funds Year £	Total 2025 Year £	Total 2024 Year £
Sales of donated goods	460,799	-	460,799	505,961
Income from housing & support	357,350	-	357,350	330,776
	<u>818,149</u>	<u>-</u>	<u>818,149</u>	<u>836,737</u>

4. INVESTMENT INCOME

	Unrestricted Funds Year £	Restricted Funds Year £	Total 2025 Year £	Total 2024 Year £
Interest receivable	5,100	-	5,100	6,081

EMMAUS HAMPSHIRE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2025

5. TOTAL RESOURCES EXPENDED

	Activities directly undertaken	Support Costs	Total 2025	Total 2024
	£	£	£	£
Expenditure on Raising Funds				
Fundraising	28,720	21,491	50,211	43,687
Total Cost of Raising Funds	28,720	21,491	50,211	43,687
Charitable Expenditure				
Housing & Support	467,669	108,431	576,100	551,597
Social enterprise	300,778	101,475	402,253	395,084
Total Charitable Expenditure	768,447	209,906	978,353	946,681
Total Resources Expended	797,167	231,397	1,028,564	990,368

The average number of paid persons employed by Emmaus Hampshire during the year was as follows:

Staff Numbers

2025	2024
Year	Year
8	8

The costs of these staff were as follows:

	2025	2024
	Year	Year
	£	£
Wages and Salaries	291,602	286,071
Social Security	23,418	24,554
Pensions	25,694	27,666
	340,714	338,291

The number of employees who were paid salary and emoluments between £60,000 - £70,000 in the year was 1 (2024 – 1).

The Trustees received no remuneration for their services as Trustees during the year.

EMMAUS HAMPSHIRE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2025

5. TOTAL RESOURCES EXPENDED (Continued)

Analysis of Support Costs

Support cost	Raising funds £	Housing & support £	Social enterprise £	Total 2025 £	Total 2024 £	Basis of allocation
Governance	642	2,889	2,889	6,420	21,785	Percentage of time spent on each activity
Finance & IT	1,021	16,632	9,676	27,329	32,325	Usage by direct expenditure
Facilities	-	29,427	29,427	58,854	54,720	By area, based on area employed on activity
Human resources and administration	19,828	59,483	59,483	138,794	129,295	Per capita, based on number of people employed on activity
Activity total 2025	21,491	108,431	101,475	231,397		
Activity total 2024	21,627	112,034	104,464		238,125	

	2025 Year £	2024 Year £
Total audit/independent examiners' remuneration is made up as follows:		
Auditor's fees	-	15,500
Examiner's fees	8,250	-

EMMAUS HAMPSHIRE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2025

6. TANGIBLE FIXED ASSETS

Cost	Opening Balance	Additions	Disposals	Closing Balance
	£	£	£	£
Long leasehold and other interests in land and buildings	3,331,715	4,709	-	3,336,424
Furniture, fixtures and equipment	24,502	30,741	-	55,243
Wellbeing Centre	3,952	16,075	-	20,027
Motor vehicles	53,929	14,760	(10,508)	58,181
	<u>3,414,098</u>	<u>66,285</u>	<u>(10,508)</u>	<u>3,469,875</u>
Depreciation	Opening Balance	Charge for Year	On Disposals	Closing Balance
	£	£	£	£
Long leasehold and other interests in land and buildings	709,064	39,996	-	749,060
Furniture, fixtures and equipment	6,386	5,585	-	11,971
Wellbeing Centre	-	-	-	-
Motor vehicles	14,979	11,624	(10,186)	16,417
	<u>730,429</u>	<u>57,205</u>	<u>(10,186)</u>	<u>777,448</u>
Net Book Value	Opening Balance			Closing Balance
	£			£
Long leasehold and other interests in land and buildings	2,622,651			2,587,364
Furniture, fixtures and equipment	18,116			43,272
Wellbeing Centre	3,952			20,027
Motor vehicles	38,949			41,763
	<u>2,683,668</u>			<u>2,692,426</u>

7. DEBTORS

	2025	2024
	£	£
Other debtors	7,856	5,611
Prepayments	7,482	50,777
	<u>15,338</u>	<u>56,388</u>

EMMAUS HAMPSHIRE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2025

8. CREDITORS (amounts due within one year)

	2025	2024
	£	£
Trade creditors	43,826	36,000
Taxation and Social Security	4,661	6,636
Other creditors	14,669	26,978
Accruals and deferred income	28,749	57,029
	<u>91,905</u>	<u>126,643</u>

Included in other creditors is a balance of £nil (2024 - £22,600) repayable by instalments of £27,000 including interest per annum. This balance was paid in full in the year ended 30 June 2025. Interest was charged on the loan at 7% per annum.

9. RESTRICTED FUNDS

	Balance	Incoming		Balance
	1 July 2024	Resources	Expenditure	30 June 2025
	£	£	£	£
Building Fund	1,225,196	-	(28,156)	1,197,040
Extension Fund	70,269	-	(1,256)	69,013
Training Fund	6,092	7,709	(6,110)	7,691
Project 40@20 (Incorporating Building fund 2018)	312,305	1,050	(2,717)	310,638
Repair shop	79,247	-	(7,249)	71,998
Wellbeing Centre	20,000	25,000	-	45,000
	<u>1,713,109</u>	<u>33,759</u>	<u>(45,488)</u>	<u>1,701,380</u>

Where donations are received for particular items of expenditure, such amounts are credited to Emmaus Hampshire's restricted funds. Expenditure paid directly out of the restricted funds are shown under Expenditure.

Building Fund

Emmaus Hampshire received various donations that were ring-fenced for the construction of the building. In 2009/10 £150,000 was received from Winchester City Council in this respect. Depreciation is charged against this fund.

Extension Fund

Emmaus Hampshire received various donations that were ring-fenced for the extension of the building. Depreciation is charged against this fund.

Training Fund

Emmaus Hampshire received various donations that were ring fenced to provide training for companions.

Project 40@20 (Incorporating Building fund 2018)

Emmaus Hampshire received various donations that were ring-fenced for the development of additional accommodation for companions.

Repair shop

Emmaus Hampshire received various donations that were ring-fenced for the development of a repair shop.

Wellbeing centre

Emmaus Hampshire received various donations that were ring-fenced for the development of the wellbeing centre. Depreciation will be charged against this fund once brought into use.

EMMAUS HAMPSHIRE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2025

10. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted Funds 2025 £	Restricted Funds 2025 £	Total Funds 2025 £	Total Funds 2024 £
Tangible fixed assets	991,046	1,701,380	2,692,426	2,683,668
Net current assets	297,072	-	297,072	337,175
Long term liabilities	-	-	-	-
Total net assets	1,288,118	1,701,380	2,989,498	3,020,843

11. DESIGNATED FUNDS

	Balance at 1 July 2024 £	Designated in Year £	Utilised in Year £	Balance at 30 June 2025 £
Fixed asset fund	970,559	20,487	-	991,046
IT fund	7,000	-	-	7,000
Total designated funds	977,559	20,487	-	998,046

The fixed asset fund represents the net book value of the tangible fixed assets held for charitable purposes less any restricted funds held for assets. Since this fund represents existing fixed assets it cannot be converted easily into cash and therefore cannot be used to fund other activities.

The IT fund represents money set aside by the Trustees towards the finance of planned major improvements to information and communication systems to ensure the Charity's systems remain up to date and fit for purpose.

12. CONTINGENT LIABILITIES

In the event of the Winchester building no longer being used by Emmaus Hampshire for the charitable purpose for which it was constructed A2 South Limited have the option to purchase the building at its market value.

13. FUTURE COMMITMENTS

Emmaus Hampshire entered into a 125 year lease on the land in which the community building is situated on which a peppercorn rent is payable.

A2 South Limited hold a 60 year underlease for the residential part of the building for which no rent is due to Emmaus Hampshire for the full term of the lease.

EMMAUS HAMPSHIRE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2025

14. TAXATION STATUS

Emmaus Hampshire is a registered charity and no Corporation Tax is payable on its charitable income.

Emmaus Hampshire is registered for VAT and expenditure is shown exclusive of VAT where reclaimable.

15. SHARE CAPITAL

Emmaus Hampshire has no share capital and is limited by guarantee. The liability of each member in the event of a winding up, as stated in the Memorandum and Articles of Association, is limited to £1.

16. CONTROLLING PARTY

Emmaus Hampshire is controlled by the Trustees.

17. RELATED PARTY TRANSACTIONS

During the year there were trustees expenses totalling £nil (2024 - £nil) for one trustee during the period.

Accounts

EMMAUS HAMPSHIRE

(A Company Limited by Guarantee)

Company Registered Number: 03783294

Charity Registered Number: 1077264

Annual Report and Accounts

For the year ended 30 June 2024

EMMAUS HAMPSHIRE
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THE YEAR ENDED 30 JUNE 2024

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EMMAUS HAMPSHIRE
TRUSTEES, OFFICERS AND PROFESSIONAL ADVISERS

President

Alison Thompson, MBE

Vice Presidents

Tony Burton

Anita Clark

Keith Falconer

Trustees

Hazel Warwick

Catherine Harris

Gareth Roberts

John Conyngham

John McKenna

Jonathan Sutcliffe

Chair of Trustees

Treasurer

Senior Management Team

Nigel J Samuels - CEO

Company Secretary

Gareth Roberts

Registered Office:

Bar End Road, Winchester, Hampshire, SO23 9BN
The Charity is incorporated in England and Wales

Bankers:

National Westminster Bank plc
105 High Street
Winchester
Hampshire
SO23 9AW

Auditors:

Azets Audit Services
Secure House
Lulworth Close
Chandlers Ford
Hampshire
SO53 3TL

**EMMAUS HAMPSHIRE
ANNUAL REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 30 JUNE 2024**

TRUSTEES' REPORT

The Trustees of Emmaus Hampshire ("the Charity"), who are also directors of the Charity for the purposes of the Companies Act, present their annual report for the year ended 30 June 2024 under the Companies Act 2006 and the Charities Act 2011, together with the financial statements for that year. The financial statements comply with the requirements of the Companies Act 2006, the Charity's memorandum and articles of association and the relevant Statements of Recommended Practice (the Charities SORP).

STATUS AND ADMINISTRATION

The Charity is a registered charity (No. 1077264) and a company (No. 03783294) limited by guarantee that was incorporated on 7th June 1999. Its registered office is shown on page 2 of this report.

The present Trustees and any past Trustees who served during the year are shown on page 2, together with the names of the senior management staff and the principal external advisers as at the date of the signing of this report.

Mission

We exist to give hope and a sense of belonging to those who have experienced homelessness or social exclusion.

How we do it -:

We create communities and opportunities to develop.

What we do -:

We provide a home and community for as long as people need it

We support people to achieve their aspirations

We engage people in meaningful activities through a range of social enterprises

We help others through acts of solidarity

We use our voice to address the causes and consequences of homelessness and social exclusion

We are part of an international movement

We help our environment and recycle and repurpose donations

Vision

To achieve full social enterprise status, generating Income through our environmental customer proposition, whilst maximising our support to those who find themselves homeless or socially excluded.

OVERVIEW OF CHARITY'S ACTIVITIES

The Trustees review the purpose, aims and activities of the Charity each year. This review looks at the achievements during the previous year, beyond just the finances, and explains the number of beneficiaries assisted and the extent of that assistance.

When carrying out the review and planning future activities, the Trustees refer to the guidance contained in the Charity Commission's general guidance on public benefit. In particular the Trustees consider how planned activities will contribute to the aims and objectives they have set.

The Charity has two main activities, namely:

Provision of housing and support: The Charity has accommodation in Winchester for 37 Companions with further accommodation for up to 3 additional Companions.

Social enterprise: The Charity manages 3 stores that sell recycled, up cycled and vintage furniture and homewares.

** In line with other Emmaus communities our residents are referred to as Companions within our organisation and this report.

Companions Philosophy

"It's not just what the community can do for you, it's as much what you can do for your community"

**EMMAUS HAMPSHIRE
ANNUAL REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 30 JUNE 2024**

Key Strategic Aims 2023-27

Create More Homes- 1

Aim to serve a minimum of 40 Companions and be prepared to accept tactical opportunities to house further Companions, whilst ensuring our solidarity programme, underpins our support to reduce those who are socially excluded.

Making our Social Enterprise More Sustainable – 2

We aim to expand our retail space (square footage) and introduce a segmented choice of products and services depending on the individual location, which will support our mission in homelessness, social exclusion and the pro-active participation in environmental change.

Shout Louder! (Build our Brand) - 3

Double our brand recognition to 20% spontaneous awareness, through the promotion of low-cost housing solutions, reducing social exclusion and proactively participating in environmental change.

Deliver a Companions/Housing Quality Standards Programme -4

We will deliver a high standard of Companion care and development utilising a new quality standards and oversight programme which will be accredited by the MHCLG.

Develop an Organisational Development Programme (ODM) - 5

We will map our processes to match our five-year plan and build our technology and people requirements around these processes mapped to a route map. We will review our Kudos Epos system, integrate the EUK sponsored Charity Log CRM system and find smart ways of working.

Build an Environmentally Focused & Active Organisation - 6

Deliver our Mission through a sustainable environmental model which will increase income through maximising our recycling and reducing our running costs, whilst providing opportunities for both Companions and customers.

Deliver a Wide Range of Activities to Address Social Exclusion – 7

We aim to support those most at need, with a wider choice of services and Companion solidarity actions, segmented on a local, European and International basis, where we can make a tangible difference.

EMMAUS HAMPSHIRE'S PEOPLE

Trustees

Emmaus Hampshire is grateful to the people who voluntarily give their valuable time to serve on the Trustees Board and various committees that are necessary to ensure Emmaus Hampshire's activities are delivered to the highest possible standard.

Staff

The Trustees wish to record their special thanks to all the staff of the charity for their sterling service on behalf of the charity, recognising that without their efforts, it would not have been possible to have achieved this result, in what continues to be a challenging operating environment.

Emmaus Hampshire currently employs 8 staff. All staff joining Emmaus Hampshire must undertake induction training appropriate to their work area with the common topics of health and safety and IT. Ongoing professional development training is encouraged and staff are given the time to attend courses, seminars and conferences as approved by their line manager.

**EMMAUS HAMPSHIRE
ANNUAL REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 30 JUNE 2024**

Volunteers

In addition to paid staff Emmaus Hampshire enjoys the support of a small but dedicated team of volunteers. The volunteers help with merchandise selection which has a significant positive impact on retail sales and donations, and the development of our repair shop. Several of our volunteers have been recognised this year for their outstanding achievements.

Donors

Without our donors much of the valuable work Emmaus Hampshire does would not be possible and the Trustees are grateful for all their support. Emmaus Hampshire is fortunate to have several loyal supporters who donate regularly to our work.

REVIEW OF ACHIEVEMENTS AND PERFORMANCE DURING THE YEAR ENDED 30 JUNE 2024

These accounts show an organisation that has re-established itself following COVID and is continuing to flourish, thanks to its companions, staff, customers and supporters.

During the year our excellent Support Managers continued to manage our 3 stage Companion development programme. This development programme supports our Companions from their first day with us, through to them being able to become independent once again, with a full-time sustainable job and home of their own.

The average weekly occupancy rate during the year was 35 Companions. Of the current Companions, over 50% have been resident over 2 Years, with many Companions being between 41 and 60 years old. During the Year we are proud that 6 Companions moved on to independent living with sustainable jobs and homes.

The Staff and Companions were delighted that they were able once again to hold their Annual Celebrations Evening and Summer Garden party for our key stakeholders. Three Companions Won the Tessa Till award for their outstanding contributions to the Community

The Recycling Centre, officially opened in December 2023, goes from strength to strength. In addition to recycling and upcycling metal, books and cardboard, the Companions have grown a successful house clearance business, which accounts for a significant part of the overall income from this part of the enterprise. The refurbishment of items that may otherwise have been sent to landfill is of huge benefit to Emmaus Hampshire, but also to the wider environment.

To be able to measure the positive impact of recycling and upcycling, Companion John and staff member Ben developed a 'Carbon Calculator' from scratch. The methodology of this tool involves taking many different factors that contribute to CO2 generation and measuring the difference that can be made by not sending furniture, clothing and homewares to landfill, but being able to recycle and prolong its life for several years. This initiative has proved a great success, as we are able to demonstrate the real value of recycling and upcycling, in terms of saving Kilos of CO2, that can be achieved.

There has also been recognition for the Carbon Calculator from the wider community. At the June 2024 Winchester Business Excellence Awards, the Carbon Calculator won the award in the Technology & Digital Innovation category.

Our Repair Shop also continues to do well. Furniture restoration and upcycled pieces, along with new pieces made from reclaimed wood and leather, contribute to the overall sales, particularly in our Winchester store.

During the year, further plans were made to improve the facilities for the Companions by building a Wellbeing Centre. This initiative aims to create a separate space for Companion to meet visiting family and friends in a more private environment. The Centre would also be available for counselling sessions for Companions, as we have seen an increasing number of Companions coming to the community with various mental health issues and addictions. In addition, it is hoped that the wider community would be able to utilise the facilities when available, for various activities. Thanks to generous benefactors, we have been able to raise most of the required funding for this project, with the balance being contributed from Emmaus Hampshire funds.

During the year it was decided that a new Customer Relationship Management (CRM) system should be installed. The intention is that the new system would help to better manage the Companions development and to streamline processes to help make EH more efficient. This installation went ahead and was successfully completed after year end.

**EMMAUS HAMPSHIRE
ANNUAL REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 30 JUNE 2024**

The core work experience and income driver continue to be from our 3 retail sites. We are very proud of the fact that all our stores and our supporting logistics is all managed by our Companions. We do not employ any retail management or staff within our operation and our success is entirely down to the dedication, passion and determination of our Companions.

Due to various factors our plan to create a market garden on land outside of our community has been put on hold for the time being. We still believe that this will be a hugely beneficial thing for the community, and it is hoped that we can resurrect the plan in the future, when resources allow.

Social Enterprise

During the Year overall store income was £506k (2023 - £474.6k). Our Winchester store delivered sales of £292.7k (2023 - £277.8k), Eastleigh sales were £102.5k (2023- £107k) and Southampton sales of £110.8k (2023 - £90k). We also generated through our Recycling and House Clearance Services an additional £39.5k (2023 - £44k). It should be noted that unlike other Charity retailers we do not employ store managers, van drivers or a warehouse manager. All of 2024's performance was managed entirely by our Companions working in our Social Enterprise. The Board of Trustees would like to place on record their appreciation of the Companions' positive contribution in 2024 and the significant financial income they have generated from all of our activities during this time.

Fundraising

Emmaus Hampshire's strategic aims include our commitment to only actively fundraise for specific assets and activities. We are however most grateful for all donations and ensure that they are allocated to specific activities when donors kindly send us their donations. This year our fundraising income generated £87.3k to ensure all our projects were fully funded and our reserves were protected.

Solidarity - Companions Supporting the Less Fortunate

While we are not helping people build houses the tradition of helping others locally, nationally and internationally who are less fortunate and able than our own Companions, continues to be an important element of the Emmaus Community. We are very proud that during the Year our Companions delivered over 15 projects at a value of £6k to the local community in goods and services.

FINANCIAL REVIEW

Against the background of economic challenges post Covid, the Trustees are satisfied with the financial position of the charity at the end of this financial year. The level of donations and grants received during the year was £159.5k (2023 - £136k). Social enterprise income was £506k (2023 - £474.6k). We also received £330.8k (2023 - £307.6k) in housing income.

Charitable activity expenditure was £946.7k (2023 - £884k). Further details on charitable activity expenditure are shown in the notes to the financial statements and under the relevant charitable activity headings in the Trustees report.

The overall result was a surplus of £12k (2023 surplus £46k).

The Trustees believe the Statement of Financial Affairs (SOFA) provides a solid platform to support the future activities and expansion of the Community.

RESERVES

Restricted Reserves

Restricted Reserves are funds where the donor has specified to the charity the purpose for which they would like their gift used.

Free Reserves

Free Reserves available for use by the Charity are deemed to be those that are readily realisable, less funds whose use is restricted or designated for particular purposes. Thus, the calculation of Free Reserves excludes fixed assets that continue to be used in the day-to-day operation of the Charity.

**EMMAUS HAMPSHIRE
ANNUAL REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 30 JUNE 2024**

As a matter of policy, the Trustees regularly review the value of the reserves required to be held in cash and cash equivalents not restricted to or designated for any particular purpose. The Trustees have set a minimum target level of reserves of £200,000. This will enable the Charity to meet its operating expenses for a period of at least 4 months should there be a downturn in income for the charity.

As at the 30 June 2024 the General Reserve was £330k (2023 - £297k). Running costs include all staff salaries and other costs associated with administering the charity and its funds.

The Fixed Asset Fund represents the net book value of fixed assets which have been purchased with unrestricted funds. This reserve is locked into the value of fixed assets and the value can be released only if they are sold.

RISK MANAGEMENT

Emmaus Hampshire's approach to risk management is designed to ensure that it remains alert to those external and internal factors that could affect its ability to operate effectively, or even at all. The work of establishing the risks facing Emmaus Hampshire and ensuring suitable mitigating action is being taken is reviewed regularly by the Management and Trustees. Further information on risk management can be found in the Trustees' Statement on Governance.

FUTURE PLANS & DEVELOPMENTS

To support the delivery of our new strategic plan which was developed for 2023-2027, we aim in the next 12 months to -:

- Maintain our cash generation focus and consolidate our activities so that we can be ready to expand our activities
- Maximise our occupancy levels, utilising our new studio flats to full effect
- Launch the Wellbeing Centre
- Monitor the retail market place and be ready to respond to any potential sites as they materialise.
- Continue to identify and apply for grants that will help our Companions' development and lead them to an independent lifestyle.
- Deliver, at least, a further 20 solidarity projects in the local community this year.

AND FINALLY.

The Board of Trustees of Emmaus Hampshire would like to congratulate all the Companions for their remarkable success in 2024 and for the fortitude and flexibility that they have exhibited. Their compassion and empathy for their fellow Companions has been outstanding and their desire to see their social enterprise flourish is something to behold.

The Trustees value the amazing contribution made by all our Volunteers who continue to give their time and expertise to support the community and our fundraising and support plans.

The Trustees also wish to recognise the leadership of the management team and express their appreciation for the dedication and professionalism of Karen Kay, Lynn Unsted, Jake Paine, Trevor Edwards, Ben Parkin and John Stroulger. They have guided and supported the Companions to such remarkable success in 2024, maintaining a positive can-do approach, responding to every new challenge with a supportive team approach.

This report, incorporating the Strategic Report, was approved by the Board of Trustees in their capacity as Company directors on the 12th March 2025 and signed on their behalf by


Hazel Warwick
Chair of Trustees

EMMAUS HAMPSHIRE
TRUSTEES' STATEMENT ON GOVERNANCE
FOR THE YEAR ENDED 30 JUNE 2024

Governance

The Charity is governed by its Memorandum and Articles of Association adopted on 7th June 1999. In order to more closely align the objectives of Emmaus Hampshire with the wider EUK Emmaus community the Trustees amended the memorandum and articles of Association by special resolution on 23rd June 2022. These amendments were approved by the Charity Commission and registered by Companies House on 15th September 2022. The Board of Trustees is responsible for the overall governance of the Charity and meets at least four times a year. The Chief Executive (CEO) is responsible for the day-to-day management of the Charity's affairs and for implementing policies agreed by the Trustees.

Trustee Selection, Induction and Appraisal

Under the Charity's Articles and Memorandum of Association the Trustees may at any time co-opt any person duly qualified to be appointed as a Trustee to fill a vacancy in their number or as an additional Trustee. In seeking potential appointees, the Board look for individuals who are appropriate to the skills and experience needed by the board and reflect the work of the Charity in pursuit of its charitable purposes.

At each Annual General Meeting one-third of the Trustees, or the number nearest to one-third, must retire from office. The Trustees to retire by rotation shall be those who have been longest in office since their last appointment. Any co-opted Trustee holds office only until the next AGM when they may be re-appointed. The minimum number of Trustees is 3 and there is no limit to the number of Trustees or to how many times a Trustee may be appointed.

Induction and training of new Trustees includes providing them with copies of the charity's governing documents and Trustee Manual as well as "The Essential Trustee: What you need to know" (Charity Commission publication CC3). Trustees are hopefully familiar with the work of the charity already but any extra information necessary is provided, and they will be shown around the principal office and introduced to the staff.

New Trustees are required to declare in writing any existing or potential conflicts of interest.

Statement of Trustees' Responsibilities and Corporate Governance

The Trustees are responsible for their annual report and for the preparation of financial statements for each financial year in accordance with applicable law and United Kingdom Accounting Standards.

Company and Charity law require the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Charity and which give a true and fair view of the incoming resources and application of those resources of the Charity for that year, and of the state of affairs as at the end of the financial year.

In preparing these statements, the Trustees are required to select suitable accounting policies, as described in the financial statements, and then apply them on a consistent basis, making judgements and estimates that are prudent and reasonable and conform to the methods and principles of the Charities SORP. The Trustees must also prepare the financial statements on a going concern basis unless it is inappropriate to presume that the Charity will continue.

The Trustees have overall responsibility for ensuring that the Charity has appropriate systems and controls, financial and otherwise. They are also responsible for ensuring that the Charity keeps proper accounting records which disclose with reasonable accuracy at any time the financial position of the Charity and enable the financial statements to comply with Companies Act 2006. They are also responsible for safeguarding the assets of the Charity and for their proper application as required by Charity law, and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities and to provide assurance that:

- The Charity is operating efficiently and effectively;
- All assets are safeguarded against unauthorised use or disposition and are properly applied;
- Proper records are maintained and financial information used within the Charity, or for publication, is reliable;
- The Charity complies with relevant laws and regulations.

EMMAUS HAMPSHIRE
TRUSTEES' STATEMENT ON GOVERNANCE
FOR THE YEAR ENDED 30 JUNE 2024

In so far as the Trustees are aware:

- There is no relevant information of which the Charity's independent examiners are unaware; and
- The Trustees have taken all steps that they ought to have taken to make them aware of any relevant information and to establish that the examiners are aware of that information.

Internal controls over all forms of commitment and expenditure continue to be refined to improve efficiency. Processes are in place to ensure that performance is monitored and appropriate management information is prepared and reviewed regularly by both the executive management and the Trustees. The systems of internal controls are designed to provide reasonable but not absolute assurance against material misstatement or loss. They include:

- Regular consideration by the Trustees of financial results and non-financial performance indicators;
- Delegation of day-to-day management authority and segregation of duties; and
- Identification and management of risks.

Matters Reserved to the Trustees

The following matters are specifically reserved for approval by the Trustees:

- Any proposal to amend the Memorandum and Articles of Association; Instruments and Rules of Government; Accounting Reference Date or material accounting policies;
- Any decision to bring or defend legal action in a civil case;
- Response to criminal charges/allegations of criminal activity which have connection with the Charity;
- Expansion of activities beyond core business;
- Formation of a subsidiary;
- Establishment or amendment to pension schemes;
- Approval of Annual Report, Accounts & financial statements including setting of reserve allocations;
- Investment management policies;
- Cash management policies (including approved list of counter-parties);
- Any contract with any Trustee or member of senior management or with any person or entity connected with any of them;
- Opening of a new banking relationship; and
- Receipt of gifts from a potentially undesirable donor.

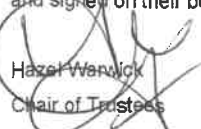
Risk Management

Serious risks can have a major impact on the ability of a charity to fulfill its charitable aims causing disruption to the business or, at the most extreme, cause significant financial loss. The Board of Trustees are responsible for the overall running of the charity and need to be aware of the risks to the business and the processes that are in place to mitigate them. Risk assessment provides a framework for the Board of Trustees of Emmaus Hampshire to identify potential risks to which the organisation is exposed and how these can be and are being mitigated.

The Trustees have a formal risk management process to assess risks and to implement risk management strategies. A risk assessment is carried out by the Chief Executive on behalf of the Trustees, and then reviewed by the Trustees. Risks are identified and assessed for impact and probability and an action plan to control the major risks is prepared.

The risk analysis covers four major areas: compliance, financial, operational and macroeconomic. Failure to comply with any of the legislation covering the charity would have serious implications; the Trustees have a close working relationship with the charity's legal and professional advisors to help mitigate this risk.

This statement on governance was approved by the Board of Trustees in their capacity as Company directors on the 16th March 2023 and signed on their behalf by


Hazel Warwick
Chair of Trustees

**EMMAUS HAMPSHIRE
INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF EMMAUS HAMPSHIRE**

Opinion

We have audited the financial statements of Emmaus Hampshire (the 'charitable company') for the year ended 30 June 2024 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 30 June 2024, and of its incoming resources and application of resources, including its income and expenditure, 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 requirements of 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 responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company 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 charitable company'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 trustees' annual report², 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 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 this gives rise to 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 in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the trustees' report is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

EMMAUS HAMPSHIRE
INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF EMMAUS HAMPSHIRE

Responsibilities of trustees

As explained more fully in the statement of trustees' responsibilities, the trustees (who are also the directors of the charitable company for the purposes of company law) 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 charitable company'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 charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor 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 the Act and relevant regulations made or having effect thereunder.

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

A further description of our responsibilities is available on the FRC's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

Extent to which 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 and on the Financial Reporting Council's website, to detect material misstatements in respect of irregularities, including fraud.

We obtain and update our understanding of the entity, its activities, its control environment, and likely future developments, including in relation to the legal and regulatory framework applicable and how the entity is complying with that framework. Based on this understanding, we 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. This includes consideration of the risk of acts by the entity that were contrary to applicable laws and regulations, including fraud.

In response to the risk of irregularities and non-compliance with laws and regulations, including fraud, we designed procedures which included:

- Enquiry of management and those charged with governance around actual and potential litigation and claims as well as actual, suspected and alleged fraud;
- Reviewing minutes of meetings of those charged with governance;
- Assessing the extent of compliance with the laws and regulations considered to have a direct material effect on the financial statements or the operations of the entity through enquiry and inspection;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations;
- Performing audit work over the risk of management bias and override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for indicators of potential bias.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or

**EMMAUS HAMPSHIRE
INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF EMMAUS HAMPSHIRE**

regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. 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.

Use of our report

This report is made solely to the charitable company's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charitable company'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 anyone other than the charitable company and the charitable company's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Azets Audit Service

Jon Noble (Senior Statutory Auditor)
For and on behalf of Azets Audit Services

Chartered Accountants
Statutory Auditor

Secure House
Lulworth Close
Chandlers Ford
Hampshire
SO53 3TL

Date: *20 March 2025*

EMMAUS HAMPSHIRE
STATEMENT OF FINANCIAL ACTIVITIES (including the Income and Expenditure account)
FOR THE YEAR ENDED 30 JUNE 2024

	Note	Unrestricted Funds 2024 £	Restricted Funds 2024 £	Total Funds 2024 £	Total Funds 2023 £
INCOME					
Incoming Resources					
Donations, grants and legacies		139,534	20,000	159,534	135,929
Incoming resources from charitable activities	3	836,737	-	836,737	782,147
Investment income	4	6,081	-	6,081	2,945
TOTAL INCOMING RESOURCES		982,362	20,000	1,002,362	921,021
RESOURCES EXPENDED					
Costs of generating voluntary income		43,687	-	43,687	31,098
Charitable activities		907,300	39,381	946,681	843,942
TOTAL RESOURCES EXPENDED	5	950,987	39,381	990,368	875,040
NET INCOMING/(OUTGOING) RESOURCES BEFORE TRANSFERS		31,365	(19,381)	11,984	45,981
Gross transfers between funds		7,251	(7,251)	-	-
NET MOVEMENT IN FUNDS FOR YEAR		38,616	(26,632)	11,984	45,981
RECONCILIATION OF FUNDS:					
TOTAL FUNDS AT 1 JULY 2023		1,269,118	1,739,741	3,008,859	2,962,878
TOTAL FUNDS AT 30 JUNE 2024		1,307,734	1,713,109	3,020,843	3,008,859

There are no gains or losses other than those shown in the Statement of Financial Activities above.

The figures for 'Total Resources Expended' above do not include expenditure on capital items. During the year ended 30 June 2024 capital expenditure was £44,391 (2023 - £21,057) and this is shown in the movements in fixed assets under note 6.

There were no acquisitions of other undertakings during the accounting year and all operations were classed as continuing.

The notes on pages 16 to 24 form part of these financial statements.

EMMAUS HAMPSHIRE
BALANCE SHEET AS AT 30 JUNE 2024

	Note	2024		2023	
		£	£	£	£
FIXED ASSETS					
Tangible assets	6		2,683,668		2,695,252
CURRENT ASSETS					
Debtors	7	56,388		21,296	
Cash at bank and in hand		407,430		423,501	
		<u>463,818</u>		<u>444,797</u>	
LIABILITIES					
Amounts falling due within one year	8	(126,643)		(108,590)	
NET CURRENT ASSETS			337,175		336,207
LIABILITIES					
Amounts falling due after one year	9		-		(22,600)
NET ASSETS			<u>3,020,843</u>		<u>3,008,859</u>
THE FUNDS OF THE CHARITY					
RESTRICTED FUNDS	10		1,713,109		1,739,741
UNRESTRICTED FUNDS					
Designated funds	12	977,559		972,044	
General reserve		330,175		297,074	
		<u>1,307,734</u>		<u>1,269,118</u>	
TOTAL CHARITY FUNDS			<u>3,020,843</u>		<u>3,008,859</u>

For the year ending 30 June 2024 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies but as this company is a charity, it is subject to audit under the Charities Act 2011.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

Approved by the Trustees on 12TH MARCH 25

H Warwick
Trustee

Company registration number: 03783294

The notes on pages 16 to 24 form part of these financial statements.

**EMMAUS HAMPSHIRE
CASH FLOW STATEMENT
YEAR ENDED 30 JUNE 2024**

CASH FLOW STATEMENT		2024	2023
	Note	Year	Year
		£	£
Cash flows from operating activities			
Net cash provided by operating activities	A	35,748	101,113
Cash flows from investing activities			
Interest receivable		6,081	2,945
Proceeds of sale of fixed assets		12,012	-
Purchase of fixed assets		(44,391)	(21,057)
		(26,298)	(18,112)
Cash flows from financing activities			
Repayment of borrowings		(25,521)	(46,143)
Change in cash and cash equivalents in the year		(16,071)	36,858
Cash and cash equivalents brought forward		423,501	386,643
Cash and cash equivalents carried forward	B	407,430	423,501
A RECONCILIATION OF NET INCOME TO			
CASH FLOW FROM OPERATING ACTIVITIES		£	£
Net surplus/(deficit) as per SOFA		11,984	45,981
Depreciation charges		49,707	41,474
Gain on disposal of fixed assets		(5,744)	
Interest receivable		(6,081)	(2,945)
(Increase) / decrease in debtors		(35,092)	31,616
(Decrease) / increase in creditors		20,974	(15,013)
		35,748	101,113
B ANALYSIS OF CASH AND CASH EQUIVALENTS			
		£	£
Cash in hand		407,430	423,501

The notes on pages 16 to 24 form part of these financial statements.

EMMAUS HAMPSHIRE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

1. ACCOUNTING POLICIES

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the financial statements.

a) Basis of preparation of financial statements

The financial statements of the charitable company, which is a public benefit entity, have been prepared on a going concern basis and under the historical cost convention. They comply with the Statement of Recommended Practice (SORP) FRS 102, 'Accounting and Reporting by Charities' issued in October 2019 together with the reporting requirements of the Financial Reporting Standard applicable in the UK (FRS 102) (issued in October 2019) and the Companies Act 2006.

The trustees consider that there are no material uncertainties about the Charity's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the charity.

b) Critical accounting estimates and judgements

In the application of the Charity's accounting policies, which are described in this note, Trustees are required to make judgements, estimates and assumptions about the carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and underlying assumptions are based on historical experience and other factors that are considered relevant. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period. Significant areas of estimate and judgement include the remaining useful life of assets and valuation of gifts in kind. The principal accounting policies adopted, and judgements are noted below.

c) Currency

The functional currency of the charity is sterling.

d) Income

Income from donations, legacies, sales, housing benefit and other sources is recognised on an accruals basis and included in the SOFA when the Charity is entitled to the income, when receipt is probable and when it can be measured reliably.

Gifts in kind are recognised in different ways dependent on how they are used by the charity:

- (i) Those donated for resale produce income when they are sold. They are valued at the amount actually realised.
- (ii) Those donated for onward transmission to beneficiaries are included in the statement of financial activities as incoming resources and resources expended when they are distributed. They are valued at the amount the charity would have had to pay to acquire them.
- (iii) Those donated for use by the charity itself are included when receivable. They are valued at the amount the charity would have had to pay to acquire them.
- (iv) The contribution of volunteers is excluded from the SOFA as the value of their contribution to the Charity cannot be reasonably quantified in financial terms.

Incoming resources from tax reclaims are included in the statement of financial activities at the same time as the gift to which they relate. Income from charitable activities includes income recognised as earned.

e) Allocation of Expenditure

Revenue and capital expenditure is dealt with on an accrual basis inclusive of irrecoverable VAT, where applicable. Emmaus Hampshire directly attributes expenditure in so far as is possible and on an accrual basis.

f) Resources expended

Liabilities are recognised as soon as there is a legal or constructive obligation committing the charity to the expenditure. All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category.

EMMAUS HAMPSHIRE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

f) Resources expended (cont)

Cost of generating funds

Costs of generating funds are the costs associated with attracting voluntary income.

Charitable activities

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Support costs

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources, for example, allocating property costs by floor areas, staff costs by the time spent and other costs by their usage.

Governance costs

Governance costs include costs of the preparation and examination of the statutory accounts, the costs of trustee meetings and the cost of any legal advice to trustees on governance or constitutional matters.

g) Fixed Assets

The cost of tangible fixed assets includes those costs which are directly attributable to purchasing the assets and bringing them into working condition. The charity capitalises refurbishment costs and any associated capital expenditure where such work provides new facilities (once brought into use). Normal repairs and maintenance costs are taken to revenue in the year of expenditure.

Depreciation is provided at the following rates to write off the cost of Emmaus Hampshire's fixed assets over their estimated useful economic lives: -

Leasehold Property	1% straight line basis
Repair shop	10% straight line basis
Furniture, Fixtures and Equipment, including computer equipment	33% straight line and 25% reducing balance
Motor vehicles	25% reducing balance

Emmaus Hampshire's capitalisation policy is to transfer to the balance sheet only capital assets with a value in excess of £1,000.

h) Fund Accounting

Funds held by the charity are:

Unrestricted funds – consists of the general fund and any designated funds. The general fund represents funds held by the charity which can be used in accordance with the charitable objects at the discretion of the trustees and which have not been designated for other purposes. Designated funds represent funds that have been earmarked by the Trustees for specific purposes and therefore held separately from general unrestricted funds.

Restricted funds – these are funds that can only be used for the particular restricted purposes which have been imposed by the donor or which have been raised by the charity for particular purposes.

i) Financial instruments

The charity has financial assets and liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at amortised cost using the effective interest method.

Financial assets measured at amortised cost comprise of cash at bank and in hand with trade and other debtors excluding prepayments.

Financial liabilities measured at amortised cost comprise all creditors excluding deferred income and tax and social security balances outstanding at year end.

EMMAUS HAMPSHIRE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

2. COMPARATIVE FIGURES

	Unrestricted Funds 2023 £	Restricted Funds 2023 £	Total Funds 2023 £
Incoming Resources			
Donations	110,002	25,927	135,929
Incoming resources from charitable activities	782,147	-	782,147
Investment income	2,945	-	2,945
Total incoming resources	<u>895,094</u>	<u>25,927</u>	<u>921,021</u>
Resources Expended			
Costs of generating voluntary income	31,098	-	31,098
Charitable activities	791,978	51,964	843,942
Total resources expended	<u>823,076</u>	<u>51,964</u>	<u>875,040</u>
NET MOVEMENT IN FUNDS FOR YEAR	<u>72,018</u>	<u>(26,037)</u>	<u>45,981</u>

3. INCOME FROM CHARITABLE ACTIVITIES

	Unrestricted Funds Year £	Restricted Funds Year £	Total 2024 Year £	Total 2023 Year £
Sales of donated goods	505,961	-	505,961	474,590
Income from housing & support	330,776	-	330,776	307,557
	<u>836,737</u>	<u>-</u>	<u>836,737</u>	<u>782,147</u>

4. INVESTMENT INCOME

	Unrestricted Funds Year £	Restricted Funds Year £	Total 2024 Year £	Total 2023 Year £
Interest receivable	6,081	-	6,081	2,945

EMMAUS HAMPSHIRE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

5. TOTAL RESOURCES EXPENDED

	Activities directly undertaken	Support Costs	Total 2024	Total 2023
	£	£	£	£
Expenditure on Raising Funds				
Fundraising	22,060	21,627	43,687	31,098
Total Cost of Raising Funds	22,060	21,627	43,687	31,098
Charitable Expenditure				
Housing & Support	439,563	112,034	551,597	469,254
Social enterprise	290,620	104,464	395,084	374,688
Total Charitable Expenditure	730,183	216,498	946,681	843,942
Total Resources Expended	752,243	238,125	990,368	875,040

The average number of paid persons employed by Emmaus Hampshire during the year was as follows:

Staff Numbers

2024	2023
Year	Year
8	7

The costs of these staff were as follows:

	2024	2023
	Year	Year
	£	£
Wages and Salaries	286,071	250,360
Social Security	24,554	21,076
Pensions	27,666	18,718
	338,291	290,154

The number of employees who were paid salary and emoluments between £60,000 - £70,000 in the year was 1 (2023 – 1).

The Trustees received no remuneration for their services as Trustees during the year.

EMMAUS HAMPSHIRE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

5. TOTAL RESOURCES EXPENDED (Continued)

Analysis of Support Costs

Support cost	Raising funds £	Housing & support £	Social enterprise £	Total 2024 £	Total 2023 £	Basis of allocation
Governance	2,179	9,803	9,803	21,785	28,071	Percentage of time spent on each activity
Finance & IT	977	19,459	11,889	32,325	(6,448)	Usage by direct expenditure
Facilities	-	27,360	27,360	54,720	58,616	By area, based on area employed on activity
Human resources and administration	18,471	55,412	55,412	129,295	130,916	Per capita, based on number of people employed on activity
Activity total 2024	21,627	112,034	104,464	238,125		
Activity total 2023	21,414	94,352	95,389		211,155	

	2024 Year £	2023 Year £
Total audit/independent examiners' remuneration is made up as follows:		
Auditor's fees	15,500	-
Examiner's fees	-	7,500

EMMAUS HAMPSHIRE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

6. TANGIBLE FIXED ASSETS

Cost	Opening Balance	Additions	Disposals	Closing Balance
	£	£	£	£
Long leasehold and other interests in land and buildings	3,331,715	-	-	3,331,715
Furniture, fixtures and equipment	22,184	6,270	-	28,454
Motor vehicles	52,649	38,121	(36,841)	53,929
	<u>3,406,548</u>	<u>44,391</u>	<u>(36,841)</u>	<u>3,414,098</u>
	<u><u>3,406,548</u></u>	<u><u>44,391</u></u>	<u><u>(36,841)</u></u>	<u><u>3,414,098</u></u>
 Depreciation	 Opening Balance	 Charge for Year	 On Disposals	 Closing Balance
	£	£	£	£
Long leasehold and other interests in land and buildings	669,067	39,997	-	709,064
Furniture, fixtures and equipment	603	5,783	-	6,386
Motor vehicles	41,626	3,927	(30,574)	14,979
	<u>711,296</u>	<u>49,707</u>	<u>(30,574)</u>	<u>730,429</u>
	<u><u>711,296</u></u>	<u><u>49,707</u></u>	<u><u>(30,574)</u></u>	<u><u>730,429</u></u>
 Net Book Value	 Opening Balance			 Closing Balance
	£			£
Long leasehold and other interests in land and buildings	2,662,648			2,622,651
Furniture, fixtures and equipment	21,581			22,068
Motor vehicles	11,023			38,949
	<u>2,695,252</u>			<u>2,683,668</u>
	<u><u>2,695,252</u></u>			<u><u>2,683,668</u></u>

7. DEBTORS

	2024	2023
	£	£
Other debtors	5,611	6,820
Prepayments	50,777	14,476
	<u>56,388</u>	<u>21,296</u>
	<u><u>56,388</u></u>	<u><u>21,296</u></u>

EMMAUS HAMPSHIRE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

8. CREDITORS (amounts due within one year)

	2024	2023
	£	£
Trade creditors	36,000	24,901
Taxation and Social Security	6,636	3,819
Other creditors	26,978	35,979
Accruals and deferred income	57,029	43,891
	<u>126,643</u>	<u>108,590</u>

9. CREDITORS (amounts falling due after one year)

	2024	2023
	£	£
Other creditors	-	22,600
	<u>-</u>	<u>22,600</u>

Included in other creditors is a balance of £22,600 (2023 - £48,122) repayable by instalments of £27,000 including interest per annum. This balance is all due for repayment in less than one year. Interest is charged on the loan at 7% per annum.

10. RESTRICTED FUNDS

	Balance 1 July 2023	Incoming Resources	Expenditure	Transfers	Balance 30 June 2024
	£	£	£	£	£
Building Fund	1,253,352	-	(28,156)	-	1,225,196
Extension Fund	71,525	-	(1,256)	-	70,269
Training Fund	6,092	-	-	-	6,092
Project 40@20 (Incorporating Building fund 2018)	315,022	20,000	(2,717)	-	332,305
Repair Shop	93,750	-	(7,252)	(7,251)	79,247
	<u>1,739,741</u>	<u>20,000</u>	<u>(39,381)</u>	<u>(7,251)</u>	<u>1,713,109</u>

Where donations are received for particular items of expenditure, such amounts are credited to Emmaus Hampshire's restricted funds. Expenditure paid directly out of the restricted funds are shown under Expenditure.

Building Fund

Emmaus Hampshire received various donations that were ring-fenced for the construction of the building. In 2009/10 £150,000 was received from Winchester City Council in this respect. Depreciation is charged against this fund.

Extension Fund

Emmaus Hampshire received various donations that were ring-fenced for the extension of the building. Depreciation is charged against this fund.

Training Fund

Emmaus Hampshire received various donations that were ring fenced to provide training for companions.

EMMAUS HAMPSHIRE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

Project 40@20 (Incorporating Building fund 2018)

Emmaus Hampshire received various donations that were ring-fenced for the development of additional accommodation for companions.

Repair shop

Emmaus Hampshire received various donations that were ring-fenced for the development of a repair shop. Depreciation is charged against this fund and the transfer represents 2023 depreciation that was processed through the Unrestricted Fund.

11. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted	Restricted	Total	Total
	Funds	Funds	Funds	Funds
	2024	2024	2024	2023
	£	£	£	£
Tangible fixed assets	970,559	1,713,109	2,683,668	2,695,252
Net current assets	337,175	-	337,175	336,207
Long term liabilities		-	-	(22,600)
Total net assets	1,307,734	1,713,109	3,020,843	3,008,859

12. DESIGNATED FUNDS

	Balance at	Designated	Utilised	Balance at
	1 July	in	in	30 June
	2023	Year	Year	2024
	£	£	£	£
Fixed asset fund	965,044	5,515	-	970,559
IT fund	7,000	-	-	7,000
Total designated funds	972,044	5,515	-	977,559

The fixed asset fund represents the net book value of the tangible fixed assets held for charitable purposes less any restricted funds held for assets. Since this fund represents existing fixed assets it cannot be converted easily into cash and therefore cannot be used to fund other activities.

The IT fund represents money set aside by the Trustees towards the finance of planned major improvements to information and communication systems to ensure the Charity's systems remain up to date and fit for purpose.

13. CONTINGENT LIABILITIES

In the event of the Winchester building no longer being used by Emmaus Hampshire for the charitable purpose for which it was constructed A2 South Limited have the option to purchase the building at its market value.

14. FUTURE COMMITMENTS

Emmaus Hampshire entered into a 125 year lease on the land in which the community building is situated on which a peppercorn rent is payable.

A2 South Limited hold a 60 year underlease for the residential part of the building for which no rent is due to Emmaus Hampshire for the full term of the lease.

EMMAUS HAMPSHIRE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

15. TAXATION STATUS

Emmaus Hampshire is a registered charity and no Corporation Tax is payable on its charitable income.

Emmaus Hampshire is registered for VAT and expenditure is shown exclusive of VAT where reclaimable.

16. SHARE CAPITAL

Emmaus Hampshire has no share capital and is limited by guarantee. The liability of each member in the event of a winding up, as stated in the Memorandum and Articles of Association, is limited to £1.

17. CONTROLLING PARTY

Emmaus Hampshire is controlled by the Trustees.

18. RELATED PARTY TRANSACTIONS

During the year there were trustees expenses totalling £nil (2023 - £203) for one trustee during the period.

EMMAUS HAMPSHIRE

England & Wales - Charity number 1077264

Accounts

EMMAUS HAMPSHIRE

(A Company Limited by Guarantee)

Company Registered Number: 03783294

Charity Registered Number: 1077264

Annual Report and Accounts

For the year ended 30 June 2023

EMMAUS HAMPSHIRE
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EMMAUS HAMPSHIRE
TRUSTEES, OFFICERS AND PROFESSIONAL ADVISERS

President

Alison Thompson, MBE

Vice Presidents

Tony Burton

Anita Clark

Trustees

Hazel Warwick

Catherine Harris

Gareth Roberts

John Conyngham

John McKenna

Jonathan Sutcliffe

Chair of Trustees

Treasurer

Senior Management Team

Nigel J Samuels - CEO

Company Secretary

Gareth Roberts

Registered Office:

Bar End Road, Winchester, Hampshire, SO23 9BN
The Charity is incorporated in England and Wales

Bankers:

National Westminster Bank plc
105 High Street
Winchester
Hampshire
SO23 9AW

Independent Examiners:

Azets
Secure House
Lulworth Close
Chandlers Ford
Hampshire
SO53 3TL

**EMMAUS HAMPSHIRE
ANNUAL REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 30 JUNE 2023**

TRUSTEES' REPORT

The Trustees of Emmaus Hampshire ("the Charity"), who are also directors of the Charity for the purposes of the Companies Act, present their annual report for the year ended 30 June 2023 under the Companies Act 2006 and the Charities Act 2011, together with the financial statements for that year. The financial statements comply with the requirements of the Companies Act 2006, the Charity's memorandum and articles of association and the relevant Statements of Recommended Practice (the Charities SORP).

STATUS AND ADMINISTRATION

The Charity is a registered charity (No. 1077264) and a company (No. 03783294) limited by guarantee that was incorporated on 7th June 1999. Its registered office is shown on page 2 of this report.

The present Trustees and any past Trustees who served during the year are shown on page 2, together with the names of the senior management staff and the principal external advisers as at the date of the signing of this report.

Mission

We exist to give hope and a sense of belonging to those who have experienced homelessness or social exclusion.

How we do it -:

We create communities and opportunities to develop.

What we do -:

We provide a home and community for as long as people need it

We support people to achieve their aspirations

We engage people in meaningful activities through a range of social enterprises

We help others through acts of solidarity

We use our voice to address the causes and consequences of homelessness and social exclusion

We are part of an international movement

We help our environment and recycle and repurpose donations

Vision

To achieve full social enterprise status, generating income through our environmental customer proposition, whilst maximising our support to those who find themselves homeless or socially excluded.

OVERVIEW OF CHARITY'S ACTIVITIES

The Trustees review the purpose, aims and activities of the Charity each year. This review looks at the achievements during the previous year, beyond just the finances, and explains the number of beneficiaries assisted and the extent of that assistance.

When carrying out the review and planning future activities, the Trustees refer to the guidance contained in the Charity Commission's general guidance on public benefit. In particular the Trustees consider how planned activities will contribute to the aims and objectives they have set.

The Charity has two main activities, namely:

Provision of housing and support: The Charity has accommodation in Winchester for 37 Companions with further accommodation for up to 3 additional Companions.

Social enterprise: The Charity manages 3 stores that sell recycled, up-cycled and vintage furniture and home-wares.

** In line with other Emmaus communities our residents are referred to as Companions within our organisation and this report.

Companions Philosophy

"It's not just what the community can do for you, it's as much what you can do for your community"

**EMMAUS HAMPSHIRE
ANNUAL REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 30 JUNE 2023**

Key Strategic Aims 2023-27

Create More Homes- 1

Aim to serve a minimum of 40 Companions and be prepared to accept tactical opportunities to house further Companions, whilst ensuring our solidarity programme underpins our support to reduce those who are socially excluded.

Making our Social Enterprise More Sustainable – 2

We aim to expand our retail space (square footage) and introduce a segmented choice of products and services depending on the individual location, which will support our mission in homelessness, social exclusion and the pro-active participation in environmental change.

Shout Louder! (Build our Brand) - 3

Double our brand recognition to 20% spontaneous awareness, through the promotion of low-cost housing solutions, reducing social exclusion and proactively participating in environmental change.

Deliver a Companions/Housing Quality Standards Programme -4

We will deliver a high standard of Companion care and development utilising a new quality standards and oversight programme which will be accredited by the MHCLG.

Develop an Organisational Development Programme (ODM) - 5

We will map our processes to match our five-year plan and build our technology and people requirements around these processes mapped to a route map. We will review our Kudos Epos system, integrate the EUK sponsored Charity Log CRM system and find smart ways of working.

Build an Environmentally Focused & Active Organisation - 6

Deliver our Mission through a sustainable environmental model which will increase income through maximising our recycling and reducing our running costs, whilst providing opportunities for both Companions and customers.

Deliver a Wide Range of Activities to Address Social Exclusion – 7

We aim to support those most at need, with a wider choice of services and Companion solidarity actions, segmented on a local, European and International basis, where we can make a tangible difference.

EMMAUS HAMPSHIRE'S PEOPLE

Trustees

Emmaus Hampshire is grateful to the people who voluntarily give their valuable time to serve on the Trustees Board and various committees that are necessary to ensure Emmaus Hampshire's activities are delivered to the highest possible standard.

Staff

The Trustees wish to record their special thanks to all the staff of the charity for their sterling service on behalf of the charity, recognising that without their efforts, it would not have been possible to have achieved this result, in what continues to be a challenging operating environment.

Emmaus Hampshire currently employs 7 staff. All staff joining Emmaus Hampshire must undertake induction training appropriate to their work area with the common topics of health and safety and IT. Ongoing professional development training is encouraged and staff are given the time to attend courses, seminars and conferences as approved by their line manager.

**EMMAUS HAMPSHIRE
ANNUAL REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 30 JUNE 2023**

Volunteers

In addition to paid staff Emmaus Hampshire enjoys the support of a small but dedicated team of volunteers. The volunteers help with merchandise selection which has a significant positive impact on retail sales and donations, and the development of our repair shop. A number of our volunteers have been recognised this year for their outstanding achievements.

Donors

Without our donors much of the valuable work Emmaus Hampshire does would not be possible and the Trustees are grateful for all their support. Emmaus Hampshire is fortunate to have a number of loyal supporters who donate regularly to our work.

REVIEW OF ACHIEVEMENTS AND PERFORMANCE DURING THE YEAR ENDED 30 JUNE 2023

These accounts show an organisation that has now moved past the impact of Covid and re-established itself in the eyes of its customers and supporters.

During the year our Support Managers continued to manage our 3 stage Companion development programme. This development programme supports our Companions from their first day with us, through to them being able to become independent once again, with a full-time sustainable job and home of their own.

The average weekly occupancy rate during the Year exceeds our previous record with 34 Companions residing. Of the current Companions over 50% have been resident over 2 Years, with the majority of Companions being between 41 years and 59 years old. During the Year we are proud that 3 Companions moved on to independent living with sustainable jobs and homes.

The Staff and Companions were delighted that they were able once again to hold their Annual Celebrations Evening and Summer Garden party for our key stakeholders. Four Companions Won the Tessa Till award for their outstanding contributions to the Community.

This financial year saw the official opening of the Recycling Centre within the Community. The idea for the Recycling Centre was entirely the Companions. Thanks to a generous benefactor, we were able to turn a conceptual idea into a working operation within 4 months. The Recycling Centre allows the Companions to generate income from the recycling of metal, copper, aluminium, books and cardboard. The Companion's initiative was so successful that we achieved a payback on our investment within 6 months. A special mention should go to Companions John, Alan and Jaimie for driving this concept.

Our Repair Shop facility goes from strength to strength and is producing a number of first-class furniture restoration and upcycling pieces, which helped our Winchester stores sales.

The Kitchen Development Centre which was opened in 2022 has provided us the opportunity to train more Companions in catering. This year 6 Companions were trained by an International Chef on a weekly basis to provide them the confidence and skills to cater for their fellow Companions. Furthermore, we are very proud that the Companions now provide a weekly soup run for the street homeless of Winchester.

The core work experience and income driver continue to be from our 3 retail sites. We are very proud of the fact that all our stores and our supporting logistics, is all managed by our Companions. We do not employ any retail management or staff within our operation and our success is entirely down to the dedication, passion and determination of our Companions.

We are now planning for our next 2 projects which are both based on our Companions development. The first project is to deliver a market garden on land outside of our community and the second one is to build a Wellbeing Centre within our community grounds.

We have seen a significant increase in new Companions arriving with mental health issues, which adds to our existing challenges of dealing with various addictions. Our 2 projects seek to address these issues given the lack of local and national investment in these areas. We believe by addressing these issues we have a much greater chance of returning our Companions to independent living.

**EMMAUS HAMPSHIRE
ANNUAL REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 30 JUNE 2023**

Social Enterprise

During the Year overall store income was £474.6k (2022 - £405.6). Our Winchester store delivered sales of £277.8k (2022 - £242.8k), Eastleigh sales were £107k (2022- £85k) and Southampton sales of £89.8k (2021 - £77.8k). We also generated through our Recycling and House Clearance Services an additional £44k. It should be noted that unlike other Charity retailers we do not employ store managers, van drivers or a warehouse manager. All of 2023's performance was managed entirely by our Companions working in our Social Enterprise. The Board of Trustees would like to place on record their appreciation of the Companions' positive contribution in 2023 and the significant financial income they have generated from all of our activities during this time.

Fundraising

Emmaus Hampshire's strategic aims include our commitment to only actively fundraise for specific assets and activities. We are however most grateful for all donations and ensure that they are allocated to specific activities when donors kindly send us their donations. This year our fundraising income generated £81k to ensure all our projects were fully funded and our reserves were protected.

Solidarity - Companions Supporting the Less Fortunate

Emmaus started in France shortly after the Second World War, when homelessness was a big issue. One night, a man called Georges was brought to Abbé Pierre after a failed suicide attempt. He turned to the Abbé for help, but instead Abbé Pierre asked Georges to help him, building houses for the homeless mothers who came looking for his support. Georges became the first Emmaus Companion, living with Abbé Pierre and helping him to build temporary homes for those in need. Georges later said: "Whatever else he might have given me - money, home, somewhere to work - I'd have still tried to kill myself again. What I was missing, and what he offered, was something to live for."

While we are not helping people build houses the tradition of helping others locally, nationally and internationally who are less fortunate and able than our own Companions, continues to be an important element of the Emmaus Community. We are very proud that during the Year our Companions delivered over 20 projects at a value of £5k to the local community in goods and services.

FINANCIAL REVIEW

Against the background of economic challenges post Covid, the Trustees are satisfied with the financial position of the charity at the end of this financial year. The level of donations and grants received during the year was £136k (2022 - £276k). Social enterprise income was £474.6k (2022 - £405.6k). We also received £307.6k (2022 - £240.5k) in housing income.

Charitable activity expenditure was £875k (2022 - £944k). Further details on charitable activity expenditure are shown in the notes to the financial statements and under the relevant charitable activity headings in the Trustees report.

The overall result was a surplus of £46k (2022 deficit £21.8k).

The Trustees believe the Statement of Financial Affairs (SOFA) provides a solid platform to support the future activities and expansion of the Community.

RESERVES

Restricted Reserves

Restricted Reserves are funds where the donor has specified to the charity the purpose for which they would like their gift used.

Free Reserves

Free Reserves available for use by the Charity are deemed to be those that are readily realisable, less funds whose use is restricted or designated for particular purposes. Thus, the calculation of Free Reserves excludes fixed assets that continue to be used in the day-to-day operation of the Charity.

**EMMAUS HAMPSHIRE
ANNUAL REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 30 JUNE 2023**

As a matter of policy, the Trustees regularly review the value of the reserves required to be held in cash and cash equivalents not restricted to or designated for any particular purpose. The Trustees have set a minimum target level of reserves of £200,000. This will enable the Charity to meet its operating expenses for a period of at least 4 months should there be a downturn in income for the charity.

As at the 30 June 2023 the General Reserve was £297k (2022 - £240k). Running costs include all staff salaries and other costs associated with administering the charity and its funds.

The Fixed Asset Fund represents the net book value of fixed assets which have been purchased with unrestricted funds. This reserve is locked into the value of fixed assets and the value can be released only if they are sold.

RISK MANAGEMENT

Emmaus Hampshire's approach to risk management is designed to ensure that it remains alert to those external and internal factors that could affect its ability to operate effectively, or even at all. The work of establishing the risks facing Emmaus Hampshire and ensuring suitable mitigating action is being taken is reviewed regularly by the Management and Trustees. Further information on risk management can be found in the Trustees' Statement on Governance.

FUTURE PLANS & DEVELOPMENTS

To support the delivery of our new strategic plan which was developed for 2023-2027, we aim in the next 12 months to -:

- Maintain our cash generation focus and consolidate our activities so that we can be ready to expand our activities
- Maximise our occupancy levels, utilising our new studio flats to full effect
- Launch the Market Garden and Wellbeing Centre
- Monitor the retail market place and be ready to respond to any potential sites as they materialise.
- Continue to identify and apply for grants that will help our Companions' development and lead them to an independent lifestyle.
- Deliver a further 20 solidarity projects in the local community this year.

AND FINALLY.

The Board of Trustees of Emmaus Hampshire would like to congratulate all the Companions for their remarkable success in 2023 and for the fortitude and flexibility that they have exhibited. Their compassion and empathy for their fellow Companions has been outstanding and their desire to see their social enterprise flourish is something to behold.

The Trustees value the amazing contribution made by all of our Volunteers who have continued to give their time and expertise to support the community and our fundraising and support plans, throughout these difficult times.

The Trustees also wish to recognise the leadership of the management team and express their appreciation for the dedication and professionalism of Karen Kay, Lynn Unsted, Jake Paine, Trevor Edwards, Ben Parkin and John Stroulger. They have guided and supported the Companions to such remarkable success in 2023, maintaining a positive can-do approach, responding to every new challenge with a supportive team approach.

This report, incorporating the Strategic Report, was approved by the Board of Trustees in their capacity as Company directors on the 23rd November 2023 and signed on their behalf by


Hazel Warwick
Chair of Trustees

EMMAUS HAMPSHIRE
TRUSTEES' STATEMENT ON GOVERNANCE
FOR THE YEAR ENDED 30 JUNE 2023

Governance

The Charity is governed by its Memorandum and Articles of Association adopted on 7 June 1999. In order to more closely align the objectives of Emmaus Hampshire with the wider EUK Emmaus community the Trustees amended the memorandum and articles of Association by special resolution on June 23rd 2022. These amendments were approved by the Charity Commission and registered by Companies House on September 15th 2022. The Board of Trustees is responsible for the overall governance of the Charity and meets at least four times a year. The Chief Executive (CEO) is responsible for the day-to-day management of the Charity's affairs and for implementing policies agreed by the Trustees.

Trustee Selection, Induction and Appraisal

Under the Charity's Articles and Memorandum of Association the Trustees may at any time co-opt any person duly qualified to be appointed as a Trustee to fill a vacancy in their number or as an additional Trustee. In seeking potential appointees, the Board look for individuals who are appropriate to the skills and experience needed by the board and reflect the work of the Charity in pursuit of its charitable purposes.

At each Annual General Meeting one-third of the Trustees, or the number nearest to one-third, must retire from office. The Trustees to retire by rotation shall be those who have been longest in office since their last appointment. Any co-opted Trustee holds office only until the next AGM when they may be re-appointed. The minimum number of Trustees is 3 and there is no limit to the number of Trustees or to how many times a Trustee may be appointed.

Induction and training of new Trustees includes providing them with copies of the charity's governing documents and Trustee Manual as well as "The Essential Trustee: What you need to know" (Charity Commission publication CC3). Trustees are hopefully familiar with the work of the charity already but any extra information necessary is provided, and they will be shown around the principal office and introduced to the staff.

New Trustees are required to declare in writing any existing or potential conflicts of interest.

Statement of Trustees' Responsibilities and Corporate Governance

The trustees (who are also directors of Emmaus Hampshire for the purposes of company law) are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the trustees to prepare financial statements for each financial year. Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing these 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 2019 (FRS 102);
- 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 operation.

The trustees are responsible for keeping adequate 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 Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditor is unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

EMMAUS HAMPSHIRE
TRUSTEES' STATEMENT ON GOVERNANCE
FOR THE YEAR ENDED 30 JUNE 2023

Internal controls over all forms of commitment and expenditure continue to be refined to improve efficiency. Processes are in place to ensure that performance is monitored and appropriate management information is prepared and reviewed regularly by both the executive management and the Trustees. The systems of internal controls are designed to provide reasonable but not absolute assurance against material misstatement or loss. They include:

- Regular consideration by the Trustees of financial results and non-financial performance indicators;
- Delegation of day-to-day management authority and segregation of duties; and
- Identification and management of risks.

Matters Reserved to the Trustees

The following matters are specifically reserved for approval by the Trustees:

- Any proposal to amend the Memorandum and Articles of Association; Instruments and Rules of Government; Accounting Reference Date or material accounting policies;
- Any decision to bring or defend legal action in a civil case;
- Response to criminal charges/allegations of criminal activity which have connection with the Charity;
- Expansion of activities beyond core business;
- Formation of a subsidiary;
- Establishment or amendment to pension schemes;
- Approval of Annual Report, Accounts & financial statements including setting of reserve allocations;
- Investment management policies;
- Cash management policies (including approved list of counter-parties);
- Any contract with any Trustee or member of senior management or with any person or entity connected with any of them;
- Opening of a new banking relationship; and
- Receipt of gifts from a potentially undesirable donor.

Risk Management

Serious risks can have a major impact on the ability of a charity to fulfill its charitable aims causing disruption to the business or, at the most extreme, cause significant financial loss. The Board of Trustees are responsible for the overall running of the charity and need to be aware of the risks to the business and the processes that are in place to mitigate them. Risk assessment provides a framework for the Board of Trustees of Emmaus Hampshire to identify potential risks to which the organisation is exposed and how these can be and are being mitigated.

The Trustees have a formal risk management process to assess risks and to implement risk management strategies. A risk assessment is carried out by the Chief Executive on behalf of the Trustees, and then reviewed by the Trustees. Risks are identified and assessed for impact and probability and an action plan to control the major risks is prepared.

The risk analysis covers four major areas: compliance, financial, operational and macroeconomic. Failure to comply with any of the legislation covering the charity would have serious implications; the Trustees have a close working relationship with the charity's legal and professional advisors to help mitigate this risk.

This statement on governance was approved by the Board of Trustees in their capacity as Company directors on the 23rd November 2023 and signed on their behalf by


Hazel Warwick
Chair of Trustees

**EMMAUS HAMPSHIRE
INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF EMMAUS HAMPSHIRE**

Independent Examiner's Report to the Trustees of Emmaus Hampshire

I report to the charity trustees on my examination of the accounts of the company for the year ended 30 June 2023 which are set out on pages 11 to 22.

Responsibilities and basis of report

As the charity trustees of the company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your company's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5) (b) of the 2011 Act.

Independent examiner's statement

Since the company's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of The Association of Chartered Certified Accountants (ACCA), which is one of the listed bodies.

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a 'true and fair view' which is not a matter considered as part of an independent examination; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.


Jon Noble FCCA

For and on behalf of Azets Audit Services
Secure House
Lulworth Close
Chandlers Ford
Hampshire
SO53 3TL

Date: 30 November 2023

EMMAUS HAMPSHIRE
STATEMENT OF FINANCIAL ACTIVITIES (including the income and Expenditure account)
FOR THE YEAR ENDED 30 JUNE 2023

	Note	Unrestricted Funds 2023 £	Restricted Funds 2023 £	Total Funds 2023 £	Total Funds 2022 £
INCOME					
Incoming Resources					
Donations, grants and legacies		110,002	25,927	135,929	275,913
Incoming resources from charitable activities	3	782,147	-	782,147	646,143
Investment income	4	2,945	-	2,945	142
TOTAL INCOMING RESOURCES		895,094	25,927	921,021	922,198
RESOURCES EXPENDED					
Costs of generating voluntary income		31,098	-	31,098	22,966
Charitable activities		791,978	51,964	843,942	921,050
TOTAL RESOURCES EXPENDED	5	823,076	51,964	875,040	944,016
NET MOVEMENT IN FUNDS FOR YEAR		72,018	(26,037)	45,981	(21,818)
RECONCILIATION OF FUNDS:					
TOTAL FUNDS AT 1 JULY 2022		1,197,100	1,765,778	2,962,878	2,984,696
TOTAL FUNDS AT 30 JUNE 2023		1,269,118	1,739,741	3,008,859	2,962,878

There are no gains or losses other than those shown in the Statement of Financial Activities above.

The figures for 'Total Resources Expended' above do not include expenditure on capital items. During the year ended 30 June 2023 capital expenditure was £21,057 (2022 - £33,839) and this is shown in the movements in fixed assets under note 6.

There were no acquisitions of other undertakings during the accounting year and all operations were classed as continuing.

The notes on pages 14 to 22 form part of these financial statements.

EMMAUS HAMPSHIRE
BALANCE SHEET AS AT 30 JUNE 2023

	Note	2023	2022
		£	£
FIXED ASSETS			
Tangible assets	6	2,695,252	2,715,669
CURRENT ASSETS			
Debtors	7	21,296	52,911
Cash at bank and in hand		423,501	386,643
		<u>444,797</u>	<u>439,554</u>
LIABILITIES			
Amounts falling due within one year	8	(108,590)	(120,371)
NET CURRENT ASSETS		336,207	319,182
LIABILITIES			
Amounts falling due after one year	9	(22,600)	(71,973)
NET ASSETS		<u>3,008,859</u>	<u>2,962,878</u>
THE FUNDS OF THE CHARITY			
RESTRICTED FUNDS	10	1,739,741	1,765,778
UNRESTRICTED FUNDS			
Designated funds	12	972,044	956,891
General reserve		297,074	240,209
		<u>1,269,118</u>	<u>1,197,100</u>
TOTAL CHARITY FUNDS		<u>3,008,859</u>	<u>2,962,878</u>

For the financial year ended 30 June 2023, the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies. The members have not required the charity to obtain an audit of its accounts for the year in question in accordance with section 476.

The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

Approved by the Trustees on 23/4/23

H Warwick
Trustee

Company registration number: 03783294

The notes on pages 14 to 22 form part of these financial statements.

EMMAUS HAMPSHIRE
CASH FLOW STATEMENT
YEAR ENDED 30 JUNE 2023

CASH FLOW STATEMENT		2023	2022
	Note	Year	Year
		£	£
Cash flows from operating activities			
Net cash provided by operating activities	A	101,113	(24,735)
Cash flows from investing activities			
Interest receivable		2,945	142
Proceeds of sale of fixed assets		-	-
Purchase of fixed assets		(21,057)	(33,839)
		(18,112)	(33,697)
Cash flows from financing activities			
Repayment of borrowings		(46,143)	(27,000)
Change in cash and cash equivalents in the year		36,858	(85,432)
Cash and cash equivalents brought forward		386,643	472,075
Cash and cash equivalents carried forward	B	423,501	386,643
A RECONCILIATION OF NET INCOME TO			
CASH FLOW FROM OPERATING ACTIVITIES		£	£
Net surplus/(deficit) as per SOFA		45,981	(21,818)
Depreciation charges		41,474	43,067
Interest receivable		(2,945)	(142)
(Increase) / decrease in debtors		31,616	(48,688)
(Decrease) / increase in creditors		(15,013)	2,845
		101,113	(24,735)
B ANALYSIS OF CASH AND CASH EQUIVALENTS		£	£
Cash in hand		423,501	386,643

The notes on pages 14 to 22 form part of these financial statements.

EMMAUS HAMPSHIRE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023

1. ACCOUNTING POLICIES

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the financial statements.

a) Basis of preparation of financial statements

The financial statements of the charitable company, which is a public benefit entity, have been prepared on a going concern basis and under the historical cost convention. They comply with the Statement of Recommended Practice (SORP) FRS 102, 'Accounting and Reporting by Charities' issued in October 2019 together with the reporting requirements of the Financial Reporting Standard applicable in the UK (FRS 102) (issued in October 2019) and the Companies Act 2006.

The trustees consider that there are no material uncertainties about the Charity's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the charity.

b) Critical accounting estimates and judgements

In the application of the Charity's accounting policies, which are described in this note, Trustees are required to make judgements, estimates and assumptions about the carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and underlying assumptions are based on historical experience and other factors that are considered relevant. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period. Significant areas of estimate and judgement include the remaining useful life of assets and valuation of gifts in kind. The principal accounting policies adopted, and judgements are noted below.

c) Currency

The functional currency of the charity is sterling.

d) Income

Income from donations, sales, housing benefit and other sources is recognised on an accruals basis and included in the SOFA when the Charity is entitled to the income, when receipt is probable and when it can be measured reliably.

Gifts in kind are recognised in different ways dependent on how they are used by the charity:

(i) Those donated for resale produce income when they are sold. They are valued at the amount actually realised.

(ii) Those donated for onward transmission to beneficiaries are included in the statement of financial activities as incoming resources and resources expended when they are distributed. They are valued at the amount the charity would have had to pay to acquire them.

(iii) Those donated for use by the charity itself are included when receivable. They are valued at the amount the charity would have had to pay to acquire them.

(iv) The contribution of volunteers is excluded from the SOFA as the value of their contribution to the Charity cannot be reasonably quantified in financial terms.

Incoming resources from tax reclaims are included in the statement of financial activities at the same time as the gift to which they relate. Income from charitable activities includes income recognised as earned.

e) Allocation of Expenditure

Revenue and capital expenditure is dealt with on an accrual basis inclusive of irrecoverable VAT, where applicable.

Emmaus Hampshire directly attributes expenditure in so far as is possible and on an accrual basis.

f) Resources expended

Liabilities are recognised as soon as there is a legal or constructive obligation committing the charity to the expenditure. All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category.

EMMAUS HAMPSHIRE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023

f) Resources expended (cont)

Cost of generating funds

Costs of generating funds are the costs associated with attracting voluntary income.

Charitable activities

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Support costs

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources, for example, allocating property costs by floor areas, staff costs by the time spent and other costs by their usage.

Governance costs

Governance costs include costs of the preparation and examination of the statutory accounts, the costs of trustee meetings and the cost of any legal advice to trustees on governance or constitutional matters.

g) Fixed Assets

The cost of tangible fixed assets includes those costs which are directly attributable to purchasing the assets and bringing them into working condition. The charity capitalises refurbishment costs and any associated capital expenditure where such work provides new facilities (once brought into use). Normal repairs and maintenance costs are taken to revenue in the year of expenditure.

Depreciation is provided at the following rates to write off the cost of Emmaus Hampshire's fixed assets over their estimated useful economic lives: -

Leasehold Property	1% straight line basis
Furniture, Fixtures and Equipment, including computer equipment	33% straight line and 25% reducing balance
Motor vehicles	25% reducing balance

Emmaus Hampshire's capitalisation policy is to transfer to the balance sheet only capital assets with a value in excess of £1,000.

h) Fund Accounting

Funds held by the charity are:

Unrestricted funds – consists of the general fund and any designated funds. The general fund represents funds held by the charity which can be used in accordance with the charitable objects at the discretion of the trustees and which have not been designated for other purposes. Designated funds represent funds that have been earmarked by the Trustees for specific purposes and therefore held separately from general unrestricted funds.

Restricted funds – these are funds that can only be used for the particular restricted purposes which have been imposed by the donor or which have been raised by the charity for particular purposes.

i) Financial instruments

The charity has financial assets and liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at amortised cost using the effective interest method.

Financial assets measured at amortised cost comprise of cash at bank and in hand with trade and other debtors excluding prepayments.

Financial liabilities measured at amortised cost comprise all creditors excluding deferred income and tax and social security balances outstanding at year end.

EMMAUS HAMPSHIRE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023

2. COMPARATIVE FIGURES

	Unrestricted Funds 2022 £	Restricted Funds 2022 £	Total Funds 2022 £
Incoming Resources			
Donations	85,913	190,000	275,913
Incoming resources from charitable activities	646,143	-	646,143
Investment income	142	-	142
Total incoming resources	<u>732,198</u>	<u>190,000</u>	<u>922,198</u>
Resources Expended			
Costs of generating voluntary income	22,966	-	22,966
Charitable activities	713,921	207,129	921,050
Total resources expended	<u>736,887</u>	<u>207,129</u>	<u>944,016</u>
NET MOVEMENT IN FUNDS FOR YEAR	<u>(4,689)</u>	<u>(17,129)</u>	<u>(21,818)</u>

3. INCOME FROM CHARITABLE ACTIVITIES

	Unrestricted Funds Year £	Restricted Funds Year £	Total 2023 Year £	Total 2022 Year £
Sales of donated goods	474,590	-	474,590	405,618
Income from housing & support	307,557	-	307,557	240,525
	<u>782,147</u>	<u>-</u>	<u>782,147</u>	<u>646,143</u>

4. INVESTMENT INCOME

	Unrestricted Funds Year £	Restricted Funds Year £	Total 2023 Year £	Total 2022 Year £
Interest receivable	2,945	-	2,945	142

EMMAUS HAMPSHIRE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023

5. TOTAL RESOURCES EXPENDED

	Activities directly undertaken £	Support Costs £	Total 2023 £	Total 2022 £
Expenditure on Raising Funds				
Fundraising	9,684	21,414	31,098	22,966
Total Cost of Raising Funds	9,684	21,414	31,098	22,966
Charitable Expenditure				
Housing & Support	374,902	94,352	469,254	597,548
Social enterprise	279,299	95,389	374,688	323,502
Total Charitable Expenditure	654,201	189,741	843,942	921,050
Total Resources Expended	663,885	211,155	875,040	944,016

The average number of paid persons employed by Emmaus Hampshire during the year was as follows:

Staff Numbers	
2023 Year	2022 Year
7	7

The costs of these staff were as follows:

	2023 Year £	2022 Year £
Wages and Salaries	250,360	204,617
Social Security	21,076	16,650
Pensions	18,718	9,744
	290,154	231,011

The number of employees who were paid salary and emoluments between £60,000 - £70,000 in the year was 1 (2022 – 1).

The Trustees received no remuneration for their services as Trustees during the year.

EMMAUS HAMPSHIRE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023

5. TOTAL RESOURCES EXPENDED (Continued)

Analysis of Support Costs

Support cost	Raising funds £	Housing & support £	Social enterprise £	Total 2023 £	Total 2022 £	Basis of allocation
Governance	2,807	12,632	12,632	28,071	14,494	Percentage of time spent on each activity
Finance & IT	-95	-3,695	-2,658	-6,448	60,932	Usage by direct expenditure
Facilities	-	29,308	29,308	58,616	54,391	By area, based on area employed on activity
Human resources and administration	18,702	56,107	56,107	130,916	96,070	Per capita, based on number of people employed on activity
Activity total 2023	21,414	94,352	95,389	211,155		
Activity total 2022	15,788	116,149	93,950		225,887	

Total independent examiners' remuneration is made up as follows:

Examiner's fees	2023 Year £	2022 Year £
	7,500	5,215

EMMAUS HAMPSHIRE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023

6. TANGIBLE FIXED ASSETS

Cost	Opening Balance	Additions	Disposals	Closing Balance
	£	£	£	£
Long leasehold and other interests in land and buildings	3,331,715	-	-	3,331,715
Furniture, fixtures and equipment	72,640	21,057	(71,513)	22,184
Motor vehicles	52,649	-	-	52,649
	<u>3,457,004</u>	<u>21,057</u>	<u>(71,513)</u>	<u>3,406,548</u>

Depreciation	Opening Balance	Charge for Year	On Disposals	Closing Balance
	£	£	£	£
Long leasehold and other interests in land and buildings	629,070	39,997	-	669,067
Furniture, fixtures and equipment	71,451	603	(71,451)	603
Motor vehicles	40,814	812	-	41,626
	<u>741,335</u>	<u>41,412</u>	<u>(71,451)</u>	<u>711,296</u>

Net Book Value	Opening Balance	Closing Balance
	£	£
Long leasehold and other interests in land and buildings	2,702,645	2,662,648
Furniture, fixtures and equipment	1,189	21,581
Motor vehicles	11,835	11,023
	<u>2,715,669</u>	<u>2,695,252</u>

7. DEBTORS

	2023	2022
	£	£
Other debtors	6,820	38,131
Prepayments	14,476	14,780
	<u>21,296</u>	<u>52,911</u>

EMMAUS HAMPSHIRE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023

8. CREDITORS (amounts due within one year)

	2023	2022
	£	£
Trade creditors	24,901	60,330
Taxation and Social Security	3,819	3,866
Other creditors	35,979	26,503
Accruals and deferred income	43,891	29,672
	<u>108,590</u>	<u>120,371</u>

9. CREDITORS (amounts falling due after one year)

	2023	2022
	£	£
Other creditors	22,600	71,973
	<u>22,600</u>	<u>71,973</u>

Included in other creditors is a balance of £48,121 (2022 - £94,265) repayable by instalments of £27,000 including interest per annum. This balance includes £25,522 due for repayment in less than one year. Interest is charged on the loan at 7% per annum.

10. RESTRICTED FUNDS

	Balance	Incoming		Balance
	1 July 2022	Resources	Expenditure	30 June 2023
	£	£	£	£
Building Fund	1,281,508	-	(28,156)	1,253,352
Extension Fund	72,781	-	(1,256)	71,525
Recycling Centre		15,900	(15,900)	-
Training Fund		10,027	(3,935)	6,092
Project 40@20 (Incorporating Building fund 2018)	317,739	-	(2,717)	315,022
Repair shop	93,750	-	-	93,750
	<u>1,765,778</u>	<u>25,927</u>	<u>(51,964)</u>	<u>1,739,741</u>

Where donations are received for particular items of expenditure, such amounts are credited to Emmaus Hampshire's restricted funds. Expenditure paid directly out of the restricted funds are shown under Expenditure.

Building Fund

Emmaus Hampshire received various donations that were ring-fenced for the construction of the building. In 2009/10 £150,000 was received from Winchester City Council in this respect. Depreciation is charged against this fund.

Extension Fund

Emmaus Hampshire received various donations that were ring-fenced for the extension of the building. Depreciation is charged against this fund.

Recycling Centre

Emmaus Hampshire received a donation in the year for the development of the new recycling centre.

Training Fund

Emmaus Hampshire received various donations that were ring fenced to provide training for companions.

EMMAUS HAMPSHIRE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023

Project 40@20 (Incorporating Building fund 2018)

Emmaus Hampshire received various donations that were ring-fenced for the development of additional accommodation for companions.

Repair shop

Emmaus Hampshire received various donations that were ring-fenced for the development of a repair shop. Depreciation will be charged against this fund once brought into use.

11. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted	Restricted	Total	Total
	Funds	Funds	Funds	Funds
	2023	2023	2023	2022
	£	£	£	£
Tangible fixed assets	955,511	1,739,741	2,695,252	2,715,669
Net current assets	336,207	-	336,207	319,182
Long term liabilities	(22,600)	-	(22,600)	(71,973)
Total net assets	1,269,118	1,739,741	3,008,869	2,962,878

12. DESIGNATED FUNDS

	Balance at	Designated	Utilised	Balance at
	1 July	in	in	30 June
	2022	Year	Year	2023
	£	£	£	£
Fixed asset fund	949,891	15,153	-	965,044
IT fund	7,000	-	-	7,000
Total designated funds	956,891	15,153	-	972,044

The fixed asset fund represents the net book value of the tangible fixed assets held for charitable purposes less any restricted funds held for assets. Since this fund represents existing fixed assets it cannot be converted easily into cash and therefore cannot be used to fund other activities.

The IT fund represents money set aside by the Trustees towards the finance of planned major improvements to information and communication systems to ensure the Charity's systems remain up to date and fit for purpose.

13. CONTINGENT LIABILITIES

In the event of the Winchester building no longer being used by Emmaus Hampshire for the charitable purpose for which it was constructed A2 South Limited have the option to purchase the building at its market value.

14. FUTURE COMMITMENTS

Emmaus Hampshire entered into a 125 year lease on the land in which the community building is situated on which a peppercorn rent is payable.

A2 South Limited hold a 60 year underlease for the residential part of the building for which no rent is due to Emmaus Hampshire for the full term of the lease.

EMMAUS HAMPSHIRE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023

15. TAXATION STATUS

Emmaus Hampshire is a registered charity and no Corporation Tax is payable on its charitable income.
Emmaus Hampshire is registered for VAT and expenditure is shown exclusive of VAT where reclaimable.

16. SHARE CAPITAL

Emmaus Hampshire has no share capital and is limited by guarantee. The liability of each member in the event of a winding up, as stated in the Memorandum and Articles of Association, is limited to £1.

17. CONTROLLING PARTY

Emmaus Hampshire is controlled by the Trustees.

18. RELATED PARTY TRANSACTIONS

During the year there were trustees expenses totalling £203 (2022 - £nil) for one trustee during the period.

Accounts

EMMAUS HAMPSHIRE

(A Company Limited by Guarantee)

Company Registered Number: 03783294

Charity Registered Number: 1077264

Annual Report and Accounts

For the year ended 30 June 2022

EMMAUS HAMPSHIRE
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EMMAUS HAMPSHIRE
TRUSTEES, OFFICERS AND PROFESSIONAL ADVISERS

President

Alison Thompson, MBE

Vice Presidents

Tony Burton

Anita Clark

Helen Rowland

Trustees

Hazel Warwick

Chair of Trustees

Catherine Harris

Gareth Roberts

Treasurer

John Conyngham

John McKenna

Jo Sutcliffe

Sarah Gooding

(Resigned 25 November 2021)

Senior Management Team

Nigel J Samuels - CEO

Company Secretary

Gareth Roberts

Registered Office:

Bar End Road, Winchester, Hampshire, SO23 9BN

The Charity is incorporated in England and Wales

Bankers:

National Westminster Bank plc

105 High Street

Winchester

Hampshire

SO23 9AW

Accountants:

Azets

Secure House

Lulworth Close

Chandlers Ford

Hampshire

SO53 3TL

**EMMAUS HAMPSHIRE
ANNUAL REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 30 JUNE 2022**

TRUSTEES' REPORT

The Trustees of Emmaus Hampshire ("the Charity"), who are also directors of the Charity for the purposes of the Companies Act, present their annual report for the year ended 30 June 2022 under the Companies Act 2006 and the Charities Act 2011, together with the financial statements for that year. The financial statements comply with the requirements of the Companies Act 2006, the Charity's memorandum and articles of association and the relevant Statements of Recommended Practice (the Charities SORP).

STATUS AND ADMINISTRATION

The Charity is a registered charity (No. 1077264) and a company (No. 03783294) limited by guarantee that was incorporated on 7th June 1999. Its registered office is shown on page 2 of this report.

The present Trustees and any past Trustees who served during the year are shown on page 2, together with the names of the senior management staff and the principal external advisers as at the date of the signing of this report.

Mission

We exist to give hope and a sense of belonging to those who have experienced homelessness or social exclusion

How we do it -:

We create communities and opportunities to develop

What we do -:

We provide a home and community for as long as people need it

We support people to achieve their aspirations

We engage people in meaningful activities through a range of social enterprises

We help others through acts of solidarity

We use our voice to address the causes and consequences of homelessness and social exclusion

We are part of an international movement

We help our environment and recycle and repurpose donations

Vision

To achieve full social enterprise status, generating Income through our environmental customer proposition, whilst maximising our support to those who find themselves homeless or socially excluded.

OVERVIEW OF CHARITY'S ACTIVITIES

The Trustees review the purpose, aims and activities of the Charity each year. This review looks at the achievements during the previous year, beyond just the finances, and explains the number of beneficiaries assisted and the extent of that assistance.

When carrying out the review and planning future activities, the Trustees refer to the guidance contained in the Charity Commission's general guidance on public benefit. In particular the Trustees consider how planned activities will contribute to the aims and objectives they have set.

The Charity has two main activities, namely:

Provision of housing and support: The Charity has accommodation in Winchester for 37 Companions with further accommodation for up to 3 additional Companions.

Social enterprise: The Charity manages 3 stores that sell recycled, up-cycled and vintage furniture and home-ware.

****** In line with other Emmaus communities our residents are referred to as Companions within our organisation and this report.

Companions Philosophy

"It's not just what the community can do for you, it's as much what you can do for your community"

EMMAUS HAMPSHIRE
ANNUAL REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 30 JUNE 2022

Key Strategic Aims 2020-2025

Deliver a Wide Range of Activities to Address Social Exclusion

We aim to support those most in need, with a wider choice of services and Companion solidarity actions, segmented on a local, European and International basis, where we can make a tangible difference.

Create More Homes

Serve a minimum of 40 Companions and be prepared to accept tactical opportunities to enable up to a maximum of 50 Companions whilst ensuring our solidarity programme underpins our support to reduce those who are socially excluded.

Develop a Range of Employment and Move on Housing Options

Deliver sustainable independent living for our Companions

Improve our Processes and Make Better Use of Technology

We will re-map our processes to match our five-year plan and build our technology requirements around these processes. We will review our Epos system and integrate the Emmaus EUK sponsored Charity Log Customer CRM system (Customer Relationship Management).

Making our Social Enterprise More Sustainable

We aim to develop a 4th location as a Centre of Excellence, which will support our mission in homelessness, social exclusion and the pro-active participation in environmental change.

Build an Environmentally Focused & Active Organisation

Deliver our Mission through a sustainable environmental model which will increase income through a wide choice of products and reduce our running costs, whilst providing opportunities for both Companions and customers.

Shout Louder! (Build our Brand)

Double our brand recognition through PR and digital media, focussing our messages on low-cost housing solutions, solutions to help reduce social exclusion and proactively participating in environmental change.

EMMAUS HAMPSHIRE'S PEOPLE

Trustees

Emmaus Hampshire is grateful to the people who voluntarily give their valuable time to serve on the Trustees Board and various committees that are necessary to ensure Emmaus Hampshire's activities are delivered to the highest possible standard.

Staff

The Trustees wish to record their special thanks to all the staff of the charity for their sterling service on behalf of the charity, recognising that without their efforts, it would not have been possible to have achieved this result, in what continues to be a challenging operating environment.

Emmaus Hampshire currently employs 7 staff. All staff joining Emmaus Hampshire must undertake induction training appropriate to their work area with the common topics of health and safety and IT. Ongoing professional development training is encouraged and staff are given the time to attend courses, seminars and conferences as approved by their line manager.

Volunteers

In addition to paid staff Emmaus Hampshire enjoys the support of a small but dedicated team of volunteers. The volunteers help with merchandise selection which has a significant positive impact on retail sales and donations, and the development of our repair shop. A number of our volunteers have been recognised this year for their outstanding achievements.

Donors

Without our donors much of the valuable work Emmaus Hampshire does would not be possible and the Trustees are grateful for all their support. Emmaus Hampshire is fortunate to have a number of loyal supporters who donate regularly to our work.

**ANNUAL REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 30 JUNE 2022**

REVIEW OF ACHIEVEMENTS AND PERFORMANCE DURING THE YEAR ENDED 30 JUNE 2022

These accounts are the first post-covid, where we have been able to trade for a full year without disruption. It has seen us slowly build our social enterprise performance back up to pre-covid levels.

During the year our Support Managers continued to manage our 3 stage Companion development programme. This development programme supports our Companions from their first day with us, through to them being able to become independent once again, with a full-time sustainable job and home of their own.

The average weekly occupancy rate during the Year exceeds our previous record with 29 Companions residing. Of the current Companions over 50% have been resident over 2 Years, with the majority of Companions being between 41 years and 59 years old. During the Year we are proud that 4 Companions moved on to independent living with sustainable jobs and homes.

The Staff and Companions were disappointed this year that they were unable to hold their Annual Celebrations Evening or our Summer Garden party for our key stakeholders. We did however maintain our communications to our stakeholders through e-commerce and continue to be very well supported.

The imposed lockdowns during the pandemic, crystallised the importance of work experience for our Companions and the impact it had on their mental health and wellbeing, when they were unable to operate as normal. We also recognised that with our growing Companion base moving into the new Lupton Rooms, that we would need to offer a wider choice of work experience opportunities

This financial year saw the official opening of our Repair Shop within the grounds of the Community. We have trained 8 Companions this year in workshop skills to equip them for implementing our offer. This offer includes furniture restoration, furniture up-cycling and the creation of new products utilising recycled wood. Our Repair Shop facility is also available as part of our solidarity programme with the local community.

A second project to expand the choice of our work experience for our Companions arose through a new Kitchen and Café, thanks to the generous support of the Band Trust. This fully integrated kitchen included walk in refrigeration and freezer units which allowed us to remove 16 individual fridge and freezers. This has provided significant energy savings and improved our stock management. The kitchen can also provide catering to support outreach programmes within the local community.

The core work experience and income driver continue to be from our 3 retail sites. We are very proud of the fact that all our stores and our supporting logistics, is all managed by our Companions. We do not employ any retail management or staff within our operation and our success is entirely down to the dedication, passion and determination of our Companions.

We are now planning for our next project which is the development of a Recycling Centre on site which will see our Companions salvage and recycle metal; copper, aluminium, brass and cardboard. This will not only help provide even further work experience for Companions but will ensure our waste costs are minimal and our ambition is to recycle over 500 tonnes of donations is achieved.

EMMAUS HAMPSHIRE
ANNUAL REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 30 JUNE 2022

Social Enterprise.

During the Year overall store income was £405.6k (2021 - £171k). Our Winchester store delivered sales of £242.8k (2021 - £103k), Eastleigh sales were £85k (2021- £39k) and Southampton sales of £77.8k (2021 - £29k). It should be noted that unlike other Charity retailers we do not employ store managers, van drivers or a warehouse manager. All of 2022's performance was managed entirely by our Companions volunteering in our Social Enterprise. The Board of Trustees would like to place on record their appreciation of the Companions' positive contribution in 2022 and the significant financial income they have generated from all of our activities during this time.

Fundraising

Emmaus Hampshire's strategic aims include our commitment to only actively fundraise for specific assets and activities. We are however most grateful for all donations and ensure that they are allocated to specific activities when donors kindly send us their donations. This year our fundraising income driven by our Kitchen Development Project, generated £266.4k (2021 – £202k) to ensure all our projects were fully funded and our reserves were protected.

Solidarity - Companions Supporting the Less Fortunate

Emmaus started in France shortly after the Second World War, when homelessness was a big issue. One night, a man called Georges was brought to Abbé Pierre after a failed suicide attempt. He turned to the Abbé for help, but instead Abbé Pierre asked Georges to help him, building houses for the homeless mothers who came looking for his support. Georges became the first Emmaus Companion, living with Abbé Pierre and helping him to build temporary homes for those in need. Georges later said: "Whatever else he might have given me - money, home, somewhere to work - I'd have still tried to kill myself again. What I was missing, and what he offered, was something to live for."

While we are not helping people build houses the tradition of helping others locally, nationally and internationally who are less fortunate and able than our own Companions, continues to be an important element of the Emmaus Community. We are very proud that during the Year our Companions delivered over 20 projects at a value of £10k to the local community in goods and services.

During the year both a member of staff and a Companion attended the Emmaus International Conference in Uruguay to contribute and identify how we can support other worthy Emmaus communities in countries where Emmaus is less advanced.

EMMAUS HAMPSHIRE
ANNUAL REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 30 JUNE 2022

FINANCIAL REVIEW

Against the background of economic challenges post Covid, the Trustees are satisfied with the financial position of the charity at the end of this financial year. The level of donations and grants received during the year was £276k (2021 - £202k). Social enterprise income was £405.6k (2021 - £171k).

Charitable activity expenditure was £944k (2021 - £689k). Further details on charitable activity expenditure are shown in the notes to the financial statements and under the relevant charitable activity headings in the Trustees report.

The overall result was a deficit of £21.8k (2021 deficit of - £98k).

The Trustees believe the Statement of Financial Affairs (SOFA) provides a solid platform to support the future activities and expansion of the Community.

RESERVES

Restricted Reserves

Restricted Reserves are funds where the donor has specified to the charity the purpose for which they would like their gift used.

Free Reserves

Free Reserves available for use by the Charity are deemed to be those that are readily realisable, less funds whose use is restricted or designated for particular purposes. Thus, the calculation of Free Reserves excludes fixed assets that continue to be used in the day-to-day operation of the Charity.

As a matter of policy, the Trustees regularly review the value of the reserves required to be held in cash and cash equivalents not restricted to or designated for any particular purpose. The Trustees have set a minimum target level of reserves of £200,000. This will enable the Charity to meet its operating expenses for a period of at least 4 months should there be a downturn in income for the charity.

As at the 30 June 2022 the General Reserve was £240k (2021 £213k). Running costs include all staff salaries and other costs associated with administering the charity and its funds.

The Fixed Asset Fund represents the net book value of fixed assets which have been purchased with unrestricted funds. This reserve is locked into the value of fixed assets and the value can be released only if they are sold.

RISK MANAGEMENT

Emmaus Hampshire's approach to risk management is designed to ensure that it remains alert to those external and internal factors that could affect its ability to operate effectively, or even at all. The work of establishing the risks facing Emmaus Hampshire and ensuring suitable mitigating action is being taken is reviewed regularly by the Management and Trustees. Further information on risk management can be found in the Trustees' Statement on Governance.

**EMMAUS HAMPSHIRE
ANNUAL REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 30 JUNE 2022**

FUTURE PLANS & DEVELOPMENTS

To support the delivery of our new strategic plan which was developed for 2020-2025, we aim in the next 12 months to -:

- Maintain our cash generation focus and consolidate our activities so that we can be ready to expand our activities
- Maximise our occupancy levels, utilising our new studio flats to full effect
- Launch the Recycling Centre operationally.
- Monitor the retail market place and be ready to respond to any potential sites as they materialise.
- Continue to identify and apply for grants that will help our Companions' development and lead them to an independent lifestyle.
- Deliver a further 20 solidarity projects in the local community this year.

AND FINALLY.

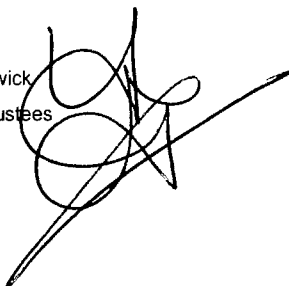
The Board of Trustees of Emmaus Hampshire would like to congratulate all the Companions for their remarkable success in 2022 and for the fortitude and flexibility that they have exhibited. Their compassion and empathy for their fellow Companions has been outstanding and their desire to see their social enterprise flourish is something to behold.

The Trustees value the amazing contribution made by all of our Volunteers who have continued to give their time and expertise to support the community and our fundraising and support plans, throughout these difficult times.

The Trustees also wish to recognise the leadership of the management team and express their appreciation for the dedication and professionalism of Karen Kay, Lynn Unsted, Jake Paine, Trevor Edwards, Ben Parkin and John Stroulger. They have guided and supported the Companions to such remarkable success in 2022, maintaining a positive can-do approach, responding to every new challenge with a supportive team approach.

This report, incorporating the Strategic Report, was approved by the Board of Trustees in their capacity as Company directors on the 16th March 2023 and signed on their behalf by

Hazel Warwick
Chair of Trustees

A handwritten signature in black ink, consisting of several loops and a long, sweeping stroke extending downwards and to the right.

EMMAUS HAMPSHIRE
TRUSTEES' STATEMENT ON GOVERNANCE
FOR THE YEAR ENDED 30 JUNE 2022

Governance

The Charity is governed by its Memorandum and Articles of Association adopted on 7th June 1999. In order to more closely align the objectives of Emmaus Hampshire with the wider EUK Emmaus community the Trustees amended the memorandum and articles of Association by special resolution on 23rd June 2022. These amendments were approved by the Charity Commission and registered by Companies House on 15th September 2022. The Board of Trustees is responsible for the overall governance of the Charity and meets at least four times a year. The Chief Executive (CEO) is responsible for the day-to-day management of the Charity's affairs and for implementing policies agreed by the Trustees.

Trustee Selection, Induction and Appraisal

Under the Charity's Articles and Memorandum of Association the Trustees may at any time co-opt any person duly qualified to be appointed as a Trustee to fill a vacancy in their number or as an additional Trustee. In seeking potential appointees, the Board look for individuals who are appropriate to the skills and experience needed by the board and reflect the work of the Charity in pursuit of its charitable purposes.

At each Annual General Meeting one-third of the Trustees, or the number nearest to one-third, must retire from office. The Trustees to retire by rotation shall be those who have been longest in office since their last appointment. Any co-opted Trustee holds office only until the next AGM when they may be re-appointed. The minimum number of Trustees is 3 and there is no limit to the number of Trustees or to how many times a Trustee may be appointed.

Induction and training of new Trustees includes providing them with copies of the charity's governing documents and Trustee Manual as well as "The Essential Trustee: What you need to know" (Charity Commission publication CC3). Trustees are hopefully familiar with the work of the charity already but any extra information necessary is provided, and they will be shown around the principal office and introduced to the staff.

New Trustees are required to declare in writing any existing or potential conflicts of interest.

Statement of Trustees' Responsibilities and Corporate Governance

The Trustees are responsible for their annual report and for the preparation of financial statements for each financial year in accordance with applicable law and United Kingdom Accounting Standards.

Company and Charity law require the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Charity and which give a true and fair view of the incoming resources and application of those resources of the Charity for that year, and of the state of affairs as at the end of the financial year.

In preparing these statements, the Trustees are required to select suitable accounting policies, as described in the financial statements, and then apply them on a consistent basis, making judgements and estimates that are prudent and reasonable and conform to the methods and principles of the Charities SORP. The Trustees must also prepare the financial statements on a going concern basis unless it is inappropriate to presume that the Charity will continue.

The Trustees have overall responsibility for ensuring that the Charity has appropriate systems and controls, financial and otherwise. They are also responsible for ensuring that the Charity keeps proper accounting records which disclose with reasonable accuracy at any time the financial position of the Charity and enable the financial statements to comply with Companies Act 2006. They are also responsible for safeguarding the assets of the Charity and for their proper application as required by Charity law, and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities and to provide assurance that:

- The Charity is operating efficiently and effectively;
- All assets are safeguarded against unauthorised use or disposition and are properly applied;
- Proper records are maintained and financial information used within the Charity, or for publication, is reliable;
- The Charity complies with relevant laws and regulations.

In so far as the Trustees are aware:

- There is no relevant information of which the Charity's independent examiners are unaware; and
- The Trustees have taken all steps that they ought to have taken to make them aware of any relevant information and to establish that the examiners are aware of that information.

Internal controls over all forms of commitment and expenditure continue to be refined to improve efficiency. Processes are in place to ensure that performance is monitored and appropriate management information is prepared and reviewed regularly by both the executive management and the Trustees. The systems of internal controls are designed to provide reasonable but not absolute assurance against material misstatement or loss. They include:

- Regular consideration by the Trustees of financial results and non-financial performance indicators;
- Delegation of day-to-day management authority and segregation of duties; and
- Identification and management of risks.

Matters Reserved to the Trustees

The following matters are specifically reserved for approval by the Trustees:

- Any proposal to amend the Memorandum and Articles of Association; Instruments and Rules of Government; Accounting Reference Date or material accounting policies;
- Any decision to bring or defend legal action in a civil case;
- Response to criminal charges/allegations of criminal activity which have connection with the Charity;
- Expansion of activities beyond core business;
- Formation of a subsidiary;
- Establishment or amendment to pension schemes;
- Approval of Annual Report, Accounts & financial statements including setting of reserve allocations;
- Investment management policies;
- Cash management policies (including approved list of counter-parties);
- Any contract with any Trustee or member of senior management or with any person or entity connected with any of them;
- Opening of a new banking relationship; and
- Receipt of gifts from a potentially undesirable donor.

Risk Management

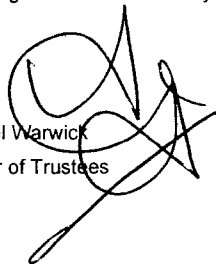
Serious risks can have a major impact on the ability of a charity to fulfill its charitable aims causing disruption to the business or, at the most extreme, cause significant financial loss. The Board of Trustees are responsible for the overall running of the charity and need to be aware of the risks to the business and the processes that are in place to mitigate them. Risk assessment provides a framework for the Board of Trustees of Emmaus Hampshire to identify potential risks to which the organisation is exposed and how these can be and are being mitigated.

The Trustees have a formal risk management process to assess risks and to implement risk management strategies. A risk assessment is carried out by the Chief Executive on behalf of the Trustees, and then reviewed by the Trustees. Risks are identified and assessed for impact and probability and an action plan to control the major risks is prepared.

The risk analysis covers four major areas: compliance, financial, operational and macroeconomic. Failure to comply with any of the legislation covering the charity would have serious implications; the Trustees have a close working relationship with the charity's legal and professional advisors to help mitigate this risk.

This statement on governance was approved by the Board of Trustees in their capacity as Company directors on the 16th March 2023 and signed on their behalf by

Hazel Warwick
Chair of Trustees

A handwritten signature in black ink, appearing to be 'Hazel Warwick', written over the printed name and title.

Emmaus Hampshire

Independent Examiner's Report to the trustees of Emmaus Hampshire

Independent Examiner's Report to the Trustees of Emmaus Hampshire

I report to the charity trustees on my examination of the accounts of the company for the year ended 30 June 2022 which are set out on pages 12 to 23.

Responsibilities and basis of report

As the charity trustees of the company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your company's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5) (b) of the 2011 Act.

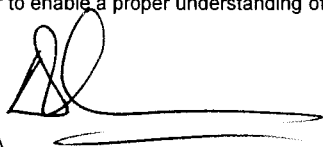
Independent examiner's statement

Since the company's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of The Institute of Chartered Accountants in England and Wales (ICAEW), which is one of the listed bodies.

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a 'true and fair view' which is not a matter considered as part of an independent examination; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.



Adam Wilson FCA

Azets
Secure House
Lulworth Close
Chandlers Ford
Hampshire
SO53 3TL

Date: 22 March 2023

EMMAUS HAMPSHIRE
STATEMENT OF FINANCIAL ACTIVITIES (including the Income and Expenditure account)
FOR THE YEAR ENDED 30 JUNE 2022

	Note	Unrestricted Funds 2022 £	Restricted Funds 2022 £	Total Funds 2022 £	As restated Total Funds 2021 £
INCOME					
Incoming Resources					
Donations and grants		85,913	190,000	275,913	202,257
Incoming resources from charitable activities	3	646,143	-	646,143	388,233
Investment income	4	142	-	142	43
TOTAL INCOMING RESOURCES		732,198	190,000	922,198	590,533
RESOURCES EXPENDED					
Costs of generating voluntary income		22,966	-	22,966	22,915
Charitable activities		713,921	207,129	921,050	665,703
TOTAL RESOURCES EXPENDED	5	736,887	207,129	944,016	688,618
NET MOVEMENT IN FUNDS FOR YEAR		(4,689)	(17,129)	(21,818)	(98,085)
RECONCILIATION OF FUNDS:					
TOTAL FUNDS AT 1 JULY 2021		1,201,789	1,782,907	2,984,696	3,082,781
TOTAL FUNDS AT 30 JUNE 2022		1,197,100	1,765,778	2,962,878	2,984,696

There are no gains or losses other than those shown in the Statement of Financial Activities above.

The figures for 'Total Resources Expended' above do not include expenditure on capital items. During the year ended 30 June 2022 capital expenditure was £33,839 (2021 - £46,451) and this is shown in the movements in fixed assets under note 6.

There were no acquisitions of other undertakings during the accounting year and all operations were classed as continuing.

The notes on pages 15 to 23 form part of these financial statements.

EMMAUS HAMPSHIRE
BALANCE SHEET AS AT 30 JUNE 2022

	Note	2022	As restated 2021
		£	£
FIXED ASSETS			
Tangible assets	6	2,715,669	2,724,897
CURRENT ASSETS			
Debtors	7	52,911	4,223
Cash at bank and in hand		386,643	472,075
		<u>439,554</u>	<u>476,298</u>
LIABILITIES			
Amounts falling due within one year	8	(120,371)	(122,234)
NET CURRENT ASSETS		<u>319,182</u>	<u>354,064</u>
LIABILITIES			
Amounts falling due after one year	9	(71,973)	(94,265)
NET ASSETS		<u>2,962,878</u>	<u>2,984,696</u>
THE FUNDS OF THE CHARITY			
RESTRICTED FUNDS	10	1,765,778	1,782,907
UNRESTRICTED FUNDS			
Designated funds	12	956,891	989,045
General reserve		240,209	212,744
		<u>1,197,100</u>	<u>1,201,789</u>
TOTAL CHARITY FUNDS		<u>2,962,878</u>	<u>2,984,696</u>

For the financial year ended 30 June 2022, the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies. The members have not required the charity to obtain an audit of its accounts for the year in question in accordance with section 476.

The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

Approved by the Trustees on the 16th March 2023

H Warwick

Trustee

Company registration number: 03783294

The notes on pages 15 to 23 form part of these financial statements.

EMMAUS HAMPSHIRE
CASH FLOW STATEMENT
YEAR ENDED 30 JUNE 2022

CASH FLOW STATEMENT		2022	2021
	Note	Year	Year
		£	£
Cash flows from operating activities			
Net cash provided by operating activities	A	(24,735)	20,554
Cash flows from investing activities			
Interest receivable		142	43
Proceeds of sale of fixed assets		-	-
Purchase of fixed assets		(33,839)	(46,451)
		(33,697)	(46,408)
Cash flows from financing activities			
Repayment of borrowings		(27,000)	(27,000)
Change in cash and cash equivalents in the year		(85,432)	(52,854)
Cash and cash equivalents at 1 July 2021		472,075	524,929
Cash and cash equivalents at 30 June 2022	B	386,643	472,075
A RECONCILIATION OF NET INCOME TO			
CASH FLOW FROM OPERATING ACTIVITIES		£	£
Net income as per SOFA		(21,818)	(98,085)
Depreciation charges		43,067	43,844
Interest receivable		(142)	(43)
(Increase) / decrease in debtors		(48,688)	(91)
(Decrease) / increase in creditors		2,845	74,929
		(24,735)	20,554
B ANALYSIS OF CASH AND CASH EQUIVALENTS		£	£
Cash in hand		386,643	472,075

The notes on pages 15 to 23 form part of these financial statements.

EMMAUS HAMPSHIRE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022

1. ACCOUNTING POLICIES

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the financial statements.

a) Basis of preparation of financial statements

The financial statements have been prepared on a going concern basis and under the historical cost convention. They comply with the Statement of Recommended Practice (SORP) FRS 102, 'Accounting and Reporting by Charities' issued in October 2019 together with the reporting requirements of the Financial Reporting Standard applicable in the UK (FRS 102) and the Companies Act 2006.

The trustees consider that there are no material uncertainties about the Charity's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the charity.

b) Critical accounting estimates and judgements

In the application of the Charity's accounting policies, which are described in this note, Trustees are required to make judgements, estimates and assumptions about the carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and underlying assumptions are based on historical experience and other factors that are considered relevant. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period. Significant areas of estimate and judgement include the remaining useful life of assets and valuation of gifts in kind. The principal accounting policies adopted, and judgements are noted below.

c) Currency

The functional currency of the charity is sterling.

d) Income

Income from donations, sales, housing benefit and other sources is recognised on an accruals basis and included in the SOFA when the Charity is entitled to the income, when receipt is probable and when it can be measured reliably.

Gifts in kind are recognised in different ways dependent on how they are used by the charity:

- (i) Those donated for resale produce income when they are sold. They are valued at the amount actually realised.
- (ii) Those donated for onward transmission to beneficiaries are included in the statement of financial activities as incoming resources and resources expended when they are distributed. They are valued at the amount the charity would have had to pay to acquire them.
- (iii) Those donated for use by the charity itself are included when receivable. They are valued at the amount the charity would have had to pay to acquire them.
- (iv) The contribution of volunteers is excluded from the SOFA as the value of their contribution to the Charity cannot be reasonably quantified in financial terms.

Incoming resources from tax reclaims are included in the statement of financial activities at the same time as the gift to which they relate. Income from charitable activities includes income recognised as earned.

e) Allocation of Expenditure

Revenue and capital expenditure is dealt with on an accrual basis inclusive of irrecoverable VAT, where applicable. Emmaus Hampshire directly attributes expenditure in so far as is possible and on an accrual basis.

f) Resources expended

Liabilities are recognised as soon as there is a legal or constructive obligation committing the charity to the expenditure. All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category.

EMMAUS HAMPSHIRE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022

f) Resources expended (cont)

Cost of generating funds

Costs of generating funds are the costs associated with attracting voluntary income.

Charitable activities

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Support costs

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources, for example, allocating property costs by floor areas, staff costs by the time spent and other costs by their usage.

Governance costs

Governance costs include costs of the preparation and examination of the statutory accounts, the costs of trustee meetings and the cost of any legal advice to trustees on governance or constitutional matters.

g) Fixed Assets

The cost of tangible fixed assets includes those costs which are directly attributable to purchasing the assets and bringing them into working condition. The charity capitalises refurbishment costs and any associated capital expenditure where such work provides new facilities (once brought into use). Normal repairs and maintenance costs are taken to revenue in the year of expenditure.

Depreciation is provided at the following rates to write off the cost of Emmaus Hampshire's fixed assets over their estimated useful economic lives: -

Leasehold Property	1% straight line basis
Furniture, Fixtures and Equipment, including computer equipment	33% straight line and 25% reducing balance
Motor vehicles	25% reducing balance

Emmaus Hampshire's capitalisation policy is to transfer to the balance sheet only capital assets with a value in excess of £1,000.

h) Fund Accounting

Funds held by the charity are:

Unrestricted funds – consists of the general fund and any designated funds. The general fund represents funds held by the charity which can be used in accordance with the charitable objects at the discretion of the trustees and which have not been designated for other purposes. Designated funds represent funds that have been earmarked by the Trustees for specific purposes and therefore held separately from general unrestricted funds.

Restricted funds – these are funds that can only be used for the particular restricted purposes which have been imposed by the donor or which have been raised by the charity for particular purposes.

i) Financial instruments

The charity has financial assets and liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at amortised cost using the effective interest method.

Financial assets measured at amortised cost comprise of cash at bank and in hand with trade and other debtors excluding prepayments.

Financial liabilities measured at amortised cost comprise all creditors excluding deferred income and tax and social security balances outstanding at year end.

EMMAUS HAMPSHIRE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022

2. COMPARATIVE FIGURES (AS RESTATED)

	Unrestricted Funds 2021 £	Restricted Funds 2021 £	Total Funds 2021 £
Incoming Resources			
Donations	123,507	78,750	202,257
Incoming resources from charitable activities	388,233	-	388,233
Investment income	43	-	43
Total incoming resources	<u>511,783</u>	<u>78,750</u>	<u>590,533</u>
Resources Expended			
Costs of generating voluntary income	22,915	-	22,915
Charitable activities	630,801	34,902	665,703
Total resources expended	<u>653,716</u>	<u>34,902</u>	<u>688,618</u>
NET MOVEMENT IN FUNDS FOR YEAR	<u>(141,933)</u>	<u>43,848</u>	<u>(98,085)</u>

3. INCOME FROM CHARITABLE ACTIVITIES

	Unrestricted Funds Year £	Restricted Funds Year £	Total 2022 Year £	Total 2021 Year £
Sales of donated goods	405,618	-	405,618	171,444
Income from housing & support	240,525	-	240,525	216,789
	<u>646,143</u>	<u>-</u>	<u>646,143</u>	<u>388,233</u>

4. INVESTMENT INCOME

	Unrestricted Funds Year £	Restricted Funds Year £	Total 2022 Year £	Total 2021 Year £
Interest receivable	142	-	142	43

EMMAUS HAMPSHIRE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022

5. TOTAL RESOURCES EXPENDED

			As restated	
	Activities directly undertaken	Support Costs	Total 2022	Total 2021
	£	£	£	£
Expenditure on Raising Funds				
Fundraising	7,178	15,788	22,966	22,915
Total Cost of Raising Funds	7,178	15,788	22,966	22,915
Charitable Expenditure				
Housing & Support	481,400	116,149	597,548	344,687
Social enterprise	229,552	93,950	323,502	321,016
Total Charitable Expenditure	710,952	210,098	921,050	665,703
Total Resources Expended	718,130	225,887	944,016	688,618

The average number of paid persons employed by Emmaus Hampshire during the year was as follows:

Staff Numbers	
2022	2021
Year	Year
7	7

The costs of these staff were as follows:

	2022	2021
	Year	Year
	£	£
Wages and Salaries	204,617	206,951
Social Security	16,650	14,058
Pensions	9,744	9,232
	231,011	230,241

There were no staff whose emoluments exceeded £60,000 in this year or last. The total emoluments paid to key management personnel during the year amounted to £61,935 (2021 - £63,078).

The Trustees received no remuneration for their services as Trustees during the year.

EMMAUS HAMPSHIRE

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022

5. TOTAL RESOURCES EXPENDED (Continued)

Analysis of Support Costs

Support cost	Raising funds £	Housing & support £	Social enterprise £	Total 2022 £	As restated Total 2021 £	Basis of allocation
Governance	1,449	6,522	6,522	14,494	12,742	Percentage of time spent on each activity
Finance & IT	615	41,258	19,059	60,932	18,193	Usage by direct expenditure
Facilities	-	27,196	27,196	54,391	58,790	By area, based on area employed on activity
Human resources and administration	13,724	41,173	41,173	96,070	131,349	Per capita, based on number of people employed on activity
Activity total 2022	15,788	116,149	93,950	225,888		
Activity total 2021	20,147	100,961	99,966		221,074	

Total independent examiners' remuneration is made up as follows:

Examiner's fees

2022 Year £	2021 Year £
5,215	4,300

EMMAUS HAMPSHIRE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022

6. TANGIBLE FIXED ASSETS

Cost	Opening Balance	Additions	Disposals	Closing Balance
	£	£	£	£
Long leasehold and other interests in land and buildings	3,297,876	33,839	-	3,331,715
Furniture, fixtures and equipment	72,640	-	-	72,640
Motor vehicles	52,649	-	-	52,649
	<u>3,423,165</u>	<u>-</u>	<u>-</u>	<u>3,457,004</u>
Depreciation	Opening Balance	Charge for Year	On Disposals	Closing Balance
	£	£	£	£
Long leasehold and other interests in land and buildings	596,325	32,745	-	629,070
Furniture, fixtures and equipment	67,046	4,405	-	71,451
Motor vehicles	34,897	5,917	-	40,814
	<u>698,268</u>	<u>43,067</u>	<u>-</u>	<u>741,335</u>
Net Book Value	Opening Balance			Closing Balance
	£			£
Long leasehold and other interests in land and buildings	2,701,551			2,702,645
Motor vehicles	17,752			11,835
	<u>2,724,897</u>			<u>2,715,669</u>

7. DEBTORS

	2022	2021
	£	£
Other debtors	38,130	1,173
Prepayments	14,780	3,050
	<u>52,911</u>	<u>4,223</u>

EMMAUS HAMPSHIRE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022

8. CREDITORS (amounts due within one year)

	As restated	
	2022	2021
	£	£
Trade creditors	60,330	8,370
Taxation and Social Security	3,866	2,896
Other creditors	26,503	24,972
Accruals and deferred income	29,672	85,996
	<u>120,371</u>	<u>122,234</u>

9. CREDITORS (amounts falling due after one year)

	As restated	
	2022	2021
	£	£
Other creditors	71,973	94,265
	<u>71,973</u>	<u>94,265</u>

Included in other creditors is a balance of £94,265 (2021 - £115,098) repayable by instalments of £27,000 including interest per annum. This balance includes £22,291 due for repayment in less than one year. Interest is charged on the loan at 7% per annum.

10. RESTRICTED FUNDS

	Balance	Incoming		Balance
	1 July 2021	Resources	Expenditure	30 June 2022
	£	£	£	£
Building Fund	1,309,664	-	(28,156)	1,281,508
Extension Fund	74,037	-	(1,256)	72,781
Vehicle Fund	-	-	-	-
Training Fund	-	-	-	-
Project 40@20 (Incorporating Building fund 2018)	320,456	-	(2,717)	317,739
Repair shop	78,750	15,000	-	93,750
Kitchen renovation	-	175,000	(175,000)	-
	<u>1,782,907</u>	<u>190,000</u>	<u>(207,129)</u>	<u>1,765,778</u>

Where donations are received for particular items of expenditure, such amounts are credited to Emmaus Hampshire's restricted funds. Expenditure paid directly out of the restricted funds are shown under Expenditure.

Building Fund

Emmaus Hampshire received various donations that were ring-fenced for the construction of the building. In 2009/10 £150,000 was received from Winchester City Council in this respect. Depreciation is charged against this fund.

EMMAUS HAMPSHIRE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022

Extension Fund

Emmaus Hampshire received various donations that were ring-fenced for the extension of the building. Depreciation is charged against this fund.

Vehicle Fund

Emmaus Hampshire received various donations that were ring-fenced for the purchase of new vehicles for use by the charity. Depreciation is charged against this fund.

Training Fund

Emmaus Hampshire received various donations that were ring-fenced to provide training for companions.

Project 40@20 (Incorporating Building fund 2018)

Emmaus Hampshire received various donations that were ring-fenced for the development of additional accommodation for companions.

Repair shop

Emmaus Hampshire received various donations that were ring-fenced for the development of a repair shop. Depreciation will be charged against this fund once brought into use.

Kitchen renovation

Emmaus Hampshire received various donations that were ring-fenced for the renovation and expansion of the kitchen. Depreciation is charged against this fund once brought into use.

11. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted Funds 2022 £	Restricted Funds 2022 £	Total Funds 2022 £	Total Funds 2021 £
Tangible fixed assets	949,891	1,765,778	2,715,669	2,724,897
Net current assets	319,182	-	319,182	354,064
Long term liabilities	(71,973)	-	(71,973)	(94,265)
Total net assets	1,197,100	1,765,778	2,962,878	2,984,696

12. DESIGNATED FUNDS

	Balance at 1 July 2021 £	Designated in Year £	Utilised in Year £	Balance at 30 June 2022 £
Fixed asset fund	982,045	-	(32,154)	949,891
IT fund	7,000	-	-	7,000
Total designated funds	989,045	-	(32,154)	956,891

The fixed asset fund represents the net book value of the tangible fixed assets held for charitable purposes less any restricted funds held for assets. Since this fund represents existing fixed assets it cannot be converted easily into cash and therefore cannot be used to fund other activities.

The IT fund represents money set aside by the Trustees towards the finance of planned major improvements to information and communication systems to ensure the Charity's systems remain up to date and fit for purpose.

EMMAUS HAMPSHIRE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022

13. CONTINGENT LIABILITIES

In the event of the Winchester building no longer being used by Emmaus Hampshire for the charitable purpose for which it was constructed A2 South Limited have the option to purchase the building at its market value.

14. FUTURE COMMITMENTS

Emmaus Hampshire entered into a 125 year lease on the land in which the community building is situated on which a peppercorn rent is payable.

A2 South Limited hold a 60 year underlease for the residential part of the building for which no rent is due to Emmaus Hampshire for the full term of the lease.

15. TAXATION STATUS

Emmaus Hampshire is a registered charity and no Corporation Tax is payable on its charitable income.
Emmaus Hampshire is registered for VAT and expenditure is shown exclusive of VAT where reclaimable.

16. SHARE CAPITAL

Emmaus Hampshire has no share capital and is limited by guarantee. The liability of each member in the event of a winding up, as stated in the Memorandum and Articles of Association, is limited to £1.

17. CONTROLLING PARTY

Emmaus Hampshire is controlled by the Trustees.

18. RELATED PARTY TRANSACTIONS

There were no related party transactions during the period

19. PRIOR PERIOD ADJUSTMENT

It was noted during the year that the loan balance included in other creditors was incorrect and has been adjusted to show the correct position. The amounts owing as at the 30th June 2021 have also been adjusted. The impact on the charity is shown below:

	2021 £
Total 2021 reserves carried forward as previously reported	3,014,020
Less increase in interest balance to bring to correct position	(41,159)
Remainder to opening reserves (£41,159 interest less £29,324 increase in loan balance)	11,835
Adjusted 2021 reserves carried forward	2,984,696

Accounts

EMMAUS HAMPSHIRE

(A Company Limited by Guarantee)

Company Registered Number: 03783294

Charity Registered Number: 1077264

Annual Report and Accounts

For the year ended 30 June 2021

EMMAUS HAMPSHIRE
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EMMAUS HAMPSHIRE
TRUSTEES, OFFICERS AND PROFESSIONAL ADVISERS

President

Alison Thompson, MBE

Vice Presidents

Tony Burton

Anita Clark

Keith Falconer

Trustees

Hazel Warwick

Chair of Trustees

Terence Butler CBE

Retired 10 December 2020

Catherine Harris

Gareth Roberts

Sarah Gooding

John Conyngham

(appointed 17 June 2021)

John McKenna

(appointed 11 March 2021)

Jo Sutcliffe

(appointed 10 December 2020)

Senior Management Team

Nigel J Samuels - CEO

Company Secretary

Gareth Roberts

Registered Office:

Bar End Road, Winchester, Hampshire, SO23 9BN
The Charity is incorporated in England and Wales

Bankers:

National Westminster Bank plc
105 High Street
Winchester
Hampshire
SO23 9AW

Accountants:

Azets Audit Services
Secure House
Lulworth Close
Chandlers Ford
Hampshire
SO53 3TL

EMMAUS HAMPSHIRE
ANNUAL REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 30 JUNE 2021

TRUSTEES' REPORT

The Trustees of Emmaus Hampshire ("the Charity"), who are also directors of the Charity for the purposes of the Companies Act, present their annual report for the year ended 30 June 2021 under the Companies Act 2006 and the Charities Act 2011, together with the financial statements for that year. The financial statements comply with the requirements of the Companies Act 2006, the Charity's memorandum and articles of association and the relevant Statements of Recommended Practice (the Charities SORP).

STATUS AND ADMINISTRATION

The Charity is a registered charity (No. 1077264) and a company (No. 03783294) limited by guarantee that was incorporated on 7th June 1999. Its registered office is shown on page 2 of this report.

The present Trustees and any past Trustees who served during the year are shown on page 2, together with the names of the senior management staff and the principal external advisers as at the date of the signing of this report.

Mission

We exist to give hope and a sense of belonging to those who have experienced homelessness or social exclusion

How we do it -:

We create communities and opportunities to develop

What we do -:

We provide a home and community for as long as people need it

We support people to achieve their aspirations

We engage people in meaningful activities through a range of social enterprises

We help others through acts of solidarity

We use our voice to address the causes and consequences of homelessness and social exclusion

We are part of an International movement

We help our environment and recycle and repurpose donations

Vision

To achieve full social enterprise status, generating Income through our environmental customer proposition, whilst maximising our support those who find themselves homeless or socially excluded.

OVERVIEW OF CHARITY'S ACTIVITIES

The Trustees review the purpose, aims and activities of the Charity each year. This review looks at the achievements during the previous year, beyond just the finances, and explains the number of beneficiaries assisted and the extent of that assistance.

When carrying out the review and planning future activities, the Trustees refer to the guidance contained in the Charity Commission's general guidance on public benefit. In particular the Trustees consider how planned activities will contribute to the aims and objectives they have set.

The Charity has two main activities, namely:

Provision of housing and support: The Charity has accommodation in Winchester for 37 Companions with further accommodation for up to 3 additional Companions.

Social enterprise: The Charity manages 3 stores that sell recycled, up-cycled and vintage furniture and home-ware.

****** In line with other Emmaus communities our residents are referred to as Companions within our organisation and this report.

Companions Philosophy

"It's not just what the community can do for you, it's as much what you can do for your community"

**EMMAUS HAMPSHIRE
ANNUAL REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 30 JUNE 2021**

Key Strategic Aims 2020-2025

Deliver a Wide Range of Activities to Address Social Exclusion

We aim to support those most in need, with a wider choice of services and Companion solidarity actions, segmented on a local, European and International basis, where we can make a tangible difference.

Create More Homes

Serve a minimum of 40 Companions and be prepared to accept tactical opportunities to enable up to a maximum of 50 Companions whilst ensuring our solidarity programme underpins our support to reduce those who are socially excluded.

Develop a Range of Employment and Move on Housing Options

Deliver sustainable independent living for our Companions

Improve our Processes and Make Better Use of Technology

We will re-map our processes to match our five-year plan and build our technology requirements around these processes. We will review our Epos system and integrate the Emmaus EUK sponsored Charity Log Customer CRM system (Customer Relationship Management).

Making our Social Enterprise More Sustainable

We aim to develop a 4th location as a Centre of Excellence, which will support our mission in homelessness, social exclusion and the pro-active participation in environmental change.

Build an Environmentally Focused & Active Organisation

Deliver our Mission through a sustainable environmental model which will increase income through a wide choice of products and reduce our running costs, whilst providing opportunities for both Companions and customers.

Shout Louder! (Build our Brand)

Double our brand recognition through PR and digital media, focussing our messages on low-cost housing solutions, solutions to help reduce social exclusion and proactively participating in environmental change.

EMMAUS HAMPSHIRE'S PEOPLE

Trustees

Emmaus Hampshire is grateful to the people who voluntarily give their valuable time to serve on the Trustees Board and various committees that are necessary to ensure Emmaus Hampshire's activities are delivered to the highest possible standard.

Staff

The Trustees wish to record their special thanks to all the staff of the charity for their sterling service on behalf of the charity, recognising that without their efforts, it would not have been possible to have achieved this result, in what has been our most challenging operating environment to-date.

Emmaus Hampshire currently employs 6 staff. All staff joining Emmaus Hampshire must undertake induction training appropriate to their work area with the common topics of health and safety and IT. Ongoing professional development training is encouraged and staff are given the time to attend courses, seminars and conferences as approved by their line manager.

Volunteers

In addition to paid staff Emmaus Hampshire enjoys the support of a small but dedicated team of volunteers. The volunteers help with merchandise selection which has a significant positive impact on retail sales and donations, and the development of our repair shop. A number of our volunteers have been recognised this year for their outstanding achievements.

Donors

Without our donors much of the valuable work Emmaus Hampshire does would not be possible and the Trustees are grateful for all their support. Emmaus Hampshire is fortunate to have a number of loyal supporters who donate regularly to our work.

**ANNUAL REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 30 JUNE 2021**

REVIEW OF ACHIEVEMENTS AND PERFORMANCE DURING THE YEAR ENDED 30 JUNE 2021

Like the majority of organisations the COVID-19 Pandemic has had a profound impact on our community. Our social enterprise was only able to trade for 6 months of the year and we were forced to adapt our approach to income and costs to protect the organisation.

During the year our Support Managers continued to manage our 3 stage Companion development programme. This development programme supports our Companions from their first day with us, through to them being able to become independent once again, with a full-time sustainable job and home of their own.

The average weekly occupancy rate during the Year equals last year's record of 27 Companions. Of the current Companions over 50% have been resident over 2 Years, with the majority of Companions being between 41 years and 59 years old. During the Year we are proud that 4 Companions moved on to Independent living with sustainable jobs and homes.

The Staff and Companions were disappointed this year that they were unable to hold their Annual Celebrations Evening or our Summer Garden party for our key stakeholders. We did however maintain our communications to our stakeholders through e-commerce routes to keep them abreast of our progress during the pandemic and our evolving financial position during these unprecedented times.

The imposed lockdowns during the pandemic, crystallised the importance of work experience for our Companions and the impact it had on their mental health and wellbeing, when they were unable to operate as normal. We also recognised that with our growing Companion base moving into the new Lupton Rooms, that we would need offer a wider choice of work experience opportunities. To this end and despite the challenges of the pandemic, we announced our ambition to build a Repair Shop in our grounds in August 2020.

The Repair Shop campaign for the construction of the building was set at £75k including vat and a further £25k was identified for the procurement of machinery and tools. We secured all of the funding for the construction element of the Repair Shop within the financial year and started the build in the spring of 2021.

We believe the Repair Shop will deliver not only Companion work experience but will benefit our Community with additional income and enhancements in our environmental activities. The Repair Shop services will include our ability to refurbish and recycle old furniture whilst producing new furniture from recycled wood.

We are most grateful for the support of local organisations, grant holders and individual donors who generously sponsored this project and ensured that it is fully funded.

Losing our retail operations for half of the year forced us to review the support we provide our Companions and turn the free time that was available to our advantage. During this period we set up computer access for all our Companions and placed them on a programme of on-line training courses. These included courses such as health & safety, fire awareness, customer services and food hygiene. We also helped a number of our Companions with their driving theory tests. This helped us deliver over 1,000 hours of Companion training in the year. We also set up for Companions an onsite gym and encouraged Companions to develop our garden to provide additional produce.

Whilst this programme was going on, in parallel we had to protect our Companions from COVID-19 and ensure we kept up to-date with the evolving risks. We are pleased to say that no Companion COVID cases during this year and everyone stayed healthy.

With our normal sources of income decimated and our planning assumptions forecasting that the pandemic was practically going to impact our organisation until the summer of 2021, we set about developing a cash generation plan and that programme is reflected in our financial accounts presented.

**EMMAUS HAMPSHIRE
ANNUAL REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 30 JUNE 2021**

Social Enterprise.

During the Year overall store income was £171k (2020 - £317k). Our Winchester store delivered sales of £103k (2020 - £200k), Eastleigh sales were £39k (2020- £57k) and Southampton sales of £29k (2020 - £60k). It should be noted that unlike other Charity retailers we do not employ store managers, van drivers or a warehouse manager. All of 2021's performance was managed entirely by our Companions volunteering in our Social Enterprise. The Board of Trustees would like to place on record their appreciation of the Companions positive contribution in 2021 and the significant financial income they have generated from all of our activities during this challenging time.

Fundraising

Emmaus Hampshire's strategic aims include our commitment to only actively fundraise for specific assets and activities. We are however most grateful for all donations and ensure that they are allocated to specific activities when donors kindly send us their donations. This year our fundraising income driven by our Repair Shop Campaign and our Lockdown Funding Campaigns, generated £202k (2020- 430k which included grants for project 40@20 our 8 studio room extension), to ensure the projects were fully funded and our reserves are protected.

We also ensured that we received all of the local government COVID support that was on offer during the year.

Solidarity - Companions Supporting the Less Fortunate

Emmaus started in France shortly after the Second World War, when homelessness was a big issue. One night, a man called Georges was brought to Abbé Pierre after a failed suicide attempt. He turned to the Abbé for help, but instead Abbé Pierre asked Georges to help him, building houses for the homeless mothers who came looking for his support. Georges became the first Emmaus Companion, living with Abbé Pierre and helping him to build temporary homes for those in need. Georges later said: "Whatever else he might have given me - money, home, somewhere to work - I'd have still tried to kill myself again. What I was missing, and what he offered, was something to live for."

While we are not helping people build houses the tradition of helping others locally, nationally and internationally who are less fortunate and able than our own Companions, continues to be an important element of the Emmaus Community. We are very proud that during the Year our Companions delivered a number of projects despite COVID and led over 20 projects at a value of £11k to the local community in goods and services.

**EMMAUS HAMPSHIRE
ANNUAL REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 30 JUNE 2021**

FINANCIAL REVIEW

Against the background of economic challenges created by COVID, the Trustees are satisfied with the financial position of the charity at the end of this financial year. The level of donations and grants received during the year was £202k (2020 - £430k). Social enterprise income was £171k (2020 - £317k).

Charitable activity expenditure was £625k (2020 - £613k). Further details on charitable activity expenditure are shown in the notes to the financial statements and under the relevant charitable activity headings in the Trustees report.

The overall result was a deficit of £57k (2020 surplus - £329k).

The Trustees believe the Statement of Financial Affairs (SOFA) shows a strong performance by Emmaus Hampshire which provides a solid platform to support the future activities and expansion of the Community.

RESERVES

Restricted Reserves

Restricted Reserves are funds where the donor has specified to the charity the purpose for which they would like their gift used.

Free Reserves

Free Reserves available for use by the Charity are deemed to be those that are readily realisable, less funds whose use is restricted or designated for particular purposes. Thus, the calculation of Free Reserves excludes fixed assets that continue to be used in the day-to-day operation of the Charity.

As a matter of policy, the Trustees regularly review the value of the reserves required to be held in cash and cash equivalents not restricted to or designated for any particular purpose. The Trustees have set a minimum target level of reserves of £200,000. This will enable the Charity to meet its operating expenses for a period of at least 4 months should there be a downturn in income for the charity.

At 30 June 2021 the General Reserve was £242k (2020 £338k). Running costs include all staff salaries and other costs associated with administering the charity and its funds.

The Fixed Asset Fund represents the net book value of fixed assets which have been purchased with unrestricted funds. This reserve is locked into the value of fixed assets and the value can be released only if they are sold.

RISK MANAGEMENT

Emmaus Hampshire's approach to risk management is designed to ensure that it remains alert to those external and internal factors that could affect its ability to operate effectively, or even at all. The work of establishing the risks facing Emmaus Hampshire and ensuring suitable mitigating action is being taken is reviewed regularly by the Management and Trustees. Further information on risk management can be found in the Trustees' Statement on Governance.

EMMAUS HAMPSHIRE
ANNUAL REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 30 JUNE 2021

FUTURE PLANS & DEVELOPMENTS

To support the delivery of our new strategic plan which was developed for 2020-2025, we aim in the next 12 months to -:

- Maintain our cash generation focus and consolidate our activities so that we can be ready to expand our activities in a COVID free world
- Maximise our occupancy levels post COVID-19 lockdown, utilising our new studio flats to full effect
- Launch the Repair Shop operationally.
- Develop an on-line presence to reach out to lost customers through COVID.
- Monitor the retail market place and be ready to respond to any potential sites as they materialise.
- Continue to identify and apply for grants which will help our Companions' development and lead them to an Independent lifestyle.
- Deliver a further 20 solidarity projects in the local community this year.

AND FINALLY.

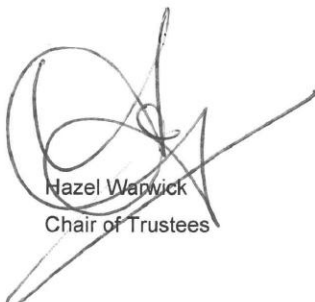
The Board of Trustees of Emmaus Hampshire would like to congratulate all the Companions for their remarkable success in 2021 and for the fortitude and flexibility that they have exhibited during COVID lockdown. Their compassion and empathy for their fellow Companions has been outstanding during the most difficult of times.

The Trustees value the amazing contribution made by all of our Volunteers who have continued to give their time and expertise to support the community and our fundraising and support plans, throughout these difficult times.

The Trustees also wish to recognise the leadership of the management team and express their appreciation for the dedication and professionalism of Karen Kay, Lynn Unsted, Jake Paine, Trevor Edwards and John Stroulger. They have guided and supported the Companions' to such remarkable success in 2021, during the COVID lockdown, maintaining a positive can do approach, responding to every new challenge with a supportive team approach.

We are very fortunate to have a remarkable team of people who, led by Our Chief Executive Nigel Samuels have delivered a remarkable performance in 2021 in such challenging circumstances. This has been a year of success, not measured in pounds, but by the success of the community in working together to stay strong, focused and ready to move forward to the next challenge.

This report, incorporating the Strategic Report, was approved by the Board of Trustees in their capacity as Company directors on November 25th 2021 and signed on their behalf by



Hazel Warwick
Chair of Trustees

EMMAUS HAMPSHIRE
TRUSTEES' STATEMENT ON GOVERNANCE
FOR THE YEAR ENDED 30 JUNE 2021

Governance

The Charity is governed by its Memorandum and Articles of Association adopted on 7 June 1999. The Board of Trustees is responsible for the overall governance of the Charity and meets at least four times a year. The Chief Executive (CEO) is responsible for the day-to-day management of the Charity's affairs and for implementing policies agreed by the Trustees.

Trustee Selection, Induction and Appraisal

Under the Charity's Articles and Memorandum of Association the Trustees may at any time co-opt any person duly qualified to be appointed as a Trustee to fill a vacancy in their number or as an additional Trustee. In seeking potential appointees the Board look for individuals who are appropriate to the skills and experience needed by the board and reflect the work of the Charity in pursuit of its charitable purposes.

At each Annual General Meeting one-third of the Trustees, or the number nearest to one-third, must retire from office. The Trustees to retire by rotation shall be those who have been longest in office since their last appointment. Any co-opted Trustee holds office only until the next AGM when they may be re-appointed. The minimum number of Trustees is 3 and there is no limit to the number of Trustees or to how many times a Trustee may be appointed.

Induction and training of new Trustees includes providing them with copies of the charity's governing documents and Trustee Manual as well as "The Essential Trustee: What you need to know" (Charity Commission publication CC3). Trustees are hopefully familiar with the work of the charity already but any extra information necessary is provided, and they will be shown around the principal office and introduced to the staff.

New Trustees are required to declare in writing any existing or potential conflicts of interest.

Statement of Trustees' Responsibilities and Corporate Governance

The Trustees are responsible for their annual report and for the preparation of financial statements for each financial year in accordance with applicable law and United Kingdom Accounting Standards.

Company and Charity law require the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Charity and which give a true and fair view of the incoming resources and application of those resources of the Charity for that year, and of the state of affairs as at the end of the financial year.

In preparing these statements, the Trustees are required to select suitable accounting policies, as described in the financial statements, and then apply them on a consistent basis, making judgements and estimates that are prudent and reasonable and conform to the methods and principles of the Charities SORP. The Trustees must also prepare the financial statements on a going concern basis unless it is inappropriate to presume that the Charity will continue.

The Trustees have overall responsibility for ensuring that the Charity has appropriate systems and controls, financial and otherwise. They are also responsible for ensuring that the Charity keeps proper accounting records which disclose with reasonable accuracy at any time the financial position of the Charity and enable the financial statements to comply with Companies Act 2006. They are also responsible for safeguarding the assets of the Charity and for their proper application as required by Charity law, and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities and to provide assurance that:

- The Charity is operating efficiently and effectively;
- All assets are safeguarded against unauthorised use or disposition and are properly applied;
- Proper records are maintained and financial information used within the Charity, or for publication, is reliable;
- The Charity complies with relevant laws and regulations.

In so far as the Trustees are aware:

- There is no relevant information of which the Charity's independent examiners are unaware; and
- The Trustees have taken all steps that they ought to have taken to make them aware of any relevant information and to establish that the examiners are aware of that information.

EMMAUS HAMPSHIRE
TRUSTEES' STATEMENT ON GOVERNANCE
FOR THE YEAR ENDED 30 JUNE 2021

Internal controls over all forms of commitment and expenditure continue to be refined to improve efficiency. Processes are in place to ensure that performance is monitored and appropriate management information is prepared and reviewed regularly by both the executive management and the Trustees. The systems of internal controls are designed to provide reasonable but not absolute assurance against material misstatement or loss. They include:

- Regular consideration by the Trustees of financial results and non-financial performance indicators;
- Delegation of day-to-day management authority and segregation of duties; and
- Identification and management of risks.

Matters Reserved to the Trustees

The following matters are specifically reserved for approval by the Trustees:

- Any proposal to amend the Memorandum and Articles of Association; Instruments and Rules of Government; Accounting Reference Date or material accounting policies;
- Any decision to bring or defend legal action in a civil case;
- Response to criminal charges/allegations of criminal activity which have connection with the Charity;
- Expansion of activities beyond core business;
- Formation of a subsidiary;
- Establishment or amendment to pension schemes;
- Approval of Annual Report, Accounts & financial statements including setting of reserve allocations;
- Investment management policies;
- Cash management policies (including approved list of counter-parties);
- Any contract with any Trustee or member of senior management or with any person or entity connected with any of them;
- Opening of new banking relationship; and
- Receipt of gifts from a potentially undesirable donor.

Risk Management

Serious risks can have a major impact on the ability of a charity to fulfill its charitable aims causing disruption to the business or, at the most extreme, cause significant financial loss. The Board of Trustees are responsible for the overall running of the charity and need to be aware of the risks to the business and the processes that are in place to mitigate them. Risk assessment provides a framework for the Board of Trustees of Emmaus Hampshire to identify potential risks to which the organisation is exposed and how these can be and are being mitigated.

The Trustees have a formal risk management process to assess risks and to implement risk management strategies. A risk assessment is carried out by the Chief Executive on behalf of the Trustees, and then reviewed by the Trustees. Risks are identified and assessed for impact and probability and an action plan to control the major risks is prepared.

The risk analysis covers four major areas: compliance, financial, operational and macroeconomic. Failure to comply with any of the legislation covering the charity would have serious implications; the Trustees have a close working relationship with the charity's legal and professional advisors to help mitigate this risk.

This statement on governance was approved by the Board of Trustees in their capacity as Company directors on 25th November 2021 and signed on their behalf by



Hazel Wapwick
Chair of Trustees

Emmaus Hampshire

Independent Examiner's Report to the trustees of Emmaus Hampshire

Independent Examiner's Report to the Trustees of Emmaus Hampshire

I report to the charity trustees on my examination of the accounts of the company for the year ended 30 June 2021 which are set out on pages 12 to 23.

Responsibilities and basis of report

As the charity trustees of the company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your company's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5) (b) of the 2011 Act.

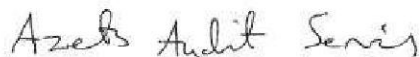
Independent examiner's statement

Since the company's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of The Institute of Chartered Accountants in England and Wales (ICAEW), which is one of the listed bodies.

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a 'true and fair view' which is not a matter considered as part of an independent examination; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.



Oliver Rowe FCA

Azets Audit Services
Chartered Accountants
Secure House
Lulworth Close
Chandlers Ford
Hampshire
SO53 3TL

Date: 20 January 2022

EMMAUS HAMPSHIRE
STATEMENT OF FINANCIAL ACTIVITIES (including the Income and Expenditure account)
FOR THE YEAR ENDED 30 JUNE 2021

	Note	Unrestricted Funds 2021 £	Restricted Funds 2021 £	Total Funds 2021 £	Total Funds 2020 £
INCOME					
Incoming Resources					
Donations and grants		123,507	78,750	202,257	430,699
Incoming resources from charitable activities	3	388,233	-	388,233	545,595
Investment income	4	43	-	43	957
TOTAL INCOMING RESOURCES		511,783	78,750	590,533	977,251
RESOURCES EXPENDED					
Costs of generating voluntary income		22,670	-	22,670	34,117
Charitable activities		589,887	34,902	624,789	613,467
TOTAL RESOURCES EXPENDED	5	612,557	34,902	647,459	647,584
NET MOVEMENT IN FUNDS FOR YEAR		(100,774)	43,848	(56,926)	329,667
RECONCILIATION OF FUNDS:					
TOTAL FUNDS AT 1 JULY 2020		1,331,887	1,739,059	3,070,946	2,741,279
TOTAL FUNDS AT 30 JUNE 2021		1,231,113	1,782,907	3,014,020	3,070,946

There are no gains or losses other than those shown in the Statement of Financial Activities above.

The figures for 'Total Resources Expended' above do not include expenditure on capital items. During the year ended 30 June 2021 capital expenditure was £46,451 (2020 - £280,110) and this is shown in the movements in fixed assets under note 6.

There were no acquisitions of other undertakings during the accounting year and all operations were classed as continuing.

The notes on pages 15 to 23 form part of these financial statements.

EMMAUS HAMPSHIRE
BALANCE SHEET AS AT 30 JUNE 2021

	Note	2021	2020
		£	£
FIXED ASSETS			
Tangible assets	6	2,724,897	2,722,290
CURRENT ASSETS			
Debtors	7	4,223	4,314
Cash at bank and in hand		472,075	524,930
		<u>476,298</u>	<u>529,244</u>
LIABILITIES			
Amounts falling due within one year	8	(128,401)	(102,766)
NET CURRENT ASSETS		<u>347,897</u>	<u>426,478</u>
LIABILITIES			
Amounts falling due after one year	9	(58,774)	(77,822)
NET ASSETS		<u>3,014,020</u>	<u>3,070,946</u>
THE FUNDS OF THE CHARITY			
RESTRICTED FUNDS	10	1,782,907	1,739,059
UNRESTRICTED FUNDS			
Designated funds	12	989,045	993,004
General reserve		242,068	338,883
		<u>1,231,113</u>	<u>1,331,887</u>
TOTAL CHARITY FUNDS		<u>3,014,020</u>	<u>3,070,946</u>

For the financial year ended 30 June 2021, the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies. The members have not required the charity to obtain an audit of its accounts for the year in question in accordance with section 476.

The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

Approved by the Trustees on November 25th 2021

H Warwick

Chair of Trustees

Company registration number: 03783294

The notes on pages 15 to 23 form part of these financial statements.

EMMAUS HAMPSHIRE
CASH FLOW STATEMENT
YEAR ENDED 30 JUNE 2021

CASH FLOW STATEMENT		2021	2020
	Note	Year	Year
		£	£
Cash flows from operating activities			
Net cash provided by operating activities	A	20,544	432,100
Cash flows from investing activities			
Interest receivable		43	957
Proceeds of sale of fixed assets		-	417
Purchase of fixed assets		(46,451)	(280,110)
		(46,408)	(278,736)
Cash flows from financing activities			
Repayment of borrowings		(27,000)	-
Change in cash and cash equivalents in the year		(52,854)	153,364
Cash and cash equivalents at 1 July 2020		524,929	371,566
Cash and cash equivalents at 30 June 2021	B	472,075	524,930
A RECONCILIATION OF NET INCOME TO			
CASH FLOW FROM OPERATING ACTIVITIES		£	£
Net income as per SOFA		(56,926)	329,667
Depreciation charges		43,844	45,932
Interest receivable		(43)	(957)
Loss on disposal of fixed assets		-	4,236
(Increase) / decrease in debtors		(91)	41,701
(Decrease) / increase in creditors		33,770	11,521
		20,544	432,100
B ANALYSIS OF CASH AND CASH EQUIVALENTS			
		£	£
Cash in hand		472,075	524,930

The notes on pages 15 to 23 form part of these financial statements.

EMMAUS HAMPSHIRE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

1. ACCOUNTING POLICIES

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the financial statements.

a) Basis of preparation of financial statements

The financial statements have been prepared on a going concern basis and under the historical cost convention. They comply with the Statement of Recommended Practice (SORP) FRS 102, 'Accounting and Reporting by Charities' issued in October 2019 together with the reporting requirements of the Financial Reporting Standard applicable in the UK (FRS 102) and the Companies Act 2006.

The trustees consider that there are no material uncertainties about the Charity's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the charity.

b) Critical accounting estimates and judgements

In the application of the Charity's accounting policies, which are described in this note, Trustees are required to make judgements, estimates and assumptions about the carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and underlying assumptions are based on historical experience and other factors that are considered relevant. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period. Significant areas of estimate and judgement include the remaining useful life of assets and valuation of gifts in kind. The principal accounting policies adopted, and judgements are noted below.

c) Currency

The functional currency of the charity is sterling.

d) Income

Income from donations, sales, housing benefit and other sources is recognised on an accruals basis and included in the SOFA when the Charity is entitled to the income, when receipt is probable and when it can be measured reliably.

Gifts in kind are recognised in different ways dependent on how they are used by the charity:

(i) Those donated for resale produce income when they are sold. They are valued at the amount actually realised.

(ii) Those donated for onward transmission to beneficiaries are included in the statement of financial activities as incoming resources and resources expended when they are distributed. They are valued at the amount the charity would have had to pay to acquire them.

(iii) Those donated for use by the charity itself are included when receivable. They are valued at the amount the charity would have had to pay to acquire them.

(iv) The contribution of volunteers is excluded from the SOFA as the value of their contribution to the Charity cannot be reasonably quantified in financial terms.

Incoming resources from tax reclaims are included in the statement of financial activities at the same time as the gift to which they relate. Income from charitable activities includes income recognised as earned.

e) Allocation of Expenditure

Revenue and capital expenditure is dealt with on an accruals basis inclusive of irrecoverable VAT, where applicable. Emmaus Hampshire directly attributes expenditure in so far as is possible and on an accruals basis.

f) Resources expended

Liabilities are recognised as soon as there is a legal or constructive obligation committing the charity to the expenditure. All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category.

EMMAUS HAMPSHIRE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

f) Resources expended (cont)

Cost of generating funds

Costs of generating funds are the costs associated with attracting voluntary income.

Charitable activities

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Support costs

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources, for example, allocating property costs by floor areas, staff costs by the time spent and other costs by their usage.

Governance costs

Governance costs include costs of the preparation and examination of the statutory accounts, the costs of trustee meetings and the cost of any legal advice to trustees on governance or constitutional matters.

g) Fixed Assets

The cost of tangible fixed assets includes those costs which are directly attributable to purchasing the assets and bringing them into working condition. The charity capitalises refurbishment costs and any associated capital expenditure where such work provides new facilities (once brought into use). Normal repairs and maintenance costs are taken to revenue in the year of expenditure.

Depreciation is provided at the following rates to write off the cost of Emmaus Hampshire's fixed assets over their estimated useful economic lives once brought into use: -

Leasehold Property	1% straight line basis
Furniture, Fixtures and Equipment, including computer equipment	33% straight line and 25% reducing balance
Motor vehicles	25% reducing balance

Emmaus Hampshire's capitalisation policy is to transfer to the balance sheet only capital assets with a value in excess of £1,000.

h) Fund Accounting

Funds held by the charity are:

Unrestricted funds – consists of the general fund and any designated funds. The general fund represents funds held by the charity which can be used in accordance with the charitable objects at the discretion of the trustees and which have not been designated for other purposes. Designated funds represent funds that have been earmarked by the Trustees for specific purposes and therefore held separately from general unrestricted funds.

Restricted funds – these are funds that can only be used for the particular restricted purposes which have been imposed by the donor or which have been raised by the charity for particular purposes.

i) Financial Instruments

The charity has financial assets and liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at amortised cost using the effective interest method.

Financial assets measured at amortised cost comprise of cash at bank and in hand with trade and other debtors excluding prepayments.

Financial liabilities measured at amortised cost comprise all creditors excluding deferred income and tax and social security balances outstanding at year end.

EMMAUS HAMPSHIRE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

2. COMPARATIVE FIGURES

	Unrestricted Funds 2020 £	Restricted Funds 2020 £	Total Funds 2020 £
Incoming Resources			
Donations	178,235	252,464	430,699
Incoming resources from charitable activities	545,595	-	545,595
Investment income	957	-	957
Total incoming resources	724,787	252,464	977,251
Resources Expended			
Costs of generating voluntary income	34,117	-	34,117
Charitable activities	570,572	42,895	613,467
Total resources expended	604,689	42,895	647,584
NET MOVEMENT IN FUNDS FOR YEAR	120,098	209,569	329,667

3. INCOME FROM CHARITABLE ACTIVITIES

	Unrestricted Funds Year £	Restricted Funds Year £	Total 2021 Year £	Total 2020 Year £
Sales of donated goods	171,444	-	171,444	317,381
Income from housing & support	216,789	-	216,789	228,214
	388,233	-	388,233	545,595

4. INVESTMENT INCOME

	Unrestricted Funds Year £	Restricted Funds Year £	Total 2021 Year £	Total 2020 Year £
Interest receivable	43	-	43	957

EMMAUS HAMPSHIRE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

5. TOTAL RESOURCES EXPENDED

	Activities directly undertaken	Support Costs	Total 2021	Total 2020
	£	£	£	£
Expenditure on Raising Funds				
Fundraising	2,768	19,902	22,670	34,117
Total Cost of Raising Funds	2,768	19,902	22,670	34,117
Charitable Expenditure				
Housing & Support	243,726	79,378	323,104	325,935
Social enterprise	221,050	80,635	301,685	287,533
Total Charitable Expenditure	464,776	160,013	624,789	613,467
Total Resources Expended	467,544	179,915	647,459	647,584

The average number of paid persons employed by Emmaus Hampshire during the year was as follows:

Staff Numbers

2021	2020
Year	Year
7	6

The costs of these staff were as follows:

	2021	2020
	Year	Year
	£	£
Wages and Salaries	206,951	179,370
Social Security	14,058	13,635
Pensions	9,232	8,082
	230,241	201,087

One staff member's emoluments exceeded £60,000 in this year (2020: none). The total emoluments paid to key management personnel during the year amounted to £63,078 (2020 - £56,700). This relates to the Chief Executive and includes a one off bonus for an exceptional year.

The Trustees received no remuneration for their services as Trustees during the year. The Trustees received expenses totalling £nil for travel costs during this year (2020: one Trustees received a total £20 in expenses).

EMMAUS HAMPSHIRE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

5. TOTAL RESOURCES EXPENDED (Continued)

Analysis of Support Costs

Support cost	Raising funds £	Housing & support £	Social enterprise £	Total 2021 £	Total 2020 £	Basis of allocation
Governance	1,274	5,734	5,734	12,742	6,588	Percentage of time spent on each activity
Finance & IT	(137)	(12,043)	(10,786)	(22,966)	19,012	Usage by direct expenditure
Facilities	-	29,395	29,395	58,790	46,146	By area, based on area employed on activity
Human resources and administration	18,765	56,292	56,292	131,349	104,068	Per capita, based on number of people employed on activity
Activity total 2021	19,902	79,378	80,635	179,915		
Activity total 2020	18,628	87,674	69,513		175,814	

Total independent examiners' remuneration is made up as follows:

Examiner's fees	2021 Year £	2020 Year £
	4,300	4,025

EMMAUS HAMPSHIRE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

6. TANGIBLE FIXED ASSETS

Cost	Opening Balance	Additions	Disposals	Closing Balance
	£	£	£	£
Long leasehold and other interests in land and buildings	3,252,552	45,324	-	3,297,876
Furniture, fixtures and equipment	71,513	1,127	-	72,640
Motor vehicles	52,649	-	-	52,649
	<u>3,376,714</u>	<u>46,451</u>	<u>-</u>	<u>3,423,165</u>

Depreciation	Opening Balance	Charge for Year	On Disposals	Closing Balance
	£	£	£	£
Long leasehold and other interests in land and buildings	563,581	32,744	-	596,325
Furniture, fixtures and equipment	61,863	5,183	-	67,046
Motor vehicles	28,980	5,917	-	34,897
	<u>654,424</u>	<u>43,844</u>	<u>-</u>	<u>698,268</u>

Net Book Value	Opening Balance	Closing Balance
	£	£
Long leasehold and other interests in land and buildings	2,688,971	2,701,551
Furniture, fixtures and equipment	9,650	5,594
Motor vehicles	23,669	17,752
	<u>2,722,290</u>	<u>2,724,897</u>

7. DEBTORS	2021	2020
	£	£
Other debtors	1,173	343
Prepayments	3,050	3,971
	<u>4,223</u>	<u>4,314</u>

EMMAUS HAMPSHIRE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

8. CREDITORS (amounts due within one year)	2021	2020
	£	£
Trade creditors	8,370	7,737
Taxation and Social Security	2,896	3,052
Other creditors	31,139	37,410
Accruals and deferred income	85,996	54,567
	128,401	102,766

9. CREDITORS (amounts falling due after one year)	2021	2020
	£	£
Other creditors	58,774	77,822

Included in other creditors is a balance of £85,774 (2020 - £112,752) repayable by instalments of £27,000 per annum. This balance includes £27,000 due for repayment in less than one year. Interest is charged on the loan at 7% per annum.

10. RESTRICTED FUNDS	Balance 1 July 2020	Incoming Resources	Expenditure	Balance 30 June 2021
	£	£	£	£
Building Fund	1,337,820	-	(28,156)	1,309,664
Extension Fund	75,293	-	(1,256)	74,037
Vehicle Fund	-	-	-	-
Training Fund	2,773	-	(2,773)	-
Project 40@20 (Incorporating Building fund 2018)	323,173	-	(2,717)	320,456
Repair shop	-	78,750	-	78,750
	1,739,059	78,750	(34,902)	1,782,907

Where donations are received for particular items of expenditure, such amounts are credited to Emmaus Hampshire's restricted funds. Expenditure paid directly out of the restricted funds are shown under Expenditure.

Building Fund

Emmaus Hampshire received various donations that were ring-fenced for the construction of the building. In 2009/10 £150,000 was received from Winchester City Council in this respect. Depreciation is charged against this fund.

Extension Fund

Emmaus Hampshire received various donations that were ring-fenced for the extension of the building. Depreciation is charged against this fund.

Vehicle Fund

Emmaus Hampshire received various donations that were ring-fenced for the purchase of new vehicles for use by the charity. Depreciation is charged against this fund.

EMMAUS HAMPSHIRE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

Training Fund

Emmaus Hampshire received various donations that were ring-fenced to provide training for companions.

Project 40@20 (Incorporating Building fund 2018)

Emmaus Hampshire received various donations that were ring-fenced for the development of additional accommodation for companions. Depreciation is charged against this fund.

Repair shop

Emmaus Hampshire received various donations that were ring-fenced for the development of a repair shop. Depreciation is charged against this fund once brought into use.

11. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted Funds	Restricted Funds	Total Funds	Total Funds
	2021	2021	2021	2020
	£	£	£	£
Tangible fixed assets	941,990	1,782,907	2,724,897	2,722,290
Net current assets	347,897	-	347,897	426,478
Long term liabilities	(58,774)	-	(58,774)	(77,822)
Total net assets	1,231,113	1,782,907	3,014,020	3,070,946

12. DESIGNATED FUNDS

	Balance at 1 July 2020	Designated in Year	Utilised in Year	Balance at 30 June 2021
	£	£	£	£
Fixed asset fund	986,004	7,756	(11,715)	982,045
IT fund	7,000	-	-	7,000
Total designated funds	993,004	7,756	(11,715)	989,045

The fixed asset fund represents the net book value of the tangible fixed assets held for charitable purposes less any restricted funds held for assets. Since this fund represents existing fixed assets it cannot be converted easily into cash and therefore cannot be used to fund other activities.

The IT fund represents money set aside by the Trustees towards the finance of planned major improvements to information and communication systems to ensure the Charity's systems remain up to date and fit for purpose.

13. CONTINGENT LIABILITIES

In the event of the Winchester building no longer being used by Emmaus Hampshire for the charitable purpose for which it was constructed A2 South Limited have the option to purchase the building at its market value.

14. FUTURE COMMITMENTS

Emmaus Hampshire entered into a 125 year lease on the land in which the community building is situated on which a peppercorn rent is payable.

A2 South Limited hold a 60 year underlease for the residential part of the building for which no rent is due to Emmaus Hampshire for the full term of the lease.

**EMMAUS HAMPSHIRE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021**

16. TAXATION STATUS

Emmaus Hampshire is a registered charity and no Corporation Tax is payable on its charitable income.
Emmaus Hampshire is registered for VAT and expenditure is shown exclusive of VAT where reclaimable.

17. SHARE CAPITAL

Emmaus Hampshire has no share capital and is limited by guarantee. The liability of each member in the event of a winding up, as stated in the Memorandum and Articles of Association, is limited to £1.

18. CONTROLLING PARTY

Emmaus Hampshire is controlled by the Trustees.

19. RELATED PARTY TRANSACTIONS

There were no related party transactions during the period