

INTERNATIONAL AID TRUST

England & Wales · Charity number 1086597

Details

Other names	IAT
Status	Registered
Legal form	Charitable company
Company number	04167908
Registered	2001-05-16
Register	View on the Charity Commission register

Contact

Address	Croft Mill 43 Pall Mall Chorley Lancashire PR7 3LT
Phone	01772611000
Email	office@internationalaidtrust.org.uk
Website	www.internationalaidtrust.org.uk

Activities

Objects: 1) THE RELIEF OF PERSONS WHO ARE IN CONDITIONS OF NEED HARDSHIP OR DISTRESS AND WHO ARE AGED OR SICK AND IN PARTICULAR BY THE SUPPLY OF FINANCIAL MATERIAL AND MEDICAL AID AND BY THE PROVISION OF PERSONNEL TO PROVIDE ASSISTANCE2) THE ADVANCEMENT OF THE CHRISTIAN FAITH

Activities: Relief of suffering and hardship and promoting the Christian faith on an international basis

Classification

- **How:** Makes Grants To Individuals, Provides Human Resources, Provides Buildings/facilities/open Space, Provides Advocacy/advice/information, Acts As An Umbrella Or Resource Body
- **What:** General Charitable Purposes, Education/training, The Advancement Of Health Or Saving Of Lives, Disability, The Prevention Or Relief Of Poverty, Overseas Aid/famine Relief, Accommodation/housing, Religious Activities, Amateur Sport, Economic/community Development/employment
- **Who:** Children/young People, Elderly/old People, People With Disabilities, Other Charities Or Voluntary Bodies

Geography

- India
- Moldova
- Northern Ireland
- Philippines
- Romania
- Scotland
- Sierra Leone
- Ukraine
- Throughout England And Wales

Finances

Period end	Income	Expenditure	Assets	Employees
2024-12-31	£1,197,517	£1,100,000	£619,977	26
2023-12-31	£1,152,748	£1,072,208	£537,927	24
2022-12-31	£1,143,256	£975,858	£457,387	20
2021-12-31	£802,616	£613,390	£289,247	20
2020-12-31	£837,523	£751,465	£100,021	28

Trustees

Name	Role	Appointed
Alexander Taylor	Chair	2011-09-06
Jane Dawe		2023-12-01
Paul Mansfield Cook		2017-03-20
Rose Foulds		2019-04-02
Stephen David Hardman		2022-02-01
Thomas Leonard Fisher		2021-09-15

INTERNATIONAL AID TRUST

England & Wales - Charity number 1086597

Accounts



Charity Commission Annual Return 2021

INTERNATIONAL AID TRUST

Charity registration number: 1086597

Most of the information you give in this form will become publicly available on the Register of Charities. Any field that the Charity Commission will not display will be clearly marked.

This document is a record of the information provided in the Annual Return 2021.

PART A - Charity information

Financial period

Financial period start date

01/01/2021

Financial period end date

31/12/2021

Income and spending

Income £

£ 802,616

Spending £

£ 613,390

Serious Incidents

For the period of this return, were there any serious incidents in your charity that have not been reported to the Charity Commission?

No

Fundraising - professional fundraiser

Did your charity raise funds from the public?

Yes

Did the charity work with any professional fundraisers?

No

Fundraising - commercial participator

Did your charity work with any commercial participators?

No

Grantmaking

Was grant making the main way your charity carried out its purposes?

No

Government contracts

During the financial period for this annual return, did the charity receive income from contracts (other than grant agreements) with central government or local authorities?

No

Government grants

During the financial period for this annual return, did the charity receive income from grants from central government or local authorities?

Yes

How many grants did your charity receive from central government or local authorities?

3

What was the total value of these grants?

£ 185,757

Income from outside the UK

Did your charity receive income from outside the UK ?

No

Spending outside England & Wales

Did your charity operate outside England and Wales?

Yes

Select countries/territories your charity operated in during the financial period covered by this annual return

- ☒ India
- ☒ Moldova
- ☒ Northern Ireland
- ☒ Philippines
- ☒ Romania
- ☒ Scotland
- ☒ Sierra Leone
- ☒ Ukraine

India	£ 16,679
Moldova	£ 0
Northern Ireland	
Philippines	£ 0
Romania	£ 0
Scotland	
Sierra Leone	£ 53,587
Ukraine	£ 21,245

Total Spending outside England & Wales**Spending outside England & Wales**

When spending money or working outside England and Wales, did your charity transfer money other than using the regulated banking system?

Spending outside England & Wales

Did your charity have procedures and controls in place to monitor expenditure outside England and Wales?

Are the trustees satisfied that your charity's risk management policies and procedures adequately covered activities and spending outside England and Wales?

Trading subsidiaries

Did the charity have any subsidiaries?

Trustee payments

Did any of the trustees receive any remuneration, payments or benefits from the charity other than refunds of legitimate trustee expenses?

Did any of the trustees resign and then take up employment with the charity?

Employees' salaries

Did any of your charity's staff receive total employee benefits of £60,000 or more? Select No if your charity does not have any staff or does not pay any staff.

For your highest paid member of staff only, what was the total value of their employee benefits?

(For example if your highest paid member of staff received £35,000 enter 35000). If you do not have any staff or did not pay any staff, enter 0 (zero)

£ 45,183

Volunteers

How many UK volunteers, excluding trustees, did the charity have during the financial period?

210

Financial controls

Did your charity review its internal financial controls?

Yes

Safeguarding

Has the charity obtained a standard, enhanced or enhanced with barred lists DBS check on all trustees, employees and volunteers who are in roles that are eligible for these checks?

Select Yes if there are no trustees, employees or volunteers in roles that are eligible for these types of DBS checks.

Yes

PART B - Financial information

Account type

Does your charity prepare:

Charity only accounts

Income and endowments

Donations & legacies

£ 398,156

**Of the total donations & legacies
what amount is Legacies**

£ 0

**Of the total donations & legacies
what amount is Endowments received**

£ 0

Other trading activities

£ 404,438

Investment income

£ 22

Income from charitable activities

£ 0

Other income

£ 0

Total Income and endowments

£ 802,616

Expenditure**Expenditure on raising funds**

£ 418,607

**Of the total expenditure on raising
funds
what value is Investment
management costs**

£ 0

Other expenditure

£ 0

Expenditure on charitable activities

£ 194,783

**Of the total expenditure on
charitable activities
what value is Grants to institutions**

£ 101,434

**Of the total expenditure on
charitable activities
what value is Governance costs**

£ 3,750

Total Expenditure

£ 613,390

Gains/(losses)

Gains/(losses) on revaluation of fixed assets

This figure should be prefixed with the minus symbol if it is a negative value.

£ 0

Actuarial gains/(losses) on defined benefit pension schemes

This figure should be prefixed with the minus symbol if it is a negative value.

£ 0

Net gains/(losses) on investments

This figure should be prefixed with the minus symbol if it is a negative value.

£ 0

Other gains/(losses)

This figure should be prefixed with the minus symbol if it is a negative value.

£ 0

Assets

Total fixed assets

£ 87,663

**Of the total fixed assets
what value is Fixed asset investments**

£ 0

Total current assets

£ 321,208

**Of the total current assets
what value is Current asset
investments**

£ 0

**Of the total current assets
what value is Cash at bank and in
hand**

£ 291,555

Funds

Endowment funds

£ 0

Restricted funds

£ 69,553

Unrestricted funds

£ 219,694

Total Funds

£ 289,247

Liabilities

Creditors due within 1 year

£ 78,420

Creditors falling due after one year and provisions

£ 41,204

Defined benefit pension scheme asset/(liability)

This figure should be prefixed with a minus symbol if it is a negative value

£ 0

Total net assets/(liabilities)

£ 289,247

Additional information

Support costs

£ 3,750

Depreciation charge for the year

£ 6,358

Level of reserves

£ 132,031

Average number of employees

20

Privacy statement

Any information you give us will be held securely and processed only in accordance with the rule on data protection. We will not disclose your personal details to anyone unconnected to the Charity Commission unless:

- you have consented to their release; or
- we are legally obliged to disclose them; or
- we regard disclosure as either (a) necessary so that we can properly carry out our statutory functions or (b) necessary in the public interest.

We may share and disclose information about you with relevant public authorities, regulatory bodies and agencies, outside the Charity Commission but only if:

- we can lawfully do so; and
- we decide that disclosure is necessary for national security, crime detection, prevention, and law enforcement, or other issues in the public interest

Information we collect about you

We will use this information:

To enable us to carry out our statutory functions and duties;

This will include the following actions:

- (a) update, consolidate, and improve the accuracy of our records;
- (b) undertake crime detection and prevention and law enforcement and assist the third parties specified above to investigate or prevent crime and carry out law enforcement;
- (c) data analysis, testing, research, statistical and survey purposes

Information we receive from other sources.

Information we receive from other sources

We may combine this information with information you give to us and information we collect about you.

We may use this information and the combined information for the purposes set out above (depending on the types of information we receive).

We will ensure that any such disclosure and use is proportionate; considers your right to respect for your private life; and is done fairly and lawfully in accordance with the data protection principles of the Data Protection Act.

The Data Protection Act 1998 regulates the use of 'personal data', which is essentially any information, however stored, about identifiable living individuals.

As a 'data controller' under the Act, the Charity Commission must comply with it. Any changes we may make to our privacy statement in the future will be set out in the replacement version of this form.

Please check back frequently to see any updates or changes to our privacy policy.

Declaration

This annual return has not been submitted and no Declaration has been made

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INTERNATIONAL AID TRUST
FINANCIAL STATEMENTS
31 DECEMBER 2023

Company Registration Number 04167908

Charity Number 1086597

INTERNATIONAL AID TRUST

FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2023

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INTERNATIONAL AID TRUST

TRUSTEES' ANNUAL REPORT

YEAR ENDED 31 DECEMBER 2023

The Trustees, who are also Directors of the Charity for the purposes of the Companies Act 2006, present their report with the financial statements of the Charity for the year ended 31 December 2023.

OBJECTIVES AND ACTIVITIES

International Aid Trust is a Christian Humanitarian Aid Charity, which has evolved since 1991 when a small group of Christians started to take Bibles and aid to the former USSR. It is an independent organisation initially constituted as an unincorporated Charity (1996) and subsequently as a Company Limited by Guarantee (2001). The governing document defines our objectives as:

- a. The relief of persons who are in conditions of need, hardship or distress and who are aged or sick and in particular by the supply of financial material and medical aid and by the provision of personnel to provide assistance.
- b. The advancement of the Christian faith.

The Trustees have had regard to the Charity Commission's guidance on public benefit. Our strap line "Christian Compassion for a Hurting World" describes every aspect of our ministry and drives the way in which we seek to provide public benefit in every area in which we work.

International Aid Trust provides direct financial and in-kind relief; but our aim is to pursue projects which facilitate self-help and sustainable improvements to quality of life in order to break the chain of being born into poverty. We do this by modelling the practical and spiritual Gospel of Jesus Christ through:

- a. Providing life's basic essentials for those with nothing.
- b. Providing respite holidays for needy children, including Christian teaching, medical checks and treatment, physical exercise, good fun and motivation to build their hope for a better future.
- c. Providing direct financial aid for basic food, shelter and medical needs to individuals and families in extreme poverty.
- d. Providing and supporting foster homes for small groups of rescued homeless children where they can be cared for and taught life skills in a Christian environment.
- e. Shipment of humanitarian aid to communities, hospitals and individuals in many parts of the world.
- f. Vocational training via self-help projects.
- g. Evangelism and Church-Planting.
- h. Practical help through gifts in kind to needy families and individuals in the UK.

INTERNATIONAL AID TRUST

TRUSTEES' ANNUAL REPORT

YEAR ENDED 31 DECEMBER 2023

ACHIEVEMENTS AND PERFORMANCE

UK - Retail

For a Charity which has traditionally sought to fund about 80% of its work from funds raised by our Charity Shops, the last three years before this have been extremely challenging. However, 2023 has seen a positive difference in retail income. We have reduced our dependency on our retail operation, retaining only those shops that were most successful in serving the objectives of the Charity.

Our Retail Manager has continued to work with our 11 shops to optimise their performance, with an improved profitability showing from as far back as 2021.

Since July 2021, we have employed an eCommerce Manager. Our Charity Shops pass to him donated items which are unusual or potentially valuable and he has been able to raise funds through sales on eBay and Etsy at a profitability which exceeds that of most of our high street Charity Shops. This has continued to grow through 2023.

UK – Warehousing

In October 2022, we moved to a temporary warehouse in Hesketh Bank Nr Southport on a three-year peppercorn rent through friends of our founder.

We are in discussions with them regarding a permanent site in Tarleton just 3.5 miles away from our present site. They have gone the extra mile in helping us and thank God for their kindness.

Since the Russian invasion in February 2022, we have seen an increase in the number of volunteers and people donating aid. This has continued throughout 2023 and so we have been able to pack and load over 198 tons of high-quality humanitarian aid with a value of over £4 Million.

Overseas

This is our 32nd year anniversary and the Ukraine Crisis has taken up the majority of the charity's time & efforts during 2023

INTERNATIONAL AID TRUST

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YEAR ENDED 31 DECEMBER 2023

Ukraine

A great big thank you to the people of Lancashire for over £3.8 million pounds worth of aid sent to Ukraine through the Trust. We have been working in Ukraine since 1991, thirty-two years, and we are ideally placed to support people whose lives have been devastated by the war. We have been overwhelmed by the generosity of local people. As soon as the Ukraine Emergency Appeal was launched, financial donations and practical aid poured in. Hundreds of people kindly volunteered their time, and churches and Rotary clubs set up collection points across the county.

Letter of thanks from Founder Rev Bernard Cocker:

“Dear friends thank you for your amazing efforts following the invasion on 24 February 2022. The generosity of Lancashire people never ceases to amaze us, and despite the war going on you have come up with the goods once again. With your help we have been able to source, gather, sort, pack, and deliver £13 million worth of life saving aid to the victims of this atrocity. So many lives have been saved because you care and trust us with your support.

We have worked in Ukraine since the charity began in 1991 and have been blessed to retain local staff there who were ready to lead teams from our warehouse in Kiev, delivering your aid to the hardest hit areas in many parts of the country. And it is making such a huge difference. When the invasion began, none of our staff or volunteers fled but stayed behind to help the needy. It only takes 4 – 5 days for the aid leaving our warehouse to arrive in Kiev.

Some of our projects there have been destroyed, such as our children's camps, but until this invasion has been defeated, we will continue to stand with Ukraine and then going forward we will help with the rebuilding. Russia has continued to bomb civilian centres, hospitals and education infrastructure, but it does not dampen the spirit of the Ukrainians. Please remember that we still need all the things that you and I take for granted, and we need volunteers in all areas of our work, and funding to keep keeping the aid going. Please, please keep supporting our efforts. God bless you all and thank you once again.”

INTERNATIONAL AID TRUST
TRUSTEES' ANNUAL REPORT
YEAR ENDED 31 DECEMBER 2023

Moldova

A tremendous ministry continues here amongst some of the very poorest people in Europe and is led by Pastor Victor who has 9 villages with churches in his care.

Pastor Victor is now International Aid Trust Director in Moldova where the trust is now registered. The aid we send has made a huge difference to these struggling families and we hope to increase the help we provide through Rose Foulds, a Trustee and one of our volunteer coordinators, who looks after Moldova for the Trust. Moldova and the other countries bordering Ukraine have taken in literally millions of refugees from Ukraine, so our aid continues to be shared between refugees on this ongoing ministry amongst these nations. I can only see this Moldovan ministry continuing to thrive under Pastor Victor's leadership.

Romania

Our close partnership with Prison Fellowship Romania, who work with some of the poorest in the Transylvania region and other parts of the country, is improving lives in so many ways: health care, education and general living conditions. We don't just help materially but also by encouraging recipients to take control of their own futures by self-determination and having pride and respect in their neighbourhood and nation. We have provided much-needed equipment, food, clothing, medical supplies, furniture, educational material and children's toys. So much is being achieved through this ministry and we see real tangible improvements each time we visit that encourages us to want to do more. It's a wonderful and effective ministry that we shall try our best to continue to support. Romania has also taken thousands of refugees, so aid has been sent in addition to support them.

India

The ministry here has grown exponentially and now there are close to 200 churches under the leadership of Bishop Kota who we have worked with for 15 years.

Due to the growth, help has been sought from other sponsors in the U.K., Europe, and USA. There was a huge success with substantial funding being found. After meeting with Bishop Kota, myself, together with Paul Cook, Trustee, and Philip Walker, the decision was taken to set the Indian ministry free of our oversight and funding. We took into consideration our workload in other parts and the decision was taken after much prayer and meetings. We continued to fund the projects here until the end of March 2024.

INTERNATIONAL AID TRUST

TRUSTEES' ANNUAL REPORT

YEAR ENDED 31 DECEMBER 2023

Sierra Leone

We completed the building of our New Hope Academy in November this year thanks to the tremendous support of the main sponsor GBA together with churches, individuals, and foundational support.

The academy was officially opened in late November with the Deputy Education Minister and other government officials taking part. We also had the presence of two GBA directors taking part, brothers David & Paul Birkbeck. Also, Paul Cook Trustee and I took part. A wonderful event!

We have years 7 & 8 students here, our first and second intake of our primary children into high school education. Year eight had their year seven education in our Emmanuel House Orphanage during the day whilst the twenty-six orphans who live here were attending our New Hope Primary School.

From small beginnings in 2009, our work in the Lunghi Region of Sierra Leone has grown tremendously. Our New Hope School has repeatedly been given accolades by the Education Authorities, and for the seventh year running came in the top three out of thirty district schools and was awarded excellent marks. We now have some 560 plus students, whose level of attainment means they are often the highest performing children. The school also operates various after school clubs that are very popular and so much appreciated.

Our Family Sponsorship Programme now supports 30 plus families as well as a full-time Midwife, Marion. She holds ante-natal and post-natal clinics on site and runs mobile clinics in the more remote areas. This is having significant impact on infant mortality rates.

The Sierra Leone "Hands of Dorcas" sewing project has brought a great deal of joy to those benefitting from it as well as to the teachers, staff and those of us who have visited and seen the change in these young women. The training takes up to two years and includes basic literacy and numeracy skills.

Our New Hope Church is based at the school and has gone from strength to strength and is now highly respected within the community. Rev Michael, our director, is very highly respected, as is his wife Alice who is our Headmistress of the school.

Our training of evangelist missionaries to reach out into remote areas is also bringing very positive results. Small groups are now growing in nine other villages and townships.

INTERNATIONAL AID TRUST

TRUSTEES' ANNUAL REPORT

YEAR ENDED 31 DECEMBER 2023

Emmanuel House, our rescued children's home situated about three miles from the school, continues to thrive. The vision and need came in response to the big increase in orphans following the Ebola crisis. It is currently home to 26 orphan children with two house parents. On Wednesday evenings, the main room is now used as a church for the local community, with more than 80 people attending. We dug our own well in the grounds that also serves the local village. Here we also hold mobile clinics led by our Midwife and Nurse. As already said, our year seven students are being taught here until the academy is completed.

Future Plans

We continue to do everything that is possible to help and support Ukraine in whichever way is needed. We have already started building a small school and church in Lokomasama where we have been working for five years now. We were waiting for the funding to begin this and it's now underway.

We are also looking to reach out with preschool groups to other deprived & isolated areas.

Also, GBA are looking at funding small business in the region to support the ongoing work, to make them as self-sufficient as possible.

A local company has also agreed to provide a solar panel system for the academy and will go over to Sierra Leone to fit it. This will be another huge move forward, in a place that has unlimited sunshine much of the year.

Our new offices in Chorley have been a blessing. We now have the lift installed, helped by a grant which also supported work on the main office with a proposed community area sectioned off from the main offices. We continue to pursue funding for a kitchen, roof repairs and fire escape needed to complete the visions for a community hub for Chorley.

The furniture shop on the ground floor has been a tremendous success!

INTERNATIONAL AID TRUST

TRUSTEES' ANNUAL REPORT

YEAR ENDED 31 DECEMBER 2023

Acknowledgements

2023 saw a continuing response to the Ukraine Appeal and a huge injection of funding for the high school in Sierra Leone. With this wonderful support, the positive spirit throughout the charity is clearly felt. Big thanks are also due for the efforts of around 500 volunteers in the UK and over a thousand volunteers overseas in our various ministries. Thanks also to the many churches, Rotary Clubs and other organisations who have donated goods either to our charity shops in the UK or to our Warehouse for shipping overseas. Without all these we could not begin the work of showing Christian Compassion for this Hurting World.

Financial Review

The results for the year and the financial position of the Charity as of 31 December 2023 are set out in the Financial Statements on pages 20 to 34.

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Income	£1.15M	£1.14M	£0.80M	£0.84M
Expenditure	£1.07M	£0.98M	£0.61M	£0.75M

The position at the end of 2023 meant that the balance sheet position was £537,927 (2022: £457,387) and the free reserves of the Charity at year end were £174,553 (2022: £134,009).

STRUCTURE, GOVERNANCE & MANAGEMENT

Governing Document

The organisation is a Charitable Company Limited by Guarantee. The Company was established in 2001 under a Memorandum of Association which establishes the objects and powers of the Charitable Company and is governed under its Articles of Association. In the event of the Company being wound up, members are required to contribute an amount not exceeding £10.

Recruitment and Appointment of Management Committee

The Directors of the Company are also Charity Trustees for the purpose of charity law and under the Company's Articles are known as members of the Management Committee. Under the requirements of the Memorandum and Articles of Association, the members of the Management Committee, the Trustees, are appointed by resolution of the present Trustees for a period of three years.

INTERNATIONAL AID TRUST

TRUSTEES' ANNUAL REPORT

YEAR ENDED 31 DECEMBER 2023

Trustee Induction and Training

The existing Trustees are already familiar with the practical work of the Charity, having been involved in various ways with the Charity before being invited to become Trustees. If there is any need for new Trustees to be given any training, this is arranged with the other Trustees. All Trustees have to have a DBS check before being admitted.

Reserves Policy

We channel as much of our funds to our overseas projects as possible, merely maintaining sufficient reserves to ensure day-to-day liquidity; it is our desire to have our free reserves covering one month's salaries and rents. Our free reserves were £174,553 at the year end.

Risk Management

The Management Committee has conducted a review of the major risks to which the Charity is exposed. Systems and procedures have been established to manage the risks the Charity faces:

<u>Principal Risks & Uncertainties</u>	<u>Strategies to manage these</u>
Terrorism and piracy	All personnel travelling abroad carry adequate travel insurance and consult FCO advice.
Safety and integrity of humanitarian aid shipments	Only trusted carriers and routes are used. Goods are only shipped to known and trusted recipients.
Protection of children and vulnerable persons	All Trustees are DBS checked; and the Charity's Child Protection Policy is promulgated by appropriate signage.
Property leases	Leases are generally short term or with adequate break clauses.
Cash flow	Sufficient reserves are held to maintain day-to-day liquidity.
Integrity of grants	Grant-making criteria used in selecting recipients include: a. Within the objects and current policies. b. Past commitments and investment. c. Previous successful relationship, to minimise risks of aid being diverted for uses outside our control or for fraudulent purposes. d. Maintaining a balance of recipients by age, gender, ethnic groups, region and denomination.

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YEAR ENDED 31 DECEMBER 2023

Fundraising

We do not engage in traditional fundraising. Our approach has always been to build long-term relationships with supporters - both individual and corporate - who contribute to the work of the charity in a variety of ways, including monetary. Our "Community Ambassador" role has been designed to build on this principally by visiting churches, community groups and schools to explain what we do and to encourage engagement in support of particular projects.

Our charity shops are our principal means of raising funds by seeking to offer donated clothing and other goods for sale at competitive prices. Our shop managers take responsibility for ensuring that all customers are treated with care and respect; and several of our shops have benefitted from placements of vulnerable adult volunteers.

In 2017 the Trustees agreed a fundraising policy that applies to all staff and volunteers to ensure that all fundraising is done in sympathy with the aims and objectives of the charity and in line with the requirements of the 2016 Charities Act. Compliance with this is monitored by the Senior Management Team.

In 2021 we signed a contract with Chell Perkins to advise us on our fundraising strategy and to support our grant application process and this continued through 2023. However, all contact with the public is conducted by our own staff.

Organisation Structure

The Charity's headquarters is in Chorley in Lancashire, where there is an Office and a furniture shop. There are also local area groups and representatives in other parts of the UK.

In 2021 we appointed a Head of UK Operations to take charge of all the UK-based work of the Charity and to free up our CEO to focus on supporter engagement and management of the overseas projects. Day-to-day management is therefore now conducted by the CEO in conjunction with the Head of UK Operations, Office Manager and Finance Manager. Significant decisions are reported to the Trustees, and all Trustees normally meet with the CEO at least four times each year.

The pay of staff, other than the CEO and Operations Manager, is set by the Trustees. The CEO and the Operations Managers review pay levels annually and make recommendations to the Trustees. The pay of the CEO and Operations Manager is reviewed annually by the Chair of Trustees.

National Directors are employed overseas who have many years' experience in the humanitarian aid field. The funding of the overseas projects is reviewed annually by the CEO and presented to the Board of Trustees for approval.

Rev Bernard Cocker is also President of International Aid Trust in Ukraine through which projects are funded and maintained. In India we operate as New Jerusalem Ministries. IAT Sierra Leone has been registered as a charity in Sierra Leone. These charities have been constituted to simplify negotiations with government authorities for aid shipments, ministry projects and charitable donations.

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YEAR ENDED 31 DECEMBER 2023

We raise funds through a network of 11 charity shops in the UK which sell goods predominantly donated by the public; goods are also donated by private companies with permission to sell them.

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TRUSTEES' ANNUAL REPORT

YEAR ENDED 31 DECEMBER 2023

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The Trustees, who are also Directors of International Aid Trust for the purposes of company law, are responsible for preparing the Trustees' Report and financial statements in accordance with applicable law and UK Accounting Standards (UK Generally Accepted Accounting Practice).

Company law requires the Trustees to prepare financial statements for each financial year which 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:

- Observe the methods and principles in the Charities SORP.
- Make judgements and estimates that are reasonable and prudent.
- State whether applicable UK Accounting Standards have been followed, subject to any material departure disclosed and explained in the financial statements.
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Charitable Company will continue in business.

The Trustees are responsible for keeping proper accounting records which disclose, with reasonable accuracy at any time, the financial position of the Charitable Company and to 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.

The Directors who held office at the date of approval of this Trustees' Report confirm that, so far as they are each aware, there is no relevant information of which the Charity's independent auditor is unaware. Each Trustee has taken all steps that they ought to have taken as a Trustee to make themselves aware of any relevant information and to establish that the Charity's independent auditor is aware of that information.

AUDITORS

Rotherham Taylor Limited were appointed as auditors during the year and a resolution for reappointment will be proposed to the Board of Trustees.

SMALL COMPANY PROVISIONS

This report has been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006.

SIGNED ON BEHALF THE BOARD:

Alexander Taylor (Chairman)  Date: 30 September 2024

INTERNATIONAL AID TRUST

REFERENCE & ADMINISTRATIVE INFORMATION

YEAR ENDED 31 DECEMBER 2023

Charity Name	International Aid Trust
Charity Registration Number	1086597
Company Registration Number	04167908
Registered Office and Operational Address	The Galleries, Croft Mill 43 Pall Mall Chorley, PR7 3LT

Trustees

Mr A R Taylor	Chair
Dr C Crawforth	Resigned 26/11/2023
Mr P Cook	
Mrs R Foulds	
Mr L Fisher	
Mr S Hardman	
Mrs J Dawe	Appointed 01/12/2023

Senior Management Team

Rev Bernard Cocker	CEO and Founder
Mr Philip Walker	Head of UK Operations
Mrs Alison Hammerton	Office Manager
Mr Peter Lomax	Finance Manager

Auditors

Rotherham Taylor Limited
21 Navigation Business Village
Navigation Way
Ashton-on-Ribble
Preston
PR2 2YP

Bankers

Royal Bank of Scotland, Edinburgh
Virgin Money, Lancaster
Santander, Bootle

Solicitors

Blackhust Budd Solicitors
22 Edward Street
Blackpool
FY1 1BA

INTERNATIONAL AID TRUST

INDEPENDENT AUDITOR'S REPORT TO THE MEMBER OF INTERNATIONAL AID TRUST FOR YEAR ENDED 31 DECEMBER 2023

Opinion

We have audited the financial statements of International Aid Trust (the 'charitable company') for the year ended 31 December 2023 which comprise the Statement of Financial Activities (including the Income and Expenditure Account), the Balance Sheet, Statement of Cash Flows and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including 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 31 December 2023 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 Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of 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.

INTERNATIONAL AID TRUST

INDEPENDENT AUDITOR'S REPORT TO THE MEMBER OF INTERNATIONAL AID TRUST FOR YEAR ENDED 31 DECEMBER 2023

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 trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements, and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements, or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

INTERNATIONAL AID TRUST

INDEPENDENT AUDITOR'S REPORT TO THE MEMBER OF INTERNATIONAL AID TRUST FOR YEAR ENDED 31 DECEMBER 2023

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the trustees' report, which includes the directors' report prepared for company law purposes, for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report included within the trustees' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In light of the knowledge and understanding of the charitable company and its environment obtained during the audit, we have not identified material misstatements in the trustees' report. We have nothing to report with respect to the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies' regime and take advantage of the small companies' exemptions in preparing the trustees' report and from the requirement to prepare a strategic report.

INTERNATIONAL AID TRUST

INDEPENDENT AUDITOR'S REPORT TO THE MEMBER OF INTERNATIONAL AID TRUST FOR YEAR ENDED 31 DECEMBER 2023

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement set out on page 11, 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, 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, to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

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

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

INTERNATIONAL AID TRUST

INDEPENDENT AUDITOR'S REPORT TO THE MEMBER OF INTERNATIONAL AID TRUST FOR YEAR ENDED 31 DECEMBER 2023

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

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

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

INTERNATIONAL AID TRUST

INDEPENDENT AUDITOR'S REPORT TO THE MEMBER OF INTERNATIONAL AID TRUST FOR YEAR ENDED 31 DECEMBER 2023

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

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

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

INTERNATIONAL AID TRUST

INDEPENDENT AUDITOR'S REPORT TO THE MEMBER OF INTERNATIONAL AID TRUST FOR YEAR ENDED 31 DECEMBER 2023

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



Nicholas Smith (Senior Statutory Auditor)

For and on behalf of Rotherham Taylor Limited, Statutory Auditor
Chartered Accountants
21 Navigation Business Village
Navigation Way
Ashton-on-Ribble
Preston
PR2 2YP

30 September 2024

INTERNATIONAL AID TRUST

STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING INCOME AND EXPENDITURE ACCOUNT)

YEAR ENDED 31 DECEMBER 2023

	Note	Unrestricted Funds £	Restricted Funds £	Total Funds 2023 £	Total Funds 2022 £
Income from:					
Donations and legacies	2	167,664	228,221	395,885	536,308
Other trading activities	3	751,250	-	751,250	606,947
Investments		5,613		5,613	743
Total income		924,527	228,221	1,152,748	1,143,998
Expenditure on:					
Raising funds - gifts and donations	4	27,281	-	27,281	25,454
Raising funds - trading	4	522,563	-	522,563	505,843
Charitable activities	4	143,469	378,895	522,364	444,561
Total expenditure		693,313	378,895	1,072,208	975,858
Net income/(expenditure)	6	231,214	(150,674)	80,540	168,140
Transfers between funds	17	(167,898)	167,898	-	-
Net movement in funds		63,316	17,224	80,540	168,140
Reconciliation of funds:					
Total funds at start of year	17	238,979	218,408	457,387	289,247
Total funds at end of year	17	302,295	235,632	537,927	457,387

The Charity has no recognised gains or losses other than the results for the year as set out above.

All of the activities of the charity are classed as continuing

The notes on pages 23 to 34 form part of these financial statements

See note 9 for fund-accounting comparative figures

INTERNATIONAL AID TRUST**BALANCE SHEET****AS AT 31 DECEMBER 2023**

Company number: 04167908

	Note	2023 £	2022 £
Fixed Assets			
Tangible assets	10	127,742	104,970
Current Assets			
Debtors	11	52,726	41,025
Cash at bank		447,529	451,125
		<u>500,255</u>	<u>492,150</u>
Creditors : Amounts falling due within one year	12	<u>(59,307)</u>	<u>(104,085)</u>
Net Current Assets		440,948	388,065
Creditors: Amounts falling due after more than one year	13	(30,763)	(35,648)
Net assets		<u>537,927</u>	<u>457,387</u>
Funds			
Unrestricted funds	18	302,295	238,979
Restricted funds	18	235,632	218,408
		<u>537,927</u>	<u>457,387</u>

The trustees acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies' regime within Part 15 of the Companies Act 2006.

These financial statements were approved by the trustees on 30 September 2024 and are signed on their behalf by:


Alexander Taylor
Chair

The notes on pages 23 to 34 form part of these financial statements

INTERNATIONAL AID TRUST
STATEMENT OF CASH FLOWS
YEAR ENDED 31 DECEMBER 2023

	Note	2023 £	2022 £
Net cash inflow from operating activities	15	23,120	188,685
Non-operational cash flows:			
Investing activities			
Purchase of fixed assets		(27,442)	(41,098)
Proceeds from the sale of fixed assets		-	16,796
Investment income		5,613	743
		<u>(21,829)</u>	<u>(23,559)</u>
Financing activities			
Loan repayments		(6,595)	(5,556)
Interest on loan		1,708	-
Net cash inflow for the year	16	<u><u>(3,596)</u></u>	<u><u>159,570</u></u>

The notes on pages 23 to 34 form part of these financial statements

INTERNATIONAL AID TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2023

1 Accounting policies

- (a) The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2015) - (Charities SORP (FRS102)), the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Companies Act 2006).

The charity is a public benefit entity as defined under FRS102.

The trustees have prepared budgets and a forecast which gives them adequate comfort that the charitable company is a going concern. Therefore, the trustees are of the view that the charitable company has sufficient resources for at least the next 12 months (from date of approving the financial statements) and that there are no material uncertainties regarding going concern. As a result, the charitable company's financial statements have been prepared on a going concern basis.

- (b) Income from donations and gifts is included in income when these are receivable, except as follows:

I. When donors specify that donations given to the charity must be used in future accounting periods, the income is deferred until those periods;

II. When donors impose conditions which have to be fulfilled before the charity becomes entitled to use such income, the income is deferred until the pre-conditions have been met.

Donated services and facilities are included at the value to the charity if this can be quantified. The value of services provided by volunteers has not been included in these accounts.

Clothing and other items for resale through the charity's shops are recognised as income within other trading activities when they are sold due to the impracticalities of estimating the value of such stock items upon receipt.

Investment income is included when receivable.

Income from other trading activities is accounted for when earned.

A valuation for humanitarian aid received for distribution is excluded from the accounts due to a lack of a reliable estimate.

- (c) Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category.

Expenditure on raising funds comprise the costs associated with attracting gifts and donations and the costs of trading for fundraising purposes including the charity's shops and fundraising events.

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.

Governance costs include the costs relating to meeting the constitutional and statutory requirements of the charity and include audit fees and costs linked to the strategic management of the charity. These are included within support costs.

INTERNATIONAL AID TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2023

1 Accounting policies (*continued*)

All costs are allocated between the expenditure categories of the Statement of Financial Activities on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly, others are apportioned on an appropriate basis as set out in note 4.

Redundancy payment expenditure is recognised at the point when employment is ended and when the amount is calculable.

- (d) Fixed assets are stated at cost less accumulated depreciation.

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Leasehold improvements	- straight line over the length of the lease
Shop and office equipment	- 25% p.a reducing balance
Motor vehicles	- 25% p.a reducing balance

Assets with a cost exceeding £1,000 are capitalised.

- (e) Rentals payable under operating leases are charged against income on a straight line basis over the lease term.
- (f) Unrestricted funds can be used in accordance with the charitable objects at the discretion of the Trustees.
- (g) Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes. Expenditure which meets these criteria is charged to the fund, together with a fair allocation of support costs. Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.
- (h) Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange prevailing at the accounting date. Transactions in foreign currencies are recorded at the date of the transactions. All exchange gains/losses are recognised in the Statement of Financial Activities.
- (i) The charity only has financial assets and liabilities that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

INTERNATIONAL AID TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2023

2 Donations and legacies

	Unrestricted Funds £	Restricted Funds £	Total Funds 2023 £	Total Funds 2022 £
Donations and legacies	104,618	218,283	322,901	477,097
Gift Aid	63,046	9,938	72,984	59,211
	<u>167,664</u>	<u>228,221</u>	<u>395,885</u>	<u>536,308</u>

Prior year comparatives

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Donations and legacies	68,586	408,511	477,097
Job retention scheme grants	-	-	-
Local restriction support grants	-	-	-
Restart grants	-	-	-
Gift Aid	44,576	14,635	59,211
	<u>113,162</u>	<u>423,146</u>	<u>536,308</u>

3 Income from: Other trading activities

	Unrestricted Funds £	Restricted Funds £	Total Funds 2023 £	Total Funds 2022 £
Shop sales	723,985	-	723,985	583,714
Office & warehouse sales & recycling credits	26,865	-	26,865	22,003
Transport services	400	-	400	1,230
	<u>751,250</u>	<u>-</u>	<u>751,250</u>	<u>606,947</u>

Prior year comparatives

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Shop sales	583,683	31	583,714
Office & warehouse sales & recycling credits	22,003	-	22,003
Transport services	1,230	-	1,230
	<u>606,916</u>	<u>31</u>	<u>606,947</u>

INTERNATIONAL AID TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2023

4 Total expenditure

	Raising funds - gifts and donations	Raising funds - trading	Collection, handling & storage of aid	Overseas aid deliveries, projects & ministry	Governance	2023	2022
	£	£	£	£	£	£	£
Grants (note 5)	-	215	19	320,189	-	320,423	190,677
UK staff costs (note 7)	27,281	352,233	41,048	27,281	-	447,843	393,249
Subsistence & travel	-	2,196	837	1,273	-	4,306	16,879
Transport, ferries & documentation	-	1,116	100	13,924	-	15,140	1,152
Advertising & promotional expenses	-	372	5	44	-	421	34
Legal, audit & accountancy	-	11,959	145	1,360	7,750	21,214	35,126
Premises costs & other associated costs	-	112,925	6,628	18,394	-	137,947	187,016
Communications, IT, stationery	-	18,811	1,511	7,128	-	27,450	31,040
Transport, handling & processing costs	-	10,000	20,094	48,806	-	78,900	101,584
Depreciation and loss on disposal	-	2,420	217	2,034	-	4,671	6,995
Irrecoverable VAT	-	923	83	775	-	1,781	1,181
Bank charges	-	9,393	996	2,189	-	12,578	10,925
Exchange gain or loss	-	-	-	(466)	-	(466)	-
	27,281	522,563	71,683	442,931	7,750	1,072,208	975,858

Prior year comparatives

	Raising funds - gifts and donations	Raising funds - trading	Collection, handling & storage of aid	Overseas aid deliveries, projects & ministry	Governance	2022
	£	£	£	£	£	£
Grants (note 5)	-	-	-	190,677	-	190,677
UK staff costs	25,454	294,819	47,522	25,454	-	393,249
Subsistence & travel	-	6,386	7,881	2,612	-	16,879
Transport, ferries & documentation	-	-	-	1,152	-	1,152
Advertising & promotional expenses	-	19	3	12	-	34
Legal, audit & accountancy	-	21,413	1,762	2,888	9,063	35,126
Premises costs & other associated costs	-	151,006	13,522	22,488	-	187,016
Communications, IT, stationery	-	19,400	2,389	9,251	-	31,040
Transport, handling & processing costs	-	328	22,111	79,145	-	101,584
Depreciation and loss on disposal	-	3,438	1,322	2,235	-	6,995
Irrecoverable VAT	-	656	99	426	-	1,181
Bank charges	-	8,378	1,099	1,448	-	10,925
	25,454	505,843	97,710	337,788	9,063	975,858

INTERNATIONAL AID TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2023

5 Grants payable

	2023	2022
	£	£
IAT New Jerusalem Ministries	32,251	26,598
IAT Good Samaritan Foundation Odessa and Moltavilovka Church Kiev	43,539	87,898
Sierra Leone New Hope School	220,702	69,996
IAT Cuba	4,495	
IAT Ukraine - holiday camps	14,500	-
Various small recipients	4,936	6,185
Total grants payable	320,423	190,677

Of the grants made above, £1,600 (2022: £6,185) relates to grants made to individuals; the remainder were grants made to institutions.

6 Net income/(expenditure) for the year

This is stated after charging:	2023	2022
	£	£
Depreciation and loss on disposal	4,671	6,995
Auditors'/ Independent Examiner's remuneration		
- audit	4,500	4,500
- accounts preparation	1,500	1,500
- other services	1,750	-

No Trustees received any remuneration or were reimbursed for expenses during the year or during the prior year.

Donations from Trustees, key management personnel and related parties were £18,340 (2022 £17,091).

7 Staff costs and numbers

The aggregate payroll costs were:

	2023	2022
	£	£
Wages and salaries	414,725	362,431
Social security costs	27,999	20,004
Pension	5,119	3,814
Redundancy payments	-	7,000
	447,843	393,249

No employee received emoluments of more than £60,000.

The total employment benefits received by key management personnel were £109,124 (2022: £96,783).

INTERNATIONAL AID TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2023

7 Staff costs and numbers (continued)

The average headcount of staff during the reporting period was 24 (2022: 23).

In addition, a great amount of time, the value of which is not reflected in these financial statements, is donated by thousands of volunteers throughout the UK & abroad.

8 Taxation

The charity is exempt from corporation tax on its charitable activities.

9 Fund-analysis comparative figures

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Income from:			
Donations and legacies	113,162	423,146	536,308
Other trading activities	606,916	31	606,947
Investments	743	-	743
Total income	720,821	423,177	1,143,998
Expenditure on:			
Costs of generating funds			
Raising funds - gifts and donations	25,454	-	25,454
Raising funds - trading	505,843	-	505,843
Charitable activities	153,089	291,472	444,561
Total expenditure	684,386	291,472	975,858
Net income/(expenditure)	36,435	131,705	168,140
Transfers between funds	(17,150)	17,150	-
Net movement in funds	19,285	148,855	168,140
Reconciliation of funds:			
Total funds at start of year	219,694	69,553	289,247
Total funds at end of year	238,979	218,408	457,387

INTERNATIONAL AID TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2023

10 Tangible fixed assets

	Leasehold Improvements £	Shop & office equipment £	Motor Vehicles £	Total £
Cost				
At 1 January 2023	102,370	38,182	18,390	158,942
Additions	21,443	-	6,000	27,443
Disposals	-	-	-	-
At 31 December 2023	<u>123,813</u>	<u>38,182</u>	<u>24,390</u>	<u>186,385</u>
Depreciation				
At 1 January 2023	4,455	35,251	14,266	53,972
Charge for the year	2,436	732	1,503	4,671
Disposals	-	-	-	-
At 31 December 2023	<u>6,891</u>	<u>35,983</u>	<u>15,769</u>	<u>58,643</u>
Net book value				
At 31 December 2023	<u>116,922</u>	<u>2,199</u>	<u>8,621</u>	<u>127,742</u>
At 31 December 2022	<u>97,915</u>	<u>2,931</u>	<u>4,124</u>	<u>104,970</u>

11 Debtors

	2023 £	2022 £
Other debtors	5,764	6,861
Prepayments & accrued income	46,962	34,164
	<u>52,726</u>	<u>41,025</u>

12 Creditors: amounts falling due within one year

	2023 £	2022 £
Trade creditors	25,951	44,322
Other creditors	11,933	41,141
Taxes and social security costs	-	5,526
Accruals & deferred income	15,868	7,540
Bank loan	5,555	5,556
	<u>59,307</u>	<u>104,085</u>

INTERNATIONAL AID TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2023

13 Creditors: amounts falling due after more than one year

	2023	2022
	£	£
Bank loan	30,763	35,648
	<u>30,763</u>	<u>35,648</u>

The Bank Loan is a Bounce Bank Loan repayable over 10 years under the Government-sponsored Bounce Bank Loan Scheme.

14 Commitments

At 31 December 2023 the company had total commitments, under non-cancellable operating leases paid as follows:

	Land & buildings	Total 2023	Total 2022
		£	£
Within one year	55,050	55,050	58,100
Between two & five years	105,367	105,367	130,600

The operating lease payments recognised as an expense in the year amounted to £87,033 (2022: £115,861).

At 31 December 2022 the company had total commitments, under non-cancellable operating leases paid as follows:

	Land & buildings	Total 2022
		£
Within one year	58,100	58,100
Between two & five years	130,600	130,600

15 Reconciliation of net movement in funds to net cash inflow from operating activities

	2023	2022
	£	£
Statement of Financial Activities: Net movement in funds	80,540	168,140
Investment income	(5,613)	(743)
Depreciation	4,671	6,190
Loss on disposal of tangible fixed asset		805
Movement in creditors	(44,777)	25,665
Movement in debtors	(12,069)	(11,372)
Net cash inflow from operating activities	<u>22,752</u>	<u>188,685</u>

INTERNATIONAL AID TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2023

16 Analysis of change in cash during the year

	2023	2022	Change
	£	£	£
Cash at bank	<u>447,529</u>	<u>451,125</u>	<u>(3,596)</u>

	2022	Unaudited 2021	Change
	£	£	£
Cash at bank	<u>451,125</u>	<u>291,555</u>	<u>159,570</u>

17 Movement in funds

	At 1 Jan 2023	Income	Expenditure	Transfers	At 31 Dec 2023
	£	£	£	£	£
Restricted funds					
Family sponsorship	128,666	53,193	(112,202)	70,179	139,836
India	(436)	4,350	(30,117)	26,422	219
Sierra Leone New Hope School	72,819	115,621	(225,057)	71,072	34,455
Children's holiday camps	730	450	-	-	1,180
Philippines	(435)	4,500	(3,335)	-	730
Bibles	1,528	888	(2,255)	-	161
Reach International	2,493	500	-	-	2,993
Small grants	(49)	-	(175)	225	1
Small other funds	-	-	-	-	-
Virtual Shoeboxes	1,615	784	(788)	-	1,611
Croft Mill Appeal	15,384	31,803	(471)	-	46,716
Moldova	(3,907)	9,687	-	-	5,780
Turkey	-	1,082	-	-	1,082
Cuba	-	5,363	(4,495)	-	868
	<u>218,408</u>	<u>228,221</u>	<u>(378,895)</u>	<u>167,898</u>	<u>235,632</u>
Unrestricted funds					
Fixed asset designated fund	104,970	-	(4,670)	27,442	127,742
Free reserves	134,009	924,527	(688,643)	(195,340)	174,553
	<u>238,979</u>	<u>924,527</u>	<u>(693,313)</u>	<u>(167,898)</u>	<u>302,295</u>
Total funds	<u>457,387</u>	<u>1,152,748</u>	<u>(1,072,208)</u>	<u>-</u>	<u>537,927</u>

INTERNATIONAL AID TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2023

17 Movement in funds (continued)

Prior year comparatives

	At 1 Jan 2022 £	Income £	Expenditure £	Transfers £	At 31 Dec 2022 £
Restricted funds					
Family sponsorship	1	296,595	(173,952)	6,021	128,665
India	193	5,713	(25,838)	19,496	(436)
Sierra Leone New Hope School	46,071	95,741	(76,284)	7,291	72,819
Children's holiday camps	4,049	450	(3,769)	-	730
Philippines	-	3,250	(3,685)	-	(435)
Bibles	1,122	906	(500)	-	1,528
Reach International	1,993	500	-	-	2,493
Small grants	-	-	(455)	406	(49)
Small other funds	284	-	-	(284)	-
Virtual Shoeboxes	644	1,231	(260)	-	1,615
Croft Mill Appeal	15,196	16,291	1,546	(17,649)	15,384
Moldova	-	2,500	(8,275)	1,869	(3,906)
	69,553	423,177	(291,472)	17,150	218,408
Unrestricted funds					
Fixed asset designated fund	87,663	-	(6,190)	23,497	104,970
Free reserves	132,031	720,821	(678,196)	(40,647)	134,009
	219,694	720,821	(684,386)	(17,150)	238,979
Total funds	289,247	1,143,998	(975,858)	-	457,387

Purpose of restricted funds

Family sponsorship - IAT's scheme linking sponsors in the UK to needy families and individuals in Ukraine.

Harvest orphanage - Orphanage in Sri Lanka for children orphaned by the 2004 Boxing Day Tsunami or from the Tamil uprising.

India (New Jerusalem Ministries) - Education, orphans and ministry to the poor across four states in Southern India, including sponsorship of a number of church pastors.

Sierra Leone New Hope School - Educating, feeding, health care and pastoral work in the community; sponsorship of a number of families; construction of homes for families to host children orphaned by the recent Ebola outbreak in West Africa.

Children's holiday camps - Providing summer holidays for needy children in Ukraine.

INTERNATIONAL AID TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2023

17 Movement in funds (continued)

Philippines - Provision of humanitarian aid and relief of suffering caused by natural disasters in the Philippines.

Bibles - Provision of Bibles to India.

Reach International - a partner church working principally in Belarus to relieve suffering and poverty.

Small grants - small grants to needy individuals and families wherever we work.

Small other funds - through donations and one-off donations which do not fit within existing funds.

Virtual Shoeboxes - Providing shoeboxes or bags to needy people in Ukraine, India and Sierra Leone using locally-sourced materials.

Croft Mill Appeal - Funding for upgrading our new Headquarters in Chorley to provide facilities for our supporters and for local community group use.

Moldova fund - A network of church's working in Moldova to relieve suffering and poverty through the provision of humanitarian aid.

Turkey Fund - Response from donors to earthquake appeal

Cuba Fund -Provision of food for distribution to the local churches

18 Analysis of net assets between restricted and unrestricted funds

Year end 31 December 2023	Tangible Fixed assets £	Cash at bank £	Other Current assets £	Long term Creditors £	Total £
Restricted funds	-	235,632	-	-	235,632
Unrestricted funds					
Fixed asset designated fund	127,742	-	-	-	127,742
Free reserves	-	211,897	(6,581)	(30,763)	174,553
	<u>127,742</u>	<u>447,529</u>	<u>(6,581)</u>	<u>(30,763)</u>	<u>537,927</u>

Year end 31 December 2022	Tangible Fixed assets £	Cash at bank £	Other Current assets £	Long term Creditors £	Total £
Restricted funds	-	218,408	-	-	218,408
Unrestricted funds					
Fixed asset designated fund	104,970	-	-	-	104,970
Free reserves	-	232,717	(63,060)	(35,648)	134,009
	<u>104,970</u>	<u>451,125</u>	<u>(63,060)</u>	<u>(35,648)</u>	<u>457,387</u>

INTERNATIONAL AID TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2023

19 Company limited by guarantee

The company is limited by guarantee and as such has no issued share capital. In the event of the company being wound up the liability of the members is limited to £10 each.

INTERNATIONAL AID TRUST

England & Wales - Charity number 1086597

Accounts

INTERNATIONAL AID TRUST
FINANCIAL STATEMENTS
31 DECEMBER 2022

Company Registration Number 04167908

Charity Number 1086597

INTERNATIONAL AID TRUST

FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2022

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INTERNATIONAL AID TRUST

TRUSTEES' ANNUAL REPORT

YEAR ENDED 31 DECEMBER 2022

The Trustees, who are also Directors of the Charity for the purposes of the Companies Act 2006, present their report with the financial statements of the Charity for the year ended 31 December 2022.

OBJECTIVES AND ACTIVITIES

International Aid Trust is a Christian Humanitarian Aid Charity, which has evolved since 1991 when a small group of Christians started to take Bibles and aid to the former USSR. It is an independent organisation initially constituted as an unincorporated Charity (1996) and subsequently as a Company Limited by Guarantee (2001). The governing document defines our objects as:

- a. The relief of persons who are in conditions of need, hardship or distress and who are aged or sick and in particular by the supply of financial material and medical aid and by the provision of personnel to provide assistance.
- b. The advancement of the Christian faith.

The Trustees have had regard to the Charity Commission's guidance on public benefit. Our strap line "Christian Compassion for a Hurting World" describes every aspect of our ministry and drives the way in which we seek to provide public benefit in every area in which we work.

International Aid Trust provides direct financial and in-kind relief; but our aim is to pursue projects which facilitate self-help and sustainable improvements to quality of life in order to break the chain of being born into poverty. We do this by modelling the practical and spiritual Gospel of Jesus Christ through:

- a. Providing life's basic essentials for those with nothing.
- b. Providing respite holidays for needy children, including Christian teaching, medical checks and treatment, physical exercise, good fun and motivation to build their hope for a better future.
- c. Providing direct financial aid for basic food, shelter and medical needs to individuals and families in extreme poverty.
- d. Providing and supporting foster homes for small groups of rescued homeless children where they can be cared for and taught life skills in a Christian environment.
- e. Shipment of humanitarian aid to communities, hospitals and individuals in many parts of the world.
- f. Vocational training via self-help projects.
- g. Evangelism and Church-Planting.
- h. Practical help through gifts in kind to needy families and individuals in the UK.

INTERNATIONAL AID TRUST
TRUSTEES' ANNUAL REPORT
YEAR ENDED 31 DECEMBER 2022

ACHIEVEMENTS AND PERFORMANCE

UK - Retail

For a Charity which has traditionally sought to fund about 80% of its work from funds raised by our Charity Shops, the last three years have been extremely challenging. We have reduced our dependency on our retail operation, retaining only that which most successfully serves the objectives of the Charity. Our Retail Manager has worked with 11 shops to optimise their performance, with an improved profitability from 2021.

Since July 2021, we employed an eCommerce Manager. Our Charity Shops pass to him donated items which are unusual or potentially valuable and he has been able to raise funds through sales on eBay and Etsy at a profitability which exceeds that of most of our high street Charity Shops. This continues to grow YOY.

UK – Warehousing

For nine months, up until October 2022 we had occupied a warehouse in Lostock Hall, near Preston Lancashire. However on negotiations for a new lease the Landlord was asking for over 300% increase and although we offered a 35% increase we needed to find a new location. A company in Hesketh Bank, Preston offered us a 3 year lease on a pepper corn rent so we are working from there.

In Feb 2022, Russia invaded Ukraine and we were able to pack and load over 400 tons of high-quality humanitarian aid with a value of over £8,500,000.

Overseas

This is our 31st year anniversary and the Ukraine Crisis has taken up the majority of the charity's resources in 2022.

Ukraine

A great big thank you to the people of Lancashire for £8.7 million pounds worth of aid sent to Ukraine through the Trust. We have been working in Ukraine since 1991 - thirty two years, and we are ideally placed to support people whose lives have been devastated by the war, and we have been overwhelmed by the generosity of local people. As soon as the Ukraine Emergency Appeal was launched financial donations and practical aid poured in. Hundreds of people kindly volunteered their time, and churches and Rotary clubs set up collection points across the county.

INTERNATIONAL AID TRUST

TRUSTEES' ANNUAL REPORT

YEAR ENDED 31 DECEMBER 2022

Letter of thanks from Founder Bernard Cocker:

"Dear friends thank you for your amazing efforts following the invasion on 24th February 2022. The generosity of Lancashire people never ceases to amaze us, and this time you have come up with the goods once again. With your help we have been able to source, gather, sort, pack, and deliver £8.7 million worth of life saving aid to the victims of this atrocity.

We have worked in Ukraine since the charity began in 1991. We have local staff there who were ready to lead teams from our warehouse in Kiev, delivering your aid to the hardest hit areas in many parts of the country. And it is making such a huge difference. When the invasion began, none of our staff or volunteers fled but stayed behind to help the needy. It only takes 4 – 5 days for the aid leaving our warehouse to arrive in Kiev.

Some of our projects there have been destroyed, but until this invasion has been defeated, we will continue to stand with Ukraine and then going forward we will help with the rebuilding. Please remember that we still need all the things that you and I take for granted, and we need volunteers in all areas of our work. Please, please keep supporting our efforts. God bless you all and thanks once again."

Moldova

A tremendous ministry here amongst some of the very poorest people in Europe is led by Pastor Victor who has six villages in his care. The aid we send has made a huge difference to these struggling families and we hope to increase the help we provide through Rose Foulds, a Trustee and one of our volunteer coordinators, who looks after Moldova for the Trust. The countries bordering Ukraine have taken in thousands for refugees from Ukraine so aid has been shared between refugees on the ongoing ministry.

Romania

Our close partnership with Prison Fellowship Romania who work with some of poorest in the Transylvania region and other parts of the country is improving lives in so many different ways: health care, education and general living conditions. We don't just help materially but also by encouraging recipients to take control of their own futures by self-determination and having pride and respect in their neighbourhood and nation. We have provided much-needed equipment, food, clothing, medical supplies, furniture, educational material and children's toys. So much is being achieved through this ministry and we see real tangible improvements each time we visit that encourages us to want to do more. It's a wonderful and effective ministry that we shall try our best to continue to support. Romania has also taken thousands of refugees so aid has been sent in addition to support them.

India

The continuing persecution of Christians, has and is affecting many churches throughout India. However, our work in six states is flourishing. Our National Director, Bishop Kota, is leading a great and growing team of pastors, teachers and church planters and we have every faith in his leadership.

INTERNATIONAL AID TRUST

TRUSTEES' ANNUAL REPORT

YEAR ENDED 31 DECEMBER 2022

The Bible School program has restarted in person together with the use of zoom which has proved an effective communications tool, with several of the students gathering together in various places. A group of 12 graduates have been appointed as "Bible Masters". They will each teach 12 students and when these 12 have graduated more will be chosen to teach further groups of 12. It is progressing really well.

Since 2009 International Aid Trust India has been instrumental in establishing over 70 churches and 30 house groups throughout the south of India. Regular theological training was provided for the pastors through monthly seminars in Secunderabad and Hyderabad. And we are very hopeful of this ministry continuing to grow. We currently support over 30 pastors, but would love to be able to support more. We support two schools one in Secunderabad and one in Kamataka.

Sierra Leone

2022 saw the start of building New Hope Academy thanks to the tremendous support of the main sponsor GBA together with churches, individuals, and foundational support. Our aim is to complete the building by November 2023, early part of 2024. In Sept 2022 saw the first intake of year seven children who are being educated in the Emmanuel House Orphanage during the day whilst the twenty six orphans who live here are attending our New Hope Primary School.

From small beginnings in 2010 our work in the Lunghi Region of Sierra Leone has grown tremendously. Our New Hope School has repeatedly been given accolades by the Education Authorities, and for the sixth year running came second out of thirty district schools and was awarded excellent marks. We now have some 360 plus students; whose level of attainment means they are often the highest performing children. The school also operates various after school clubs that are very popular and so much appreciated.

Our Family Sponsorship Programme now supports 30 families as well as a full-time Midwife, Marion. She holds ante-natal and post-natal clinics on site and also runs mobile clinics in the more remote areas. This is having significant impact on infant mortality rates.

The Sierra Leone "Hands of Dorcas" sewing project has brought a great deal of joy to those benefitting from it as well as to the teachers, staff and those of us who have visited and seen the change in these young women. The training takes up to two years and includes basic literacy and numeracy skills.

Our New Hope Church is based at the school and has gone from strength to strength and is now highly respected within the community. Rev Michael, our director is very highly respected, as is his wife Alice who is our Headmistress of the school.

Our training of evangelist missionaries to reach out into remote areas is proving to be a very positive move. Small groups are now growing in nine other villages and townships.

INTERNATIONAL AID TRUST

TRUSTEES' ANNUAL REPORT

YEAR ENDED 31 DECEMBER 2022

Emmanuel House, our rescued children's home situated about two miles from the school, continues to thrive. The vision and need came in response to the big increase in orphans following the Ebola crisis. It is currently home to 26 orphan children with two house parents. On Wednesday evenings the main room is now used as a church for the local community, with more than 80 people attending. We dug our own well in the grounds that also serves the local village. Here we also hold mobile clinics here led by our Midwife and Nurse. As already said, our year seven students are being taught here until the academy is completed.

Future plans

We continue to do everything that is possible to help and support Ukraine in whichever way is needed. Together with getting the High School building project completed in Sierra Leone, these will be our main focus in 2023.

Our new offices in Chorley continues to develop, a grant for the lift has been secured and the lift will be installed in 2023 with the community area sectioned off from the main offices with continued work for funding for a kitchen, roof repairs and fire escape needed to complete the visions for a community hub for Chorley.

Acknowledgements

2022 saw a wonderful response to the Ukraine Appeal and a huge injection of funding for the high school in Sierra Leone. And with this wonderful support the positive spirit throughout the charity is clearly felt. Big thanks are also due for the efforts of around 500 volunteers in the UK and over a thousand volunteers overseas in our various ministries. Thanks also to many churches, Rotary Clubs and other organisations, plus countless others who have donated goods either to our charity shops in the UK or to our Warehouse for shipping overseas. Without all these we could not begin the work of showing Christian Compassion for this Hurting World.

Financial Review

The results for the year and the financial position of the Charity as at 31 December 2022 are set out in the Financial Statements on pages 18 to 32.

	<u>2022</u>	<u>2021</u>	<u>2020</u>
Income	£1.14M	£0.80M	£0.84M
Expenditure	£0.98M	£0.61M	£0.75M

The position at the end of 2022 meant that the balance sheet position was £457,387 (2021: £289,247) and the free reserves of the Charity at year end were £134,009 (2021: £132,031).

INTERNATIONAL AID TRUST

TRUSTEES' ANNUAL REPORT

YEAR ENDED 31 DECEMBER 2022

STRUCTURE, GOVERNANCE & MANAGEMENT

Governing Document

The organisation is a Charitable Company Limited by Guarantee. The Company was established in 2001 under a Memorandum of Association which establishes the objects and powers of the Charitable Company and is governed under its Articles of Association. In the event of the Company being wound up, members are required to contribute an amount not exceeding £10.

Recruitment and Appointment of Management Committee

The Directors of the Company are also Charity Trustees for the purpose of charity law and under the Company's Articles are known as members of the Management Committee. Under the requirements of the Memorandum and Articles of Association the members of the Management Committee, the Trustees, are appointed by resolution of the present Trustees for a period of three years.

Trustee Induction and Training

The existing Trustees are already familiar with the practical work of the Charity, having been involved in various ways with the Charity before being invited to become Trustees. If there is any need for new Trustees to be given any training, this is arranged with the other Trustees. All Trustees have to have a DBS check before being admitted.

Reserves Policy

We channel as much of our funds to our overseas projects as possible, merely maintaining sufficient reserves to ensure day-to-day liquidity; but it is our desire to have our free reserves covering one month's salaries and rents; £42,500. Our free reserves were £134,009 at the year end.

Risk Management

The Management Committee has conducted a review of the major risks to which the Charity is exposed. System and procedures have been established to manage the risks the Charity faces:

<u>Principal Risks & Uncertainties</u>	<u>Strategies to manage these</u>
Terrorism and piracy	All personnel travelling abroad carry adequate travel insurance and consult FCO advice.
Safety and integrity of humanitarian aid shipments	Only trusted carriers and routes are used. Goods are only shipped to known and trusted recipients.
Protection of children and vulnerable persons	All Trustees are DBS checked; and the Charity's Child Protection Policy is promulgated by appropriate signage.

INTERNATIONAL AID TRUST

TRUSTEES' ANNUAL REPORT

YEAR ENDED 31 DECEMBER 2022

Property leases	Leases are generally short term or with adequate break clauses.
Cash flow	Sufficient reserves are held to maintain day-to-day liquidity.
Integrity of grants	Grant-making criteria used in selecting recipients include: a. within the objects and current policies b. Past commitments and investment c. Previous successful relationship, to minimise risks of aid being diverted for uses outside our control or for fraudulent purposes. d. Maintaining a balance of recipients by age, gender, ethnic groups, region and denomination

Fundraising

We do not engage in traditional fundraising. Our approach has always been to build long-term relationships with supporters - both individual and corporate - who contribute to the work of the charity in a variety of ways, including monetary. Our "Community Ambassador" role has been designed to build on this principally by visiting churches, community groups and schools to explain what we do and to encourage engagement in support of particular projects.

Our charity shops are our principal means of raising funds by seeking to offer donated clothing and other goods for sale at competitive prices. Our shop managers take responsibility for ensuring that all customers are treated with care and respect; and several of our shops have benefitted from placements of vulnerable adult volunteers.

In 2017 the Trustees agreed a fundraising policy that applies to all staff and volunteers to ensure that all fundraising is done in sympathy with the aims and objectives of the charity and in line with the requirements of the 2016 Charities Act. Compliance with this is monitored by the Senior Management Team.

In 2021 we signed a contract with Chell Perkins to advise us on our fundraising strategy and to support our grant application process and this continued through 2022. But all contact with the public is conducted by our own staff.

Organisation Structure

The Charity's headquarters is in Chorley in Lancashire, where there is an Office and a furniture shop. There are also local area groups and representatives in other parts of the UK.

In 2021 we appointed a Head of UK Operations to take charge of all the UK-based work of the Charity and to free up our CEO to focus on supporter engagement and management of the overseas projects. Day-to-day management is therefore now conducted by the CEO in conjunction with the Head of UK Operations, Office Manager and Finance Manager.

INTERNATIONAL AID TRUST

TRUSTEES' ANNUAL REPORT

YEAR ENDED 31 DECEMBER 2022

Significant decisions are reported to the Trustees, and all Trustees normally meet with the CEO at least four times each year.

The pay of staff other than the CEO and Operations Manager is set by the Trustees, the CEO and the Operations Managers review pay levels annually and make recommendations to the Trustees. The pay of the CEO and Operations Manager is reviewed annually by the Chair of Trustees.

National Directors are employed overseas who have many years' experience in the humanitarian aid field. The funding of the overseas projects is reviewed annually by the CEO and presented to the Board of Trustees for approval.

Rev Bernard Cocker is also President of International Aid Trust in Ukraine through which projects are funded and maintained. In India we operate as New Jerusalem Ministries. IAT Sierra Leone has been registered as a charity in Sierra Leone. These charities have been constituted to simplify negotiations with government authorities, for aid shipments, ministry projects and charitable donations.

We raise funds through a network of 11 charity shops in the UK which sell goods predominantly donated by the public; but goods are also donated by private companies with permission to sell them.

INTERNATIONAL AID TRUST

TRUSTEES' ANNUAL REPORT

YEAR ENDED 31 DECEMBER 2022

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The Trustees, who are also Directors of International Aid Trust for the purposes of company law, are responsible for preparing the Trustees' Report and financial statements in accordance with applicable law and UK Accounting Standards (UK Generally Accepted Accounting Practice).

Company law requires the Trustees to prepare financial statements for each financial year which 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:

- Observe the methods and principles in the Charities SORP;
- Make judgements and estimates that are reasonable and prudent;
- State whether applicable UK Accounting Standards have been followed, subject to any material departure disclosed and explained in the financial statements;
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Charitable Company will continue in business.

The Trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Charitable Company and to 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.

The Directors who held office at the date of approval of this Trustees' Report confirm that, so far as they are each aware, there is no relevant information of which the Charity's independent auditor is unaware; and each Trustee has taken all steps that they ought to have taken as a Trustee to make themselves aware of any relevant information and to establish that the Charity's independent auditor is aware of that information.

AUDITORS

Rotherham Taylor Limited were appointed as auditors during the year and a resolution for reappointment will be proposed to the Board of Trustees.

SMALL COMPANY PROVISIONS

This report has been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006.

SIGNED ON BEHALF THE BOARD:

Alexander Taylor (Chairman) Date: 27 September 2023

INTERNATIONAL AID TRUST

REFERENCE & ADMINISTRATIVE INFORMATION

YEAR ENDED 31 DECEMBER 2022

Charity Name	International Aid Trust
Charity Registration Number	1086597
Company Registration Number	04167908
Registered Office and Operational Address	The Galleries, Croft Mill 43 Pall Mall Chorley, PR7 3LT
Trustees	
Mr A R Taylor	Chair
Dr C Crawforth	
Mr P Cook	
Mrs R Foulds	
Mr L Fisher	
Mr S Hardman	Appointed 1/2/22
Senior Management Team	
Rev Bernard Cocker	CEO and Founder
Mr Philip Walker	Head of UK Operations
Mrs Alison Hammerton	Office Manager
Mr Peter Lomax	Finance Manager
Auditors	
Rotherham Taylor Limited	
21 Navigation Business Village	
Navigation Way	
Ashton-on-Ribble	
Preston	
PR2 2YP	
Bankers	
Royal Bank of Scotland, Edinburgh	
Virgin Money, Lancaster	
Santander, Bootle	
Solicitors	
Blackhust Budd Solicitors	
22 Edward Street	
Blackpool	
FY1 1BA	

INTERNATIONAL AID TRUST

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF INTERNATIONAL AID TRUST FOR THE YEAR ENDED 31 DECEMBER 2022

Opinion

We have audited the financial statements of International Aid Trust (the 'charitable company') for the year ended 31 December 2022 which comprise the Statement of Financial Activities (including the Income and Expenditure Account), the Balance Sheet, Statement of Cash Flows and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including 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 31 December 2022 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 Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of 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.

INTERNATIONAL AID TRUST

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF INTERNATIONAL AID TRUST FOR THE YEAR ENDED 31 DECEMBER 2022

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 trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements, or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

INTERNATIONAL AID TRUST

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF INTERNATIONAL AID TRUST FOR THE YEAR ENDED 31 DECEMBER 2022

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the trustees' report, which includes the directors' report prepared for company law purposes, for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report included within the trustees' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained during the audit, we have not identified material misstatements in the trustees' report. We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies' regime and take advantage of the small companies' exemptions in preparing the trustees' report and from the requirement to prepare a strategic report.

INTERNATIONAL AID TRUST

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF INTERNATIONAL AID TRUST FOR THE YEAR ENDED 31 DECEMBER 2022

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement set out on page 9, 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's responsibilities for the audit of the financial statements

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

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

INTERNATIONAL AID TRUST

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF INTERNATIONAL AID TRUST FOR THE YEAR ENDED 31 DECEMBER 2022

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

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

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

INTERNATIONAL AID TRUST

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF INTERNATIONAL AID TRUST FOR THE YEAR ENDED 31 DECEMBER 2022

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

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

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

INTERNATIONAL AID TRUST

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF INTERNATIONAL AID TRUST FOR THE YEAR ENDED 31 DECEMBER 2022

Other matter

The comparative period was not subject to audit because the charitable company took advantage of audit exemption provisions in that period.

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Nicholas Smith (Senior Statutory Auditor)

For and on behalf of Rotherham Taylor Limited, Statutory Auditor
Chartered Accountants
21 Navigation Business Village
Navigation Way
Ashton-on-Ribble
Preston
PR2 2YP

27 September 2023

INTERNATIONAL AID TRUST

STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING INCOME AND EXPENDITURE ACCOUNT)

YEAR ENDED 31 DECEMBER 2022

		Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £	Unaudited Total Funds 2021 £
Income from:	Note				
Donations and legacies	2	113,162	423,146	536,308	398,156
Other trading activities	3	606,916	31	606,947	404,438
Investments		743		743	22
Total income		720,821	423,177	1,143,998	802,616
Expenditure on:					
Raising funds - gifts and donations	4	25,454	-	25,454	15,471
Raising funds - trading	4	505,843	-	505,843	403,136
Charitable activities	4	153,089	291,472	444,561	194,783
Total expenditure		684,386	291,472	975,858	613,390
Net income/(expenditure)	6	36,435	131,705	168,140	189,226
Transfers between funds	17	(17,150)	17,150	-	-
Net movement in funds		19,285	148,855	168,140	189,226
Reconciliation of funds:					
Total funds at start of year	17	219,694	69,553	289,247	100,021
Total funds at end of year	17	238,979	218,408	457,387	289,247

The Charity has no recognised gains or losses other than the results for the year as set out above.

All of the activities of the charity are classed as continuing

The notes on pages 21 to 32 form part of these financial statements

See note 9 for fund-accounting comparative figures

INTERNATIONAL AID TRUST**BALANCE SHEET****AS AT 31 DECEMBER 2022****Company number: 04167908**

	Note	2022 £	Unaudited 2021 £
Fixed Assets			
Tangible assets	10	104,970	87,663
Current Assets			
Debtors	11	41,025	29,653
Cash at bank		451,125	291,555
		<u>492,150</u>	<u>321,208</u>
Creditors : Amounts falling due within one year	12	<u>(104,085)</u>	<u>(78,420)</u>
Net Current Assets		388,065	242,788
Creditors: Amounts falling due after more than one year	13	(35,648)	(41,204)
Net assets		<u>457,387</u>	<u>289,247</u>
Funds			
Unrestricted funds	18	238,979	219,694
Restricted funds	18	218,408	69,553
		<u>457,387</u>	<u>289,247</u>

The trustees acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies' regime within Part 15 of the Companies Act 2006.

These financial statements were approved by the trustees on 27 September 2023 and are signed on their behalf by:

Alexander Taylor
Chair

The notes on pages 21 to 32 form part of these financial statements

INTERNATIONAL AID TRUST
STATEMENT OF CASH FLOWS
YEAR ENDED 31 DECEMBER 2022

		2022	Unaudited
	Note	£	2021
			£
Net cash inflow from operating activities	15	188,687	169,044
Non-operational cash flows:			
Investing activities			
Purchase of fixed assets		(41,098)	(34,659)
Proceeds from the sale of fixed assets		16,796	-
Investment income		743	22
		<u>(23,559)</u>	<u>(34,637)</u>
Financing activities			
Loan repayments		(5,556)	(2,963)
Net cash inflow for the year	16	<u><u>159,572</u></u>	<u><u>131,444</u></u>

The notes on pages 21 to 32 form part of these financial statements

INTERNATIONAL AID TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2022

1 Accounting policies

- (a) The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2015) - (Charities SORP (FRS102)), the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Companies Act 2006).

The charity is a public benefit entity as defined under FRS102.

The trustees have prepared budgets and a forecast which gives them adequate comfort that the charitable company is a going concern. Therefore, the trustees are of the view that the charitable company has sufficient resources for at least the next 12 months (from date of approving the financial statements) and that there are no material uncertainties regarding going concern. As a result, the charitable company's financial statements have been prepared on a going concern basis.

- (b) Income from donations and gifts is included in income when these are receivable, except as follows:

I. When donors specify that donations given to the charity must be used in future accounting periods, the income is deferred until those periods;

II. When donors impose conditions which have to be fulfilled before the charity becomes entitled to use such income, the income is deferred until the pre-conditions have been met.

Donated services and facilities are included at the value to the charity if this can be quantified. The value of services provided by volunteers has not been included in these accounts.

Clothing and other items for resale through the charity's shops are recognised as income within other trading activities when they are sold due to the impracticalities of estimating the value of such stock items upon receipt.

Investment income is included when receivable.

Income from other trading activities is accounted for when earned.

A valuation for humanitarian aid received for distribution is excluded from the accounts due to a lack of a reliable estimate.

- (c) Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category.

Expenditure on raising funds comprise the costs associated with attracting gifts and donations and the costs of trading for fundraising purposes including the charity's shops and fundraising events.

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.

Governance costs include the costs relating to meeting the constitutional and statutory requirements of the charity and include audit fees and costs linked to the strategic management of the charity. These are included within support costs.

INTERNATIONAL AID TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2022

1 Accounting policies (*continued*)

All costs are allocated between the expenditure categories of the Statement of Financial Activities on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly, others are apportioned on an appropriate basis as set out in note 4.

Redundancy payment expenditure is recognised at the point when employment is ended and when the amount is calculable.

- (d) Fixed assets are stated at cost less accumulated depreciation.

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Leasehold improvements	- straight line over the length of the lease
Shop and office equipment	- 25% p.a reducing balance
Motor vehicles	- 25% p.a reducing balance

Assets with a cost exceeding £1,000 are capitalised.

- (e) Rentals payable under operating leases are charged against income on a straight line basis over the lease term.
- (f) Unrestricted funds can be used in accordance with the charitable objects at the discretion of the Trustees.
- (g) Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes. Expenditure which meets these criteria is charged to the fund, together with a fair allocation of support costs. Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.
- (h) Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange prevailing at the accounting date. Transactions in foreign currencies are recorded at the date of the transactions. All exchange gains/losses are recognised in the Statement of Financial Activities.
- (i) The charity only has financial assets and liabilities that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

INTERNATIONAL AID TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2022

2 Donations and legacies

	Unrestricted Funds	Restricted Funds	Total Funds 2022	Unaudited Total Funds 2021
	£	£	£	£
Donations and legacies	68,586	408,511	477,097	177,575
Job retention scheme grants	-	-	-	68,252
Local restriction support grants	-	-	-	93,502
Restart grants	-	-	-	24,003
Gift Aid	44,576	14,635	59,211	34,824
	<u>113,162</u>	<u>423,146</u>	<u>536,309</u>	<u>398,156</u>

Prior year comparatives (unaudited)

	Unrestricted Funds	Restricted Funds	Total Funds 2021
	£	£	£
Donations and legacies	72,859	104,716	177,575
Job retention scheme grants	68,252	-	68,252
Local restriction support grants	93,502	-	93,502
Restart grants	24,003	-	24,003
Gift Aid	26,686	8,138	34,824
	<u>285,302</u>	<u>112,854</u>	<u>398,156</u>

3 Income from: Other trading activities

	Unrestricted Funds	Restricted Funds	Total Funds 2022	Unaudited Total Funds 2021
	£	£	£	£
Shop sales	583,683	31	583,714	383,437
Office & warehouse sales & recycling credits	22,003	-	22,003	16,051
Transport services	1,230	-	1,230	4,950
	<u>606,916</u>	<u>31</u>	<u>606,947</u>	<u>404,438</u>

Prior year comparatives (unaudited)

	Unrestricted Funds	Restricted Funds	Total Funds 2021
	£	£	£
Shop sales	383,422	15	383,437
Office & warehouse sales & recycling credits	16,051	-	16,051
Transport services	4,950	-	4,950
	<u>404,423</u>	<u>15</u>	<u>404,438</u>

INTERNATIONAL AID TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2022

4 Total expenditure

	Raising funds - gifts and donations	Raising funds - trading	Collection, handling & storage of aid	Overseas aid deliveries, projects & ministry	Governance	2022	unaudited 2021
	£	£	£	£	£	£	£
Grants (note 5)	-	-	-	190,677	-	190,677	102,100
UK staff costs	25,454	294,819	47,522	25,454	-	393,249	271,930
Subsistence & travel	-	6,386	7,881	2,612	-	16,879	9,096
Transport, ferries & documentation	-	-	-	1,152	-	1,152	253
Advertising & promotional expenses	-	19	3	12	-	34	531
Legal, audit & accountancy	-	21,413	1,762	2,888	9,063	35,126	19,316
Premises costs & other associated costs	-	151,006	13,522	22,488	-	187,016	153,325
Communications, IT, stationery	-	19,400	2,389	9,251	-	31,040	23,448
Transport, handling & processing costs	-	328	22,111	79,145	-	101,584	15,819
Depreciation and loss on disposal	-	3,438	1,322	2,235	-	6,995	6,358
Irrecoverable VAT	-	656	99	426	-	1,181	528
Bank charges	-	8,378	1,099	1,448	-	10,925	10,686
	25,454	505,843	97,710	337,788	9,063	975,858	613,390

Prior year comparatives (unaudited)

	Raising funds - gifts and donations	Raising funds - trading	Collection, handling & storage of aid	Overseas aid deliveries, projects & ministry	Governance	2021
	£	£	£	£	£	£
Grants (note 5)	-	-	-	102,100	-	102,100
UK staff costs	15,471	211,662	29,326	15,471	-	271,930
Subsistence & travel	-	4,024	4,373	699	-	9,096
Transport, ferries & documentation	-	179	22	52	-	253
Advertising & promotional expenses	-	317	134	80	-	531
Legal, audit & accountancy	-	12,471	1,349	1,746	3,750	19,316
Premises costs & other associated costs	-	140,246	10,796	2,283	-	153,325
Communications, IT, stationery	-	18,401	1,913	3,134	-	23,448
Transport, handling & processing costs	-	1,832	13,987	-	-	15,819
Depreciation and loss on disposal	-	4,500	557	1,301	-	6,358
Irrecoverable VAT	-	374	46	108	-	528
Bank charges	-	9,130	995	561	-	10,686
	15,471	403,136	63,498	127,535	3,750	613,390

INTERNATIONAL AID TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2022

5 Grants payable

	2022	Unaudited 2021
	£	£
IAT New Jerusalem Ministries	26,598	16,679
IAT Good Samaritan Foundation Odessa and Moltavilovka	87,898	
Church Kiev	-	21,245
Sierra Leone New Hope School	69,996	53,587
Various small recipients	6,185	10,589
Total grants payable	190,677	102,100

Of the grants made above, £6,185 (2021 (unaudited): £666) relates to grants made to individuals; the remainder were grants made to institutions.

6 Net income/(expenditure) for the year

This is stated after charging:	2022	Unaudited 2021
	£	£
Depreciation and loss on disposal	6,995	6,358
Auditors'/ Independent Examiner's remuneration		
- audit	4,500	-
- independent examination	-	2,160
- accounts preparation	1,500	1,590
- other services	-	138

No Trustees received any remuneration or were reimbursed for expenses during the year or during the prior year.

Donations from Trustees, key management personnel and related parties were £7,090 (2021: £50,976).

7 Staff costs and numbers

The aggregate payroll costs were:

	2022	Unaudited 2021
	£	£
Wages and salaries	362,433	263,847
Social security costs	20,004	5,136
Pension	3,814	2,359
Redundancy payments	7,000	588
	393,250	271,930

No employee received emoluments of more than £60,000.

The total employment benefits received by key management personnel were £96,783 (2021 (unaudited): £88,648).

INTERNATIONAL AID TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2022

7 Staff costs and numbers (continued)

The average headcount of staff during the reporting period was 23 (2021 (unaudited): 20).

In addition, a great amount of time, the value of which is not reflected in these financial statements, is donated by thousands of volunteers throughout the UK & abroad.

8 Taxation

The charity is exempt from corporation tax on its charitable activities.

9 Fund-analysis comparative figures (unaudited)

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Income from:			
Donations and legacies	285,302	112,854	398,156
Other trading activities	404,423	15	404,438
Investments	22	-	22
Total income	689,747	112,869	802,616
Expenditure on:			
Costs of generating funds			
Raising funds - gifts and donations	15,471	-	15,471
Raising funds - trading	403,136	-	403,136
Charitable activities	92,595	102,188	194,783
Total expenditure	511,202	102,188	613,390
Net income/(expenditure)	178,545	10,681	189,226
Transfers between funds	(6,397)	6,397	-
Net movement in funds	172,148	17,078	189,226
Reconciliation of funds:			
Total funds at start of year	47,546	52,475	100,021
Total funds at end of year	219,694	69,553	289,247

INTERNATIONAL AID TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2022

10 Tangible fixed assets

	Leasehold Improvements	Shop & office equipment	Motor Vehicles	Total
	£	£	£	£
Cost				
At 1 January 2022 (unaudited)	61,272	38,182	44,090	143,544
Additions	41,098	-	-	41,098
Disposals	-	-	(25,700)	(25,700)
At 31 December 2022	<u>102,370</u>	<u>38,182</u>	<u>18,390</u>	<u>158,942</u>
Depreciation				
At 1 January 2022 (unaudited)	1,827	34,271	19,782	55,880
Charge for the year	2,628	980	2,582	6,190
Disposals	-	-	(8,098)	(8,098)
At 31 December 2022	<u>4,455</u>	<u>35,251</u>	<u>14,266</u>	<u>53,972</u>
Net book value				
At 31 December 2022	<u>97,915</u>	<u>2,931</u>	<u>4,124</u>	<u>104,970</u>
At 31 December 2021 (unaudited)	<u>59,445</u>	<u>3,911</u>	<u>24,308</u>	<u>87,664</u>

11 Debtors

	2022	Unaudited 2021
	£	£
Other debtors	6,861	9,765
Prepayments & accrued income	34,164	19,888
	<u>41,025</u>	<u>29,653</u>

12 Creditors: amounts falling due within one year

	2022	Unaudited 2021
	£	£
Trade creditors	44,322	22,243
Other creditors	41,141	42,567
Taxes and social security costs	5,526	4,304
Accruals & deferred income	7,540	3,750
Bank loan	5,556	5,556
	<u>104,085</u>	<u>78,420</u>

INTERNATIONAL AID TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2022

13 Creditors: amounts falling due after more than one year

	2022	Unaudited 2021
	£	£
Bank loan	35,648	41,204
	<u>35,648</u>	<u>41,204</u>

The Bank Loan is a Bounce Bank Loan repayable over 10 years under the Government-sponsored Bounce Bank Loan Scheme.

14 Commitments

At 31 December 2022 the company had total commitments, under non-cancellable operating leases paid as follows:

	Land & buildings	Total 2022	Unaudited Total 2021
		£	£
Within one year	58,100	58,100	70,600
Between two & five years	130,600	130,600	83,596

The operating lease payments recognised as an expense in the year amounted to £115,861 (2021 (unaudited): £109,708).

At 31 December 2021 the company had total commitments, under non-cancellable operating leases paid as follows:

	Land & buildings	Unaudited Total 2021
		£
Within one year	70,600	70,600
Between two & five years	83,596	83,596

15 Reconciliation of net movement in funds to net cash inflow from operating activities

	2022	Unaudited 2021
	£	£
Statement of Financial Activities: Net movement in funds	168,140	189,226
Investment income	(743)	(22)
Depreciation	6,190	6,358
Loss on disposal of tangible fixed asset	805	-
Movement in creditors	25,665	(18,993)
Movement in debtors	(11,372)	(7,525)
Net cash inflow from operating activities	<u>188,685</u>	<u>169,044</u>

INTERNATIONAL AID TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2022

16 Analysis of change in cash during the year

	2022 £	Unaudited 2021 £	Change £
Cash at bank	451,125	291,555	159,570

	Unaudited 2021 £	Unaudited 2020 £	Change £
Cash at bank	291,555	160,111	131,444

17 Movement in funds

	Unaudited At 1 Jan 2022 £	Income £	Expenditure £	Transfers £	At 31 Dec 2022 £
Restricted funds					
Family sponsorship	1	296,595	(173,952)	6,021	128,665
India	193	5,713	(25,838)	19,496	(436)
Sierra Leone New Hope School	46,071	95,741	(76,284)	7,291	72,819
Children's holiday camps	4,049	450	(3,769)	-	730
Philippines	-	3,250	(3,685)	-	(435)
Bibles	1,122	906	(500)	-	1,528
Reach International	1,993	500	-	-	2,493
Small grants	-	-	(455)	406	(49)
Small other funds	284	-	-	(284)	-
Virtual Shoeboxes	644	1,231	(260)	-	1,615
Croft Mill Appeal	15,196	16,291	1,546	(17,649)	15,384
Moldova	-	2,500	(8,275)	1,869	(3,906)
	69,553	423,177	(291,472)	17,150	218,408
Unrestricted funds					
Fixed asset designated fund	87,663	-	(6,190)	23,497	104,970
Free reserves	132,031	720,821	(678,196)	(40,647)	134,009
	219,694	720,821	(684,386)	(17,150)	238,979
Total funds	289,247	1,143,998	(975,858)	-	457,387

INTERNATIONAL AID TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2022

17 Movement in funds (continued)

Prior year comparatives (unaudited)

	At 1 Jan 2021 £	Income £	Expenditure £	Transfers £	At 31 Dec 2021 £
Restricted funds					
Family sponsorship	6,873	11,765	(19,186)	549	1
Harvest orphanage	1,330	-	(1,330)	-	-
India	(33)	7,610	(19,124)	11,740	193
Sierra Leone New Hope School	34,010	57,218	(53,587)	8,430	46,071
Children's holiday camps	5,337	530	(1,818)	-	4,049
Philippines	612	2,950	(3,862)	300	-
Bibles	496	1,125	(499)	-	1,122
Nepal	1,573	-	(1,573)	-	-
Reach International	1,993	500	(500)	-	1,993
Small grants	-	-	(166)	166	-
Small other funds	284	-	-	-	284
Virtual Shoeboxes	-	1,187	(543)	-	644
Croft Mill Appeal	-	29,984	-	(14,788)	15,196
	<u>52,475</u>	<u>112,869</u>	<u>(102,188)</u>	<u>6,397</u>	<u>69,553</u>
Unrestricted funds					
Fixed asset designated fund	59,362	-	(6,358)	34,659	87,663
Free reserves	(11,816)	689,747	(504,844)	(41,056)	132,031
	<u>47,546</u>	<u>689,747</u>	<u>(511,202)</u>	<u>(6,397)</u>	<u>219,694</u>
Total funds	<u>100,021</u>	<u>802,616</u>	<u>(613,390)</u>	<u>-</u>	<u>289,247</u>

Purpose of restricted funds

Family sponsorship - IAT's scheme linking sponsors in the UK to needy families and individuals in Ukraine.

Harvest orphanage - Orphanage in Sri Lanka for children orphaned by the 2004 Boxing Day Tsunami or from the Tamil uprising.

India (New Jerusalem Ministries) - Education, orphans and ministry to the poor across four states in Southern India, including sponsorship of a number of church pastors.

Sierra Leone New Hope School - Educating, feeding, health care and pastoral work in the community; sponsorship of a number of families; construction of homes for families to host children orphaned by the recent Ebola outbreak in West Africa.

INTERNATIONAL AID TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2022

17 Movement in funds (continued)

Children's holiday camps - Providing summer holidays for needy children in Ukraine. The transfer from this fund in the year was due to a donor giving permission for the funds they had donated over a number of years to be derestricted to other activities within the charity's objects. These funds were transferred to free reserves.

Philippines - Provision of humanitarian aid and relief of suffering caused by natural disasters in the Philippines.

Bibles - Provision of Bibles to India.

Nepal - Provision of humanitarian aid and relief of suffering caused by natural disasters in Nepal.

Reach International - a partner church working principally in Belarus to relieve suffering and poverty.

Small grants - small grants to needy individuals and families wherever we work.

Small other funds - through donations and one-off donations which do not fit within existing funds.

Virtual Shoeboxes - Providing shoeboxes or bags to needy people in Ukraine, India and Sierra Leone using locally-sourced materials.

Croft Mill Appeal - Funding for upgrading our new Headquarters in Chorley to provide facilities for our supporters and for local community group use.

Moldova fund - A network of church's working in Moldova to relieve suffering and poverty through the provision of humanitarian aid.

18 Analysis of net assets between restricted and unrestricted funds

Year-end 31 December 2022	Tangible Fixed assets £	Cash at bank £	Other Current assets £	Long term Creditors £	Total £
Restricted funds	-	218,408	-	-	218,408
Unrestricted funds					
Fixed asset designated fund	104,970	-	-	-	104,970
Free reserves	-	232,717	(63,060)	(35,648)	134,009
	<u>104,970</u>	<u>451,125</u>	<u>(63,060)</u>	<u>(35,648)</u>	<u>457,387</u>

INTERNATIONAL AID TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2022

18 Analysis of net assets between restricted and unrestricted funds (continued)

Year-end 31 December 2021 (unaudited)	Tangible Fixed assets £	Cash at bank £	Other Current assets £	Long term Creditors £	Total £
Restricted funds	-	69,553	-	-	69,553
Unrestricted funds					
Fixed asset designated fund	87,663	-	-	-	87,663
Free reserves	-	222,002	(48,767)	(41,204)	132,031
	<u>87,663</u>	<u>291,555</u>	<u>(48,767)</u>	<u>(41,204)</u>	<u>289,247</u>

19 Company limited by guarantee

The company is limited by guarantee and as such has no issued share capital. In the event of the company being wound up the liability of the members is limited to £10 each.

INTERNATIONAL AID TRUST

England & Wales - Charity number 1086597

Accounts

INTERNATIONAL AID TRUST
FINANCIAL STATEMENTS
31 DECEMBER 2021

Company Registration Number 04167908
Charity Number 1086597

INTERNATIONAL AID TRUST
FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2021

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INTERNATIONAL AID TRUST

TRUSTEES' ANNUAL REPORT

YEAR ENDED 31 DECEMBER 2021

The Trustees, who are also Directors of the Charity for the purposes of the Companies Act 2006, present their report with the financial statements of the Charity for the year ended 31 December 2021. The Trustees have adopted the provisions of the Charities Statement of Recommended Practice (SORP FRS102).

OBJECTIVES AND ACTIVITIES

International Aid Trust is a Christian Humanitarian Aid Charity, which has evolved since 1991 when a small group of Christians started to take Bibles and aid to the former USSR. It is an independent organisation initially constituted as an unincorporated Charity (1996) and subsequently as a Company Limited by Guarantee (2001). The governing document defines our objects as:

- a. The relief of persons who are in conditions of need, hardship or distress and who are aged or sick and in particular by the supply of financial material and medical aid and by the provision of personnel to provide assistance.
- b. The advancement of the Christian faith.

The Trustees have had regard to the Charity Commission's guidance on public benefit. Our strap line "Christian Compassion for a Hurting World" describes every aspect of our ministry and drives the way in which we seek to provide public benefit in every area in which we work.

International Aid Trust provides direct financial and in-kind relief; but our aim is to pursue projects which facilitate self-help and sustainable improvements to quality of life in order to break the chain of being born into poverty. We do this by modelling the practical and spiritual Gospel of Jesus Christ through:

- a. Providing life's basic essentials for those with nothing.
- b. Providing respite holidays for needy children, including Christian teaching, medical checks and treatment, physical exercise, good fun and motivation to build their hope for a better future.
- c. Providing direct financial aid for basic food, shelter and medical needs to individuals and families in extreme poverty.
- d. Providing and supporting foster homes for small groups of rescued homeless children where they can be cared for and taught life skills in a Christian environment.
- e. Shipment of humanitarian aid to communities, hospitals and individuals in many parts of the world.
- f. Vocational training via self-help projects.
- g. Evangelism and Church-Planting.
- h. Practical help through gifts in kind to needy families and individuals in the UK.

INTERNATIONAL AID TRUST

TRUSTEES' ANNUAL REPORT

YEAR ENDED 31 DECEMBER 2021

ACHIEVEMENTS AND PERFORMANCE

UK - Retail

For a Charity which has traditionally sought to fund about 80% of its work from funds raised by our Charity Shops, the last two years have been extremely challenging. It has convinced us to reduce our dependency on our retail operation, retaining only that which most successfully serves the objectives of the Charity. By the end of the third Lockdown in April 2021 we had reduced the number of our Charity Shops from 19 to 11 and had to bear significant one-off costs in so doing. Our Retail Manager then worked with the remaining 11 to optimise their performance, and this has paid off well, with the overall profitability of these 11 matching the overall profitability of the 19 we had two years ago.

We have also benefitted, since July 2021, from the services of enthusiastic eCommerce Manager. Our Charity Shops pass to him donated items which are unusual or potentially valuable and he has been able to raise funds through sales on eBay and Etsy at a profitability which exceeds that of most of our high street Charity Shops.

UK – Warehousing

For nine months, up until October 2021 we had occupied a temporary warehouse in Lostock Hall, near Preston Lancashire. This obviously helped us until we moved into another semi-permanent site in the same complex. It is owned by the same landlord who has given us a very agreeable lease. We also have an extremely good relationship with landlord's son who occupies part of the same building. Whilst we don't have the luxury of space that the site at Longton provided we are paying circa £80K less. We had already planned to move offices to our new site in Chorley and these and these rental costs are also shown in this reduction.

The lockdowns have affected us much in the same way as they the wider community.

Some examples are:

- a. In 2021 we were able to respond to a much smaller number of referrals, but these are getting back to better numbers now.
- b. A big "hit" was that we had not been able to benefit from volunteers provided by CSV, the Probation Service, HMP Kirkham and other organisations working with young people not in mainstream education. But we are now making contact once again and it is looking quite positive.
- c. The work also stopped with the local prisons who were able to refurbish wheelchairs, bicycles and other items for us so that they could be re-used.
- d. It has also stopped us providing training in warehouse skills for those who were keen to acquire such qualifications.

In 2021, despite the lockdown, we were able to pack and load 108.5 tons of high-quality humanitarian aid with a value of over £1,000,000. Much of this is for our own projects, but over 60% is in partnership with other charitable organisations, for whom we make available our expertise in managing shipments of aid.

INTERNATIONAL AID TRUST

TRUSTEES' ANNUAL REPORT

YEAR ENDED 31 DECEMBER 2021

Overseas

Like all other ministries, we have suffered through, and because of lockdown. But things are looking much brighter now, and much more positive. This is our 30th year anniversary and we did plan to have a celebration. But it has been delayed a little longer.

Ukraine

Most of our ministry in Ukraine has been affected by the invasion.

Russian forces invaded Ukraine on Thursday 24th February. A terrible day in history. But praise God that we had aid in our distribution centre south of Kiev and were able to respond quickly to some urgent needs. Very quickly we were able to mobilise our teams the length and breadth of the nation. In the UK we issued an appeal for aid and volunteers and the response has been simply marvellous. Seeds that were sown in Churches and organisations years ago have borne fruit, and as of the 7th April we have collected, sorted, packed and transported thirteen 45 ft articulated lorries to help the people still in Ukraine, and also to the refugees fleeing the country through the bordering European nations (approx. 135 tons of aid). Over the past 30 years we have built up partnerships and friendships in all these nations. Helping, encouraging, and supporting them, and at the same time we have been able to found inter country relationships that have greatly helped with this terrible suffering. We have been given free use of warehouses on the borders just outside Ukraine so that our trucks have been able to unload there, and then the aid is transferred directly onto our own transport and taken to the many affected areas of need for distribution.

We have done several appeals on Radio Lancashire and some TV exposure. This has resulted in large amounts of aid donations, and large numbers of volunteers helping at our warehouse, and what a wonderful group of people they are. Over 700 pallets of aid have been processed by them – a superb effort all round.

All the leadership of the churches in Ukraine that we have, and partner within Ukraine, have stayed behind throughout, and the churches have stayed open. This has been a wonderful example and encouragement to all our helpers. We have been also been able to purchase two more mini-buses/vans to help with the distribution of our aid.

Lennie Fisher, one of our Trustees, has taken on the task of coordinating the Ukrainian refugee program, and he achieving some success after a slow start due to the UK visa delays.

Many young Ukrainians who left the country to find work have now returned to support the nation or join the military. This is so encouraging to hear that they have returned. And, many who were helped by us in the earlier years of our ministry in Ukraine are now fulfilling leadership roles in this ongoing work amongst the victims of war.

We continue to support our key workers in their various ministries.

The Family Sponsorship Programme has been fully reviewed and ongoing support focussed on those Families which need the greatest support, most of whom live in rural communities.

INTERNATIONAL AID TRUST

TRUSTEES' ANNUAL REPORT

YEAR ENDED 31 DECEMBER 2021

The home visits our volunteers make to the terminally ill are also invaluable; they are often the only visitors these people receive. But these were forbidden throughout Lockdown.

The work in the children's centres and orphanages that receive our support have also continued to suffer through the epidemic as, again, we were not allowed to visit. This is really sad because the love and care has produced many thriving young adults. Some of these who came to us as unwanted children are now making a real difference in their own country. Our homes do a lot to help themselves with some small holding farming and fishing.

Our wedding boutique in the city of Fastow has survived because weddings are still being held. But where young women from Doraginka Foster Home sew the dresses was also closed by Lockdown measures. Our retirement home in Moltavilovka continues to be a real haven and sets a standard for others in the country - some residents even comparing it to heaven!

The International Aid Trust Shoebox scheme is another great way of reaching detached communities in the countryside and breaking the ice with village communities. Our "Virtual Shoe Box Project" has now been launched and it is looking very positive indeed. It works like this: Donors in the UK can choose online the age and sex of the recipient, and which country they want the box to go to. They then pay £15.00 for each box. We send the money to our trusted people who buy the items locally to fill the boxes. In Ukraine and India we can source the empty boxes locally.

In Sierra Leone they cannot source boxes so we have asked our Dorcas Sewing ladies to make back packs. These serve two purposes. They provide a back - pack full of very useful items, and the bag can be used for school or shopping afterwards. It also involves the local people in helping their own needy people. And it saves collection, storage, and transportation costs here in the UK. It's so very positive.

Moldova

A tremendous ministry here amongst some of the very poorest people in Europe is led by Pastor Victor who has six villages in his care. The aid we send has made a huge difference to these struggling families and we hope to increase the help we provide through Rose Foulds, a Trustee and one of our volunteer coordinators, who looks after Moldova for the Trust. With the invasion of Ukraine pastor Victor immediately began setting up a reception and rescue centre. We had a container of aid already planned.

Romania

Our close partnership with Prison Fellowship Romania has also been set back, after some great success. The work they do with some of poorest in the Transylvania region and other parts of the country is improving lives in so many different ways: health care, education and general living conditions. We don't just help materially but also by encouraging recipients to take control of their own futures by self-determination and having pride and respect in their neighbourhood and nation. We have provided much-needed equipment, food, clothing, medical supplies, furniture, educational material and children's toys. So much is being

INTERNATIONAL AID TRUST

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achieved through this ministry and we see real tangible improvements each time we visit that encourages us to want to do more. It's a wonderful and effective ministry that we shall try our best to continue to support.

India

The continuing persecution of Christians, together with the lockdowns, is affecting many churches throughout India. However, our work in six states was flourishing before the Pandemic, and it has started flourishing again. Our National Director, Bishop Kota, was leading a great and growing team of pastors, teachers and church planters and we have every faith in his leadership.

The Bible School program is continuing to be done by Zoom, with several of the students gathering together in various places. A group of 12 graduates have been appointed as "Bible Master". They will each teach 12 students and when these 12 have graduated more will be chosen to teach further groups of 12. It is progressing really well.

Since 2009 International Aid Trust India has been instrumental in establishing over 70 churches and 30 house groups throughout the south of India. Regular theological training was provided for the pastors through monthly seminars in Secunderabad and Hyderabad. And we are very hopeful of this ministry continuing to grow. We currently support over 30 pastors, but would love to be able to support more. In 2021 eight regional conferences for pastors were organised by Zoom meetings, involving over 150 pastors. More are planned for 2022.

Some of ministry has had to cease completely because of Covid, but now they are open again, and they include:

- 1) The free Medical Camps that were held every month have begun again. They consist of teams of doctors, dentists, nurses, dispensers and clerical staff. Hundreds of poor people are now missing receiving the only medical attention they could hope for. If medication was needed it was provided free of charge on site. The costs for this were covered by "Hands of Hope" which is a branch of Joyce Meyer Ministries for which we are very grateful indeed.
- 2) Our two schools in India have opened again. one in Secunderabad, "Living Hope School" and one in Karnataka called "Little Buds".
- 3) And our Hands of Dorcas tailoring training school, which makes a big difference to the lives of so many poor women who formerly did rag picking on rubbish dumps, as they learn skills to provide for their families.

They are continuing to do so well with limited resources, and we hope to build on this success as finance allows.

INTERNATIONAL AID TRUST

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Sierra Leone

Thanks to the tremendous support of a number of churches and grant-making trusts we have been able to continue full funding of all our projects in Sierra Leone.

Covid has so far not been as big a problem as it is other nations, and we thank God for that.

From small beginnings in 2010 our work in the Lunghi Region of Sierra Leone has grown tremendously. Our New Hope School has repeatedly been given accolades by the Education Authorities, and for the fourth year running came second out of thirty district schools and was awarded excellent marks. We now have some 360 plus students; whose level of attainment means they are often the highest performing children when they leave to go on to high school. The school also operates various after school clubs that are very popular and so much appreciated.

Our Family Sponsorship Programme now supports 30 families as well as a full-time Midwife, Marion. She holds ante-natal and post-natal clinics on site and also runs mobile clinics in the more remote areas. This is having significant impact on infant mortality rates.

The Sierra Leone "Hands of Dorcas" sewing project has brought a great deal of joy to those benefitting from it as well as to the teachers, staff and those of us who have visited and seen the change in these young women. The training takes up to two years and includes basic literacy and numeracy skills. The 2020 Trainees were able to make face coverings at the start of the Pandemic for all the staff and children in the school. And now they are making back packs for the gift project!

Our New Hope Church is based at the school and has gone from strength to strength and is now highly respected within the community. Rev Michael, our Director is very highly respected, as is his wife Alice who is our Headmistress of the school.

Our training of evangelist missionaries to reach out into remote areas is proving to be a very positive move. Small groups are now growing in nine other villages and townships.

Emmanuel House, our rescued children's home situated about two miles from the school, continues to thrive. The vision and need came in response to the big increase in orphans following the Ebola crisis. It is currently home to 28 orphan children with two house parents. On Wednesday evenings the main room is now used as a church for the local community, with more than 80 people attending. We dug our own well in the grounds that also serves the local village. Here we also hold mobile clinics led by our Midwife and Nurse.

Prison Ministries

The prisons and correctional institutions in Ukraine have reopened allowing our ministry to prisoners to begin again. Again, we had also had a serious setback with the Pandemic but it is looking very positive once again. The aids hospital has also reopened its doors and we really do thank God that this valuable work has begun again.

INTERNATIONAL AID TRUST

TRUSTEES' ANNUAL REPORT

YEAR ENDED 31 DECEMBER 2021

Future plans

The potential for more projects, particularly in India and Sierra Leone is truly enormous. But we have been severely limited in the last few years with funding, exacerbated by the lockdowns. Now things are improving, and we look to building on what has been achieved over the years.

Our new offices in Chorley are well on the way to completion with plans to insulate the roof and lower the ceiling on the 1st floor before winter sets in again. We hope to obtain grants to complete the main open area and use it for the community. A lift is needed, a fire escape and a separate small prayer/ meeting room.

We are now actively planning for our High School in Sierra Leone. For several years now we have been asked to build a high school to cater for the students leaving our New Hope School.

At 11 -13 years of age they have to leave for high school and we lose them from our Christian family. Most of the high schools are Muslim run and Sunday is a work/school day. The time has never felt right. But recently the Holy Spirit spoke to me and said "now is the time". So we will go ahead in faith. We also plan to begin using our Emmanuel House as a sixth form in September 2022 because the children who live there attend New Hope school during the day so the building is empty.

Acknowledgements

During the Lockdowns we have received so much help from our supporters and we are so very grateful. And with this wonderful support the positive spirit throughout the charity is clearly felt. Big thanks are also due for the efforts of around 250 volunteers in the UK and over a thousand volunteers overseas in our various ministries. Plus, countless others who have donated goods either to our charity shops in the UK or to our Warehouse for shipping overseas. Without all these we could not begin the work of showing Christian Compassion for this Hurting World.

INTERNATIONAL AID TRUST

TRUSTEES' ANNUAL REPORT

YEAR ENDED 31 DECEMBER 2021

Financial Review

The results for the year and the financial position of the Charity as at 31 December 2021 are set out in the Financial Statements on page 14 to 28.

Over 80% of our income normally comes from the sterling efforts of the staff and volunteers in our charity shops. The Lockdowns as a result of the Covid-19 Pandemic therefore had a disproportionate effect on our finances in 2020 and 2021. Instead of a reasonably steady flow of income from 19 shops, we had to depend on four different Government Grant Schemes for the largest part of our income. Between Lockdowns, when our shops were allowed to be open, income was highly variable from week to week and from place to place. But, like most in the Charity Shop sector, when we were allowed to re-open our shops after the final Lockdown in April 2021, we experienced a huge surge in both sales and donations. After a few weeks this calmed down and income has returned to being reasonably steady.

The move of our Head Office to Croft Mill at the end of 2020 and the permanent closure of eight of our worst-performing shops have brought a big reduction in costs. Our objective to cover all our overhead costs and a proportion of our overseas work from the profitability of our shops is therefore being achieved again. And the remaining balance of the Government Grants has left us in a position to invest further in the business in order to expand our overseas projects.

	<u>2021</u>	<u>2020</u>	<u>2019</u>
Income	£0.80M	£0.84M	£0.99M
Expenditure	£0.61M	£0.75M	£0.99M

The position at the end of 2021 meant that the balance sheet position was £289,247 (2020: £100,021) and the free reserves of the Charity at year end £132,031 (2020: -£11,816).

STRUCTURE, GOVERNANCE & MANAGEMENT

Governing Document

The organisation is a Charitable Company Limited by Guarantee. The Company was established in 2001 under a Memorandum of Association which establishes the objects and powers of the Charitable Company and is governed under its Articles of Association. In the event of the Company being wound up, members are required to contribute an amount not exceeding £10.

Recruitment and Appointment of Management Committee

The Directors of the Company are also Charity Trustees for the purpose of charity law and under the Company's Articles are known as members of the Management Committee. Under the requirements of the Memorandum and Articles of Association the members of the Management Committee, the Trustees, are appointed by resolution of the present Trustees for a period of three years.

INTERNATIONAL AID TRUST

TRUSTEES' ANNUAL REPORT

YEAR ENDED 31 DECEMBER 2021

Trustee Induction and Training

The existing Trustees are already familiar with the practical work of the Charity, having been involved in various ways with the Charity before being invited to become Trustees. If there is any need for new Trustees to be given any training, this is arranged with the other Trustees. All Trustees have to have a DBS check before being admitted.

Reserves Policy

We channel as much of our funds to our overseas projects as possible, merely maintaining sufficient reserves to ensure day-to-day liquidity. It has always been our desire to cover one month's salaries and rents, currently £42,500. As forecast last year, our free reserves recovered significantly through 2021 and were £132,031 at the year end. Whilst this is above the policy amount, it reflects provision set aside to support investment in our fundraising strategy and in further development of our new Headquarters to support its use for community engagement.

Risk Management

The Management Committee has conducted a review of the major risks to which the Charity is exposed. System and procedures have been established to manage the risks the Charity faces:

Principal Risks & Uncertainties

Terrorism and piracy

Safety and integrity of humanitarian aid shipments
Protection of children and vulnerable persons

Property leases

Cash flow

Integrity of grants

Strategies to manage these

All personnel travelling abroad carry adequate travel insurance and consult FCO advice.

Only trusted carriers and routes are used. Goods are only shipped to known and trusted recipients.
All Trustees are DBS checked; and the Charity's Child Protection Policy is promulgated by appropriate signage.

Leases are generally short term or with adequate break clauses.

Sufficient reserves are held to maintain day-to-day liquidity.

Grant-making criteria used in selecting recipients include:

- Within the objects and current policies
- Past commitments and investment
- Previous successful relationship, to minimise risks of aid being diverted for uses outside our control or for fraudulent purposes.
- Maintaining a balance of recipients by age, gender, ethnic groups, region and denomination.

INTERNATIONAL AID TRUST

TRUSTEES' ANNUAL REPORT

YEAR ENDED 31 DECEMBER 2021

Fundraising

We do not engage in traditional fundraising. Our approach has always been to build long-term relationships with supporters - both individual and corporate - who contribute to the work of the charity in a variety of ways, including monetary. Our "Community Ambassador" role has been designed to build on this principally by visiting churches, community groups and schools to explain what we do and to encourage engagement in support of particular projects.

Our charity shops are our principal means of raising funds by seeking to offer donated clothing and other goods for sale at competitive prices. Our shop managers take responsibility for ensuring that all customers are treated with care and respect; and several of our shops have benefitted from placements of vulnerable adult volunteers.

In 2017 the Trustees agreed a fundraising policy that applies to all staff and volunteers to ensure that all fundraising is done in sympathy with the aims and objectives of the charity and in line with the requirements of the 2016 Charities Act. Compliance with this is monitored by the Senior Management Team.

In 2021 we signed a contract with Chell Perkins to advise us on our fundraising strategy and to support our grant application process. But all contact with the public is conducted by our own staff.

Organisation Structure

The Charity's headquarters is in Chorley in Lancashire, where there is an Office and a furniture shop. There are also local area groups and representatives in other parts of the UK.

In 2021 we appointed an Operations Manager to take charge of all the UK-based work of the Charity and to free up our CEO to focus on supporter engagement and management of the overseas projects. Day-to-day management is therefore now conducted by the CEO in conjunction with the Head of UK Operations, Office Manager, Retail Manager and Finance Manager. Significant decisions are reported to the Trustees, and all Trustees normally meet with the CEO at least four times each year.

The pay of staff other than the CEO is set by a panel of Trustees, who review pay levels annually and make recommendations to the Trustees. The pay of the CEO is reviewed annually by the Chair of Trustees.

National Directors are employed overseas who have many years' experience in the humanitarian aid field.

Rev Bernard Cocker is also President of International Aid Trust in Ukraine through which projects are funded and maintained. In India we operate as New Jerusalem Ministries. International Aid Trust Sierra Leone has been registered as a charity in Sierra Leone. These charities have been constituted to simplify negotiations with government authorities, for aid shipments, ministry projects and charitable donations.

We raise funds through a network of 11 charity shops in the UK which sell goods predominantly donated by the public; but goods are also donated by private companies with permission to sell them.

INTERNATIONAL AID TRUST

TRUSTEES' ANNUAL REPORT

YEAR ENDED 31 DECEMBER 2021

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The Trustees, who are also Directors of International Aid Trust for the purposes of company law, are responsible for preparing the Trustees' Report and financial statements in accordance with applicable law and UK Accounting Standards (UK Generally Accepted Accounting Practice).

Company law requires the Trustees to prepare financial statements for each financial year which 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;
- Make judgements and estimates that are reasonable and prudent;
- State whether applicable UK Accounting Standards have been followed, subject to any material departure disclosed and explained in the financial statements;
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Charitable Company will continue in business.

The Trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Charitable Company and to 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.

The Directors who held office at the date of approval of this Trustees' Report confirm that, so far as they are each aware, there is no relevant information of which the Charity's independent examiner is unaware; and each Trustee has taken all steps that they ought to have taken as a Trustee to make themselves aware of any relevant information and to establish that the Charity's independent examiner is aware of that information.

SMALL COMPANY PROVISIONS

This report has been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006.

SIGNED ON BEHALF THE BOARD:

Alexander Taylor (Chairman) Date: 26 June 2022

INTERNATIONAL AID TRUST

REFERENCE & ADMINISTRATIVE INFORMATION

YEAR ENDED 31 DECEMBER 2021

Charity Name International Aid Trust

Charity Registration Number 1086597

Company Registration Number 04167908

**Registered Office
and Operational Address** The Galleries, Croft Mill
43 Pall Mall
Chorley, PR7 3LT

Trustees

Mr A R Taylor	Chair
Mr T D Leach	Resigned 15/9/21
Dr C Crawforth	
Mr P Cook	
Mrs Rose Foulds	
Mr Lennie Fisher	Appointed 15/9/21
Mr Stephen Hardman	Appointed 1/2/22

Senior Management Team

Rev Bernard Cocker	CEO and Founder
Mr Philip Walker	Operations Manager (appointed 22/6/21)
Mrs Alison Hammerton	Office Manager
Mrs Nina Haydon	Retail Manager
Mr David G Jones	Finance Manager

Independent Examiner

Joshua Kingston BSc ACA, Burton Sweet Limited, Chartered Accountants & Business Advisers, The Clock Tower, 5 Farleigh Court, Old Weston Road, Flax Bourton, Bristol BS48 1UR

Bankers

Royal Bank of Scotland, Edinburgh
Virgin Money, Lancaster
Santander, Bootle

Solicitors

Blackhust Budd Solicitors, 22 Edward Street, Blackpool, FY1 1BA

INTERNATIONAL AID TRUST

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES

YEAR ENDED 31 DECEMBER 2021

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 December 2021.

Responsibilities and basis of report

As the charity's 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 charity'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, 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:

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.

Joshua Kingston BSc ACA
Burton Sweet Limited, Chartered Accountants
The Clock Tower
5 Farleigh Court
Old Weston Road
Flax Bourton
Bristol BS48 1UR

Date: 26 June 2022

INTERNATIONAL AID TRUST

STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING INCOME AND EXPENDITURE ACCOUNT)

YEAR ENDED 31 DECEMBER 2021

	Note	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £	Total Funds 2020 £
Income from:					
Donations and legacies	2	285,302	112,854	398,156	500,743
Other trading activities	3	404,423	15	404,438	336,674
Investments		22	-	22	106
Total income		689,747	112,869	802,616	837,523
Expenditure on:					
Raising funds - gifts and donations	4	15,471	-	15,471	16,917
Raising funds - trading	4	403,136	-	403,136	496,559
Charitable activities	4	92,595	102,188	194,783	237,989
Total expenditure		511,202	102,188	613,390	751,465
Net income/(expenditure)	6	178,545	10,681	189,226	86,058
Transfers between funds	17	(6,397)	6,397	-	-
Net movement in funds		172,148	17,078	189,226	86,058
Reconciliation of funds:					
Total funds at start of year	17	47,546	52,475	100,021	13,963
Total funds at end of year	17	219,694	69,553	289,247	100,021

The Charity has no recognised gains or losses other than the results for the year as set out above.

All of the activities of the charity are classed as continuing

The notes on pages 17 to 28 form part of these financial statements

See note 9 for fund-accounting comparative figures

INTERNATIONAL AID TRUST

BALANCE SHEET

AS AT 31 DECEMBER 2021

Company number: 04167908

	Note	2021 £	2020 £
Fixed Assets			
Tangible assets	10	87,663	59,362
Current Assets			
Debtors	11	29,653	22,128
Cash at bank		291,555	160,111
		<u>321,208</u>	<u>182,239</u>
Creditors : Amounts falling due within one year	12	(78,420)	(97,413)
Net Current Assets		<u>242,788</u>	<u>84,826</u>
Creditors: Amounts falling due after more than one year	13	(41,204)	(44,167)
Net assets		<u>289,247</u>	<u>100,021</u>
Funds			
Unrestricted funds	18	219,694	47,546
Restricted funds	18	69,553	52,475
		<u>289,247</u>	<u>100,021</u>

For the year ended 31 December 2021 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors responsibilities

The members have not required the company to obtain an audit of its accounts for the period 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.

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

These financial statements were approved by the trustees on 26 June 2022 and are signed on its behalf by:

.....
Alexander Taylor
Chair

The notes on pages 17 to 28 form part of these financial statements

INTERNATIONAL AID TRUST
STATEMENT OF CASH FLOWS
YEAR ENDED 31 DECEMBER 2021

		2021	2020
	Note	£	£
Net cash inflow from operating activities	15	169,044	148,315
Non-operational cash flows:			
Investing activities			
Payments for tangible fixed assets		(34,659)	(48,084)
Proceeds from the sale of fixed assets		-	480
Investment income		22	106
		<u>(34,637)</u>	<u>(47,498)</u>
Financing activities			
Loan increase/(decrease)		(2,963)	44,167
Net cash inflow for the year	16	<u>131,444</u>	<u>144,984</u>

The notes on pages 17 to 28 form part of these financial statements

INTERNATIONAL AID TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2021

1 Accounting policies

- (a) The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued in October 2019 and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) (or Companies Act 2006) and UK Generally Accepted Practice as it applies from 1 January 2019.

The charity is a public benefit entity as defined under FRS102.

There are no material uncertainties about the charity's ability to continue as a going concern, despite the significant uncertainty being caused by the worldwide COVID-19 crisis. Whilst the Trustees expect there to be a significant impact on the charity's operations and reserves in the coming months and years, the charity has sufficient reserves to be able to meet these challenges.

- (b) Income from donations and gifts is included in income when these are receivable, except as follows:

I. When donors specify that donations given to the charity must be used in future accounting periods, the income is deferred until those periods;

II. When donors impose conditions which have to be fulfilled before the charity becomes entitled to use such income, the income is deferred until the pre-conditions have been met.

Donated services and facilities are included at the value to the charity if this can be quantified. The value of services provided by volunteers has not been included in these accounts.

Clothing and other items for resale through the charity's shops are recognised as income within other trading activities when they are sold due to the impracticalities of estimating the value of such stock items upon receipt.

Investment income is included when receivable.

Income from other trading activities is accounted for when earned.

A valuation for humanitarian aid received for distribution is excluded from the accounts due to a lack of a reliable estimate. An estimate is disclosed in the Trustees' report but not recognised in the accounts.

- (c) Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category.

Expenditure on raising funds comprise the costs associated with attracting gifts and donations and the costs of trading for fundraising purposes including the charity's shops and fundraising events.

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.

Governance costs include the costs relating to meeting the constitutional and statutory requirements of the charity and include audit fees and costs linked to the strategic management of the charity. These are included within support costs.

INTERNATIONAL AID TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2021

1 Accounting policies (*continued*)

All costs are allocated between the expenditure categories of the SOFA on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly, others are apportioned on an appropriate basis as set out in note 4.

Redundancy payment expenditure is recognised at the point when employment is ended and when the amount is calculable.

- (d) Fixed assets are stated at cost less accumulated depreciation.

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Leasehold improvements	- straight line over the length of the lease
Shop and office equipment	- 25% p.a reducing balance
Motor vehicles	- 25% p.a reducing balance

Assets with a cost exceeding £1,000 are capitalised.

- (e) Rentals payable under operating leases are charged against income on a straight line basis over the lease term.
- (f) Unrestricted funds can be used in accordance with the charitable objects at the discretion of the Trustees.
- (g) Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes. Expenditure which meets these criteria is charged to the fund, together with a fair allocation of support costs. Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.
- (h) Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange prevailing at the accounting date. Transactions in foreign currencies are recorded at the date of the transactions. All exchange gains/losses are recognised in the SOFA.

INTERNATIONAL AID TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2021

2 Donations and legacies

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £	Total Funds 2020 £
Donations and legacies	72,859	104,716	177,575	153,555
Job retention scheme grants	68,252	-	68,252	116,835
Local restriction support grants	93,502	-	93,502	14,340
Retail, hospitality and leisure grants	-	-	-	195,000
Restart grants	24,003	-	24,003	-
Gift Aid	26,686	8,138	34,824	21,013
	<u>285,302</u>	<u>112,854</u>	<u>398,156</u>	<u>500,743</u>

Prior year comparatives

	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
Donations and legacies	92,093	61,462	153,555
Job retention scheme grants	116,835	-	116,835
Local restriction support grants	14,340	-	14,340
Retail, hospitality and leisure grants	195,000	-	195,000
Gift Aid	16,328	4,685	21,013
	<u>434,596</u>	<u>66,147</u>	<u>500,743</u>

3 Income from: Other trading activities

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £	Total Funds 2020 £
Shop sales	383,422	15	383,437	316,410
Office & warehouse sales & recycling credits	16,051	-	16,051	20,264
Transport services	4,950	-	4,950	-
	<u>404,423</u>	<u>15</u>	<u>404,438</u>	<u>336,674</u>

Prior year comparatives

	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
Shop sales	316,216	194	316,410
Office & warehouse sales & recycling credits	20,264	-	20,264
	<u>336,480</u>	<u>194</u>	<u>336,674</u>

INTERNATIONAL AID TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2021

4 Total expenditure

	Raising funds - gifts and donations	Raising funds - trading	Collection, handling & storage of aid	Overseas aid deliveries, projects & ministry	Governance	2021	2020
	£	£	£	£	£	£	£
			Charitable activities				
Grants (note 5)	-	-	-	102,100	-	102,100	65,276
UK staff costs	15,471	211,662	29,326	15,471	-	271,930	349,974
Subsistence & travel	-	4,024	4,373	699	-	9,096	3,166
Transport, ferries & documentation	-	179	22	52	-	253	23,372
Advertising & promotional expenses	-	317	134	80	-	531	-
Legal, audit & accountancy	-	12,471	1,349	1,746	3,750	19,316	10,689
Premises costs & other associated costs	-	140,246	10,796	2,283	-	153,325	244,548
Communications, IT, stationery	-	18,401	1,913	3,134	-	23,448	17,933
Transport, handling & processing costs	-	1,832	13,987	-	-	15,819	19,239
Depreciation and loss on disposal	-	4,500	557	1,301	-	6,358	7,645
Irrecoverable VAT	-	374	46	108	-	528	620
Bank charges	-	9,130	995	561	-	10,686	9,003
	15,471	403,136	63,498	127,535	3,750	613,390	751,465

Prior year comparatives

	Raising funds - gifts and donations	Raising funds - trading	Collection, handling & storage of aid	Overseas aid deliveries, projects & ministry	Governance	2020
	£	£	£	£	£	£
			Charitable activities			
Grants (note 5)	-	-	-	65,276	-	65,276
UK staff costs	16,917	274,308	41,832	16,917	-	349,974
Subsistence & travel	-	2,153	794	219	-	3,166
Transport, ferries & documentation	-	23	5	23,344	-	23,372
Advertising & promotional expenses	-	-	-	-	-	-
Legal, audit & accountancy	-	5,103	1,033	1,103	3,450	10,689
Premises costs & other associated costs	-	187,713	46,527	10,308	-	244,548
Communications, IT, stationery	-	13,968	1,840	2,125	-	17,933
Transport, handling & processing costs	-	1,061	18,172	6	-	19,239
Depreciation and loss on disposal	-	4,059	2,709	877	-	7,645
Irrecoverable VAT	-	437	89	94	-	620
Bank charges	-	7,734	974	295	-	9,003
	16,917	496,559	113,975	120,564	3,450	751,465

INTERNATIONAL AID TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2021

5 Grants payable

	2021	2020
	£	£
IAT New Jerusalem Ministries	16,679	4,583
IAT Good Samaritan Foundation Odessa and Moltavilovka Church Kiev	21,245	14,083
Sierra Leone New Hope School	53,587	44,525
Various small recipients	10,589	2,085
Total grants payable	<u>102,100</u>	<u>65,276</u>

Of the grants made above, £666 (2020: £500) relates to grants made to individuals; the remainder were grants made to institutions.

6 Net income/(expenditure) for the year

This is stated after charging:

	2021	2020
	£	£
Depreciation and loss on disposal	6,358	7,645
Independent Examiner's remuneration	2,160	1,990
- independent examination		
- accounts preparation	1,590	1,460
- other services	138	278

No Trustees received any remuneration or were reimbursed for expenses during the year or during the prior year.

Donations from Trustees, key management personnel and related parties were £50,976 (2020: £11,675).

7 Staff costs and numbers

The aggregate payroll costs were:

	2021	2020
	£	£
Wages and salaries	263,847	329,716
Social security costs	5,136	12,198
Pension	2,359	3,346
Redundancy payments	588	4,714
	<u>271,930</u>	<u>349,974</u>

No employee received emoluments of more than £60,000.

The total employment benefits received by key management personnel were £88,648 (2020: £118,735).

INTERNATIONAL AID TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2021

7 Staff costs and numbers (*continued*)

The average headcount of staff during the reporting period was 20 (2020: 28).

In addition, a great amount of time, the value of which is not reflected in these financial statements, is donated by thousands of volunteers throughout the UK & abroad.

8 Taxation

The charity is exempt from corporation tax on its charitable activities.

9 Fund-analysis comparative figures

	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
Income from:			
Donations and legacies	434,596	66,147	500,743
Other trading activities	336,480	194	336,674
Investments	106	-	106
Total income	771,182	66,341	837,523
Expenditure on:			
Costs of generating funds			
Raising funds - gifts and donations	16,917	-	16,917
Raising funds - trading	496,559	-	496,559
Charitable activities	172,528	65,461	237,989
Total expenditure	686,004	65,461	751,465
Net income/(expenditure)	85,178	880	86,058
Transfers between funds	(14,869)	14,869	-
Net movement in funds	70,309	15,749	86,058
Reconciliation of funds:			
Total funds at start of year	(22,763)	36,726	13,963
Total funds at end of year	47,546	52,475	100,021

INTERNATIONAL AID TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2021

10 Tangible fixed assets

	Leasehold Improvements	Shop & office equipment	Motor Vehicles	Total
	£	£	£	£
Cost				
At 1 January 2021	46,112	38,182	24,590	108,884
Additions	15,159	-	19,500	34,659
Disposals	-	-	-	-
At 31 December 2021	<u>61,271</u>	<u>38,182</u>	<u>44,090</u>	<u>143,543</u>
Depreciation				
At 1 January 2021	-	32,967	16,555	49,522
Charge for the year	1,827	1,304	3,227	6,358
Disposals	-	-	-	-
At 31 December 2021	<u>1,827</u>	<u>34,271</u>	<u>19,782</u>	<u>55,880</u>
Net book value				
At 31 December 2021	<u>59,444</u>	<u>3,911</u>	<u>24,308</u>	<u>87,663</u>
At 31 December 2020	<u>46,112</u>	<u>5,215</u>	<u>8,035</u>	<u>59,362</u>

11 Debtors

	2021	2020
	£	£
Other debtors	9,765	8,267
Prepayments & accrued income	19,888	13,861
	<u>29,653</u>	<u>22,128</u>

12 Creditors: amounts falling due within one year

	2021	2020
	£	£
Trade creditors	22,243	4,281
Other creditors	42,567	55,332
Taxes and social security costs	4,304	3,517
Accruals & deferred income	3,750	3,450
Other loans	-	25,000
Bank loan	5,556	5,833
	<u>78,420</u>	<u>97,413</u>

INTERNATIONAL AID TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2021

13 Creditors: amounts falling due after more than one year

	2021	2020
	£	£
Bank loan	41,204	44,167
	<u>41,204</u>	<u>44,167</u>

The Bank Loan is a Bounce Bank Loan repayable over 10 years under the Government-sponsored Bounce Bank Loan Scheme.

14 Commitments

At 31 December 2021 the company had total commitments, under non-cancellable operating leases paid as follows:

	Land & buildings	Total 2021	Total 2020
	£	£	£
Within one year	70,600	70,600	120,146
Between two & five years	<u>83,596</u>	<u>83,596</u>	<u>117,296</u>

The operating lease payments recognised as an expense in the year amounted to £109,708 (2020: £107,619).

At 31 December 2020 the company had total commitments, under non-cancellable operating leases paid as follows:

	Land & buildings	Total 2020
	£	£
Within one year	120,146	120,146
Between two & five years	<u>117,296</u>	<u>117,296</u>

15 Reconciliation of net movement in funds to net cash inflow from operating activities

	2021	2020
	£	£
Statement of Financial Activities: Net movement in funds	189,226	86,058
Investment income	(22)	(106)
Depreciation	6,358	4,784
Loss on disposal of tangible fixed asset	-	2,860
Movement in creditors: current liabilities	(18,993)	44,750
Movement in debtors	(7,525)	9,969
Net cash inflow from operating activities	<u>169,044</u>	<u>148,315</u>

INTERNATIONAL AID TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2021

16 Analysis of change in cash during the year

	2021	2020	Change
	£	£	£
Cash at bank	<u>291,555</u>	<u>160,111</u>	<u>131,444</u>
	2020	2019	Change
	£	£	£
Cash at bank	<u>160,111</u>	<u>15,127</u>	<u>144,984</u>

17 Movement in funds

	At 1 Jan				At 31 Dec
	2021	Income	Expenditure	Transfers	2021
	£	£	£	£	£
Restricted funds					
Family sponsorship	6,873	11,765	(19,186)	549	1
Harvest orphanage	1,330	-	(1,330)	-	-
India	(33)	7,610	(19,124)	11,740	193
Sierra Leone New Hope School	34,010	57,218	(53,587)	8,430	46,071
Children's holiday camps	5,337	530	(1,818)	-	4,049
Philippines	612	2,950	(3,862)	300	-
Bibles	496	1,125	(499)	-	1,122
Nepal	1,573	-	(1,573)	-	-
Reach International	1,993	500	(500)	-	1,993
Small grants	-	-	(166)	166	-
Small other funds	284	-	-	-	284
Virtual Shoeboxes	-	1,187	(543)	-	644
Croft Mill Appeal	-	29,984	-	(14,788)	15,196
	<u>52,475</u>	<u>112,869</u>	<u>(102,188)</u>	<u>6,397</u>	<u>69,553</u>
Unrestricted funds					
Fixed asset designated fund	59,362	-	(6,358)	34,659	87,663
Free reserves	(11,816)	689,747	(504,844)	(41,056)	132,031
	<u>47,546</u>	<u>689,747</u>	<u>(511,202)</u>	<u>(6,397)</u>	<u>219,694</u>
Total funds	<u>100,021</u>	<u>802,616</u>	<u>(613,390)</u>	<u>-</u>	<u>289,247</u>

INTERNATIONAL AID TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2021

17 Movement in funds (continued)

Prior year comparatives

	At 1 Jan 2020 £	Income £	Expenditure £	Transfers £	At 31 Dec 2020 £
Restricted funds					
Family sponsorship	1,913	19,043	(14,083)	-	6,873
Harvest orphanage	1,330	-	-	-	1,330
India	625	2,925	(3,583)	-	(33)
Sierra Leone New Hope School	23,169	37,919	(44,577)	17,499	34,010
Children's holiday camps	4,089	4,248	-	(3,000)	5,337
Philippines	612	-	-	-	612
Bibles	1,138	358	(1,000)	-	496
Nepal	1,573	-	-	-	1,573
Reach International	1,993	500	(500)	-	1,993
Small grants	-	1,348	(1,718)	370	-
Small other funds	284	-	-	-	284
	<u>36,726</u>	<u>66,341</u>	<u>(65,461)</u>	<u>14,869</u>	<u>52,475</u>
Unrestricted funds					
Fixed asset designated fund	19,402	-	(4,784)	44,744	59,362
Free reserves	(42,165)	771,182	(681,220)	(59,613)	(11,816)
	<u>(22,763)</u>	<u>771,182</u>	<u>(686,004)</u>	<u>(14,869)</u>	<u>47,546</u>
Total funds	<u>13,963</u>	<u>837,523</u>	<u>(751,465)</u>	<u>-</u>	<u>100,021</u>

Purpose of restricted funds

Family sponsorship - IAT's scheme linking sponsors in the UK to needy families and individuals in Ukraine.

Harvest orphanage - Orphanage in Sri Lanka for children orphaned by the 2004 Boxing Day Tsunami or from the Tamil uprising.

India (New Jerusalem Ministries) - Education, orphans and ministry to the poor across four states in Southern India, including sponsorship of a number of church pastors.

Sierra Leone New Hope School - Educating, feeding, health care and pastoral work in the community; sponsorship of a number of families; construction of homes for families to host children orphaned by the recent Ebola outbreak in West Africa.

INTERNATIONAL AID TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2021

17 Movement in funds (*continued*)

Children's holiday camps - Providing summer holidays for needy children in Ukraine. The transfer from this fund in the year was due to a donor giving permission for the funds they had donated over a number of years to be derestricted to other activities within the charity's objects. These funds were transferred to free reserves.

Philippines - Provision of humanitarian aid and relief of suffering caused by natural disasters in the Philippines.

Bibles - Provision of Bibles to India.

Nepal - Provision of humanitarian aid and relief of suffering caused by natural disasters in Nepal.

Reach International - a partner church working principally in Belarus to relieve suffering and poverty.

Small grants - small grants to needy individuals and families wherever we work.

Small other funds - through donations and one-off donations which do not fit within existing funds.

Virtual Shoeboxes - Providing shoeboxes or bags to needy people in Ukraine, India and Sierra Leone using locally-sourced materials.

Croft Mill Appeal - Funding for upgrading our new Headquarters in Chorley to provide facilities for our supporters and for local community group use.

18 Analysis of net assets between restricted and unrestricted funds

	Tangible		Other		
Year-end 31 December 2021	Fixed	Cash at	Current	Long term	Total
	assets	bank	assets	Creditors	
	£	£	£	£	£
Restricted funds	-	69,553	-	-	69,553
Unrestricted funds					
Fixed asset designated fund	87,663	-	-	-	87,663
Free reserves	-	222,002	(48,767)	(41,204)	132,031
	<u>87,663</u>	<u>291,555</u>	<u>(48,767)</u>	<u>(41,204)</u>	<u>289,247</u>

INTERNATIONAL AID TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2021

18 Analysis of net assets between restricted and unrestricted funds (*continued*)

Year-end 31 December 2020	Tangible Fixed assets £	Cash at bank £	Other Current assets £	Long term Creditors £	Total £
Restricted funds	-	52,475	-	-	52,475
Unrestricted funds					
Fixed asset designated fund	59,362	-	-	-	59,362
Free reserves	-	107,636	(75,285)	(44,167)	(11,816)
	<u>59,362</u>	<u>160,111</u>	<u>(75,285)</u>	<u>(44,167)</u>	<u>100,021</u>

19 Company limited by guarantee

The company is limited by guarantee and as such has no issued share capital. In the event of the company being wound up the liability of the members is limited to £10 each.

INTERNATIONAL AID TRUST

England & Wales - Charity number 1086597

Accounts

INTERNATIONAL AID TRUST
FINANCIAL STATEMENTS
31 DECEMBER 2020

Company Registration Number 04167908
Charity Number 1086597

INTERNATIONAL AID TRUST
FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2020

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INTERNATIONAL AID TRUST

TRUSTEES' ANNUAL REPORT

YEAR ENDED 31 DECEMBER 2020

The Trustees, who are also Directors of the Charity for the purposes of the Companies Act 2006, present their report with the financial statements of the Charity for the year ended 31 December 2020. The Trustees have adopted the provisions of the Charities Statement of Recommended Practice (SORP FRS102).

OBJECTIVES AND ACTIVITIES

International Aid Trust is a Christian Humanitarian Aid Charity, which has evolved since 1991 when a small group of Christians started to take Bibles and aid to the former USSR. It is an independent organisation initially constituted as an unincorporated Charity (1996) and subsequently as a Company Limited by Guarantee (2001). The governing document defines our objects as:

- a. The relief of persons who are in conditions of need, hardship or distress and who are aged or sick and in particular by the supply of financial material and medical aid and by the provision of personnel to provide assistance.
- b. The advancement of the Christian faith.

The Trustees have had regard to the Charity Commission's guidance on public benefit. Our strap line "Christian Compassion for a Hurting World" describes every aspect of our ministry and drives the way in which we seek to provide public benefit in every area in which we work.

International Aid Trust provides direct financial and in-kind relief; but our aim is to pursue projects which facilitate self-help and sustainable improvements to quality of life in order to break the chain of being born into poverty. We do this by modelling the practical and spiritual Gospel of Jesus Christ through:

- a. Providing life's basic essentials for those with nothing.
- b. Providing respite holidays for needy children, including Christian teaching, medical checks and treatment, physical exercise, good fun and motivation to build their hope for a better future.
- c. Providing direct financial aid for basic food, shelter and medical needs to individuals and families in extreme poverty.
- d. Providing and supporting foster homes for small groups of rescued homeless children where they can be cared for and taught life skills in a Christian environment.
- e. Shipment of humanitarian aid to communities, hospitals and individuals in many parts of the world.
- f. Vocational training via self-help projects.
- g. Evangelism and Church-Planting.
- h. Practical help through gifts in kind to needy families and individuals in the UK.
- i. Training and mentoring in warehousing skills at our Headquarters.

INTERNATIONAL AID TRUST

TRUSTEES' ANNUAL REPORT

YEAR ENDED 31 DECEMBER 2020

ACHIEVEMENTS AND PERFORMANCE

UK - Retail

Like all of the Retail Sector, Charity Shops have suffered hugely from the Lockdowns since March 2020. All our shops had to be closed on 23rd March, immediately cutting off our biggest source of income for the work of the Charity. The Lockdown gave us the opportunity to examine critically the past performance and potential of each of our 19 shops and to agree a strategy to focus on only the best performing shops. As soon as the Government advised the timing and conditions for re-opening in mid-June, we implemented a staggered re-opening of 11 shops and then began the process of negotiating with Landlords for early termination of leases on the remainder. Another consequence of this was that, regrettably, we had to make four staff redundant, with one further redundancy in 2021.

The consequence of the Lockdowns - two in 2020 and a third in the first half of 2021 - has been additional costs for our shops, the loss of four months trading and much reduced turnover from June 2020 onwards from the reduction in high street footfall. Government Grants for the Retail Sector made it possible for us to retain the 11 shops we now have. And thanks to the sterling efforts of our staff and volunteers and huge help from our supporters we have been able to ride the storm and come out of it leaner and fitter. Whether our shops will return to overall profitability has yet to be seen; so we are, in the meantime, investing more effort into our online sales platform.

UK – Warehouse

We have been aware for some time that our Longton Warehouse was much bigger than our present needs. Negotiations with our Landlord to reduce our footprint did not bear fruit. So through the agency of a long-term supporter, we were able to lease a temporary warehouse from September 2020 on a peppercorn rent and to vacate the Longton site by mid-December with an agreed settlement with the Landlord.

Clearing the Longton site was a huge effort: we packed and sent four shipments overseas; we moved our furniture and records to our new Office in Croft Mill; and it gave us a great opportunity to recycle a large amount of materials that we couldn't ship overseas in time. What remained then had to be transferred to our temporary warehouse. We are indebted to several supporters who helped with that and to our Warehouse Staff who worked tirelessly for several weeks to achieve the deadline imposed by our Landlord.

The loss of our permanent Warehouse combined with the Lockdowns has had a number of other consequences:

- a. Our long-term partnership with the Rotary Shoebox Scheme came to an end. But it gave them the opportunity to move to a dedicated facility much nearer their own base.
- b. In 2020 we were able to respond to a much smaller number of referrals, indeed in March, to all intents and purposes it ended. So, local charities, social services and other organisations all suffered too by not being able to help the people in need.

INTERNATIONAL AID TRUST

TRUSTEES' ANNUAL REPORT

YEAR ENDED 31 DECEMBER 2020

- c. A big "hit" is that we have not been able to benefit from volunteers provided by CSV, the Probation Service, HMP Kirkham and other organisations working with young people not in mainstream education.
- d. The work has also stopped with the local prisons who were able to refurbish wheelchairs, bicycles and other items for us so that they could be re-used.
- e. It also stopped us providing training in warehouse skills for those who were keen to acquire such qualifications.

In 2020, despite the lockdown, we were able to pack and load 108.5 tons of high-quality humanitarian aid with a value of over £1,000,000. Much of this is for our own projects, but over 60% is in partnership with other charitable organisations, for whom we make available our expertise in managing shipments of aid.

Ukraine

Ongoing problems of corruption mean that many young Ukrainians are still leaving to work in other nations, although this has been curtailed somewhat by the Pandemic. But it is so encouraging to hear that many who were helped in the earlier years of our ministry in Ukraine are now fulfilling leadership roles in the ongoing work and in some cases founding ministries of their own, including such projects as Sports for Deprived Children, Hospital Visits, Romany Support, Poor Family Care, Orphanage Visits, Ex-Offenders programmes, Day Camps and Youth Outreach.

We reinstated full support for our ministries in Ukraine in June 2021. Our support for a number of Rehabilitation Centres and their associated self-help projects continues. and we have seen successes in concrete block-making, bakery, fish farming, agriculture.

The Family Sponsorship Programme has been fully reviewed and ongoing support focussed on those Families which need the greatest support, most of whom live in rural communities.

The home visits our volunteers make to the terminally ill are also invaluable; they are often the only visitors these people receive. But these were forbidden throughout Lockdown.

The three home children's centres and the seven orphanages that receive our support have also suffered through the epidemic as, again, we were not allowed to visit. This is really sad because the love and care has produced many thriving young adults. Some of these who came to us as unwanted children are now making a real difference in their own country. Our homes do a lot to help themselves with some small holding farming and fishing.

Our wedding boutique where young women from Doraghinka Foster Home sew the dresses was also closed by Lockdown measures. Our retirement home in Moltavilovka continues to be a real haven and sets a standard for others in the country - some residents even comparing it to heaven!

The IAT Shoebox scheme is another great way of reaching detached communities in the countryside and breaking the ice with village communities. Despite the constraints of Lockdown we were able to send 11,520 boxes in 2020 compared with 14,440 in 2019.

INTERNATIONAL AID TRUST

TRUSTEES' ANNUAL REPORT

YEAR ENDED 31 DECEMBER 2020

Moldova

Our tremendous ministry here amongst some of the very poorest people in Europe is led by Pastor Victor who has six villages in his care. The aid we send has made a huge difference to these struggling families and we hope to increase the help we provide through Rose Foulds, a Trustee and one of our volunteer coordinators, who looks after Moldova for the Trust. The programme has been frustrated somewhat because of the often-changing regulations concerning humanitarian aid allowed into the country, and now the Lockdown. But we managed to send one shipment of aid towards the end of 2020.

Belarus.

The Government there have stopped us sending any further humanitarian aid and continuing difficulties with the authorities have forced us to cease work in Belarus.

Romania

Our close partnership with Prison Fellowship Romania has also been set back, after some great success. The work they do with some of poorest in the Transylvania region and other parts of the country is improving lives in so many different ways: health care, education and general living conditions. We don't just help materially but also by encouraging recipients to take control of their own futures by self-determination and having pride and respect in their neighbourhood and nation. We have provided much-needed equipment, food, clothing, medical supplies, furniture, educational material and children's toys. So much is being achieved through this ministry and we see real tangible improvements each time we visit that encourages us to want to do more. It's a wonderful and effective ministry that we shall continue to support.

India

The persecution of Christians, together with Covid, is affecting many churches throughout India. However, our work in six states was flourishing before the Pandemic, and it will be again. Our National Director, Bishop Kota, was leading a great and growing team of pastors, teachers and church planters and we have every faith in his leadership.

The Bible School program is now being done by Zoom, with several of the students gathering together a success in Secunderabad. A group of 12 graduates have been appointed as "Bible Master". They will each teach 12 students and when these 12 have graduated more will be chosen to teach further groups of 12. It is progressing really well.

Since 2009 International Aid Trust India has been instrumental in establishing over 70 churches and 30 house groups throughout the south of India. Regular theological training was provided for the pastors through monthly seminars in Secunderabad and Hyderabad. And we are very hopeful of this ministry continuing to grow. We currently support over 30 pastors, but would love to be able to support more. In 2020 8 regional conferences for pastors were organised by Zoom meetings, involving over 150 pastors. More are planned for 2021.

INTERNATIONAL AID TRUST

TRUSTEES' ANNUAL REPORT

YEAR ENDED 31 DECEMBER 2020

Some of ministry has had to cease completely because of Covid, and they include,

- 1) Free Medical Camps that were held every month consisting of teams of doctors, dentists, nurses, dispensers and clerical staff. Hundreds of poor people are now missing receiving the only medical attention they could hope for. If medication was needed it was provided free of charge on site. The costs for this were covered by "Hands of Hope" which is a branch of Joyce Meyer Ministries for which we are very grateful indeed.
- 2) Our two schools in India, one in Secunderabad, "Living Hope School" and one in Karnataka called "Little Buds"
- 3) And our Hands of Dorcas tailoring training school, which makes a big difference to the lives of so many poor women who formerly did rag picking on rubbish dumps, as they learn skills to provide for their families.

They were doing so well with limited resources and we hope to restart them as soon as possible.

Sierra Leone

Thanks to the tremendous support of a number of churches and grant-making trusts we have been able to continue full funding of all our projects in Sierra Leone.

Covid has so far not been as big a problem as it is other nations, and we thank God for that.

From small beginnings in 2010 our work in the Lunghi Region of Sierra Leone has grown tremendously. Our New Hope School has repeatedly been given accolades by the Education Authorities, and for the fourth year running came second out of thirty district schools and was awarded excellent marks. We now have some 360 plus students; whose level of attainment means they are often the highest performing children when they leave to go on to high school. The school also operates various after school clubs that are very popular and so much appreciated.

Our Family Sponsorship Programme now supports 30 families as well as a full-time Midwife, Marion. She holds ante-natal and post-natal clinics on site and also runs mobile clinics in the more remote areas. This is having significant impact on infant mortality rates.

Our "Hands of Dorcas" sewing project has brought a great deal of joy to those benefitting from it as well as to the teachers, staff and those of us who have visited and seen the change in these young women. The training takes up to two years and includes basic literacy and numeracy skills. The 2020 Trainees were able to make face coverings at the start of the Pandemic for all the staff and children in the school.

INTERNATIONAL AID TRUST

TRUSTEES' ANNUAL REPORT

YEAR ENDED 31 DECEMBER 2020

Our New Hope Church is based at the school and has gone from strength to strength and is now highly respected within the community. Rev Michael, our director is very highly respected, as is his wife Alice who is our Headmistress of the school.

Our training of evangelist missionaries to reach out into remote areas is proving to be a very positive move. Small groups are now growing in nine other villages and townships.

Emmanuel House, our rescued children's home situated about one mile from the school, was dedicated In March 2019. This project came in response to the big increase in orphans since the recent Ebola crisis. It is currently home to 28 orphan children with two house parents. On Wednesday evenings the main room is now used as a church for the local community, with about 80 people attending. We dug our own well in the grounds that also serves the local village. Here we also hold mobile clinics here led by our Midwife and Nurse.

Prison Ministries

Our ministry to prisoners in Ukraine has also had a serious setback from the Pandemic. But we hope to restart this work in the summer of 2021.

Future plans

The potential for more projects, particularly in India and Sierra Leone is truly enormous. But we have been severely limited in the last few years by lack of funds, particularly because of rising costs and reducing profits in our Charity Shops.

We are looking at various ways to diversify our fundraising and at what opportunities there are in the new economic climate to increase our ability to fund more work.

Acknowledgements

During the Lockdowns we have received so much help from our supporters. And with the economy re-opening gradually through 2021 we look forward to benefitting again from the efforts of around 500 volunteers in the UK and over a thousand volunteers overseas in our various ministries. Plus countless others who donated goods either to our charity shops in the UK or to our Warehouse for shipping overseas. Without all these we could not begin the work of showing Christian Compassion for a Hurting World.

INTERNATIONAL AID TRUST

TRUSTEES' ANNUAL REPORT

YEAR ENDED 31 DECEMBER 2020

Financial Review

The results for the year and the financial position of the Charity as at 31 December 2020 are set out in the Financial Statements on page 14 to 28.

Over 80% of our income normally comes from the sterling efforts of the staff and volunteers in our charity shops. The Lockdowns as a result of the Covid-19 Pandemic have therefore had a disproportionate effect on our finances in 2020 and into 2021. Instead of a reasonably steady flow of income from 19 shops, we have had to depend on four different Government Grant Schemes for the largest part of our income. And when we have been allowed to re-open our shops, we have found income to be highly variable from week to week and from place to place - much of it driven by changes in footfall in different high streets. This has made any kind of forecasting somewhat challenging. And it has made us extremely cautious about how quickly to spend the Government Grants when we have little idea how long it will take for the Charity Shop Sector to recover.

At the time of the first Lockdown in March 2020 the recovery strategy adopted by the Trustees in 2016 and revised in 2018 was bearing fruit: our forecasts showed that we would eliminate our borrowing from restricted funds by the end of 2020. The Trustees monitored our financial situation through the second quarter of 2020 and, in the light of the impact of the Lockdown, agreed that we should accelerate much of the remaining actions in the recovery plan - making use of the Government Grants to ensure that we could bear the up-front costs of closing eight more shops and moving our Head Office to Croft Mill. We also concluded that, in order to secure the future of the Charity, we would have to suspend support of all our overseas projects other than those in Sierra Leone, where there was no prospect of locally sourced support in the meantime, and suspend payment of shop rents while our shops were forced to close.

These somewhat drastic measures have already borne fruit:

- Our ongoing cost base has been reduced significantly;
- Of our remaining 11 shops, most are already performing as well as they did before the first Lockdown;
- We have been able to resume full support of all our existing overseas projects.

This has encouraged us to look at the long-term business model of the Charity and in particular at how we should fund our overseas projects in future. To that end we have recently engaged the services of an Operations Consultant and an e-Commerce Facilitator. And now that visits can resume, our Community Ambassador is setting up an intensive programme of visits to local churches and schools with a view to broadening our support base.

	<u>2020</u>	<u>2019</u>	<u>2018</u>
Income	£0.84M	£0.99M	£1.10M
Expenditure	£0.75M	£0.99M	£1.09M

The position at the end of 2020 meant that the balance sheet position was £100,021 (2019: £13,963) and the free reserves of the Charity at year end -£11,816 (2019: -£42,165).

INTERNATIONAL AID TRUST

TRUSTEES' ANNUAL REPORT

YEAR ENDED 31 DECEMBER 2020

This seemingly amazing improvement does, however, give a somewhat distorted picture of our finances. We have taken full advantage of the Government-sponsored grants and loans available, including the Coronavirus Job Retention Scheme (so-called Furlough payments), and much of this has now been consumed in underpinning closed shops and - since they were allowed to re-open in April 2021 - shops which have not yet returned to profit. We also have a liability arising from non-payment of rent during the period our shops were forced to close, although several of our landlords have agreed to cancel some or all of this liability. Our latest forecasts suggest that our position at the end of 2021 will remain healthy, although our overall financial position will still be highly dependent on successful retail trading.

STRUCTURE, GOVERNANCE & MANAGEMENT

Governing Document

The organisation is a Charitable Company Limited by Guarantee. The Company was established in 2001 under a Memorandum of Association which establishes the objects and powers of the Charitable Company and is governed under its Articles of Association. In the event of the Company being wound up, members are required to contribute an amount not exceeding £10.

Recruitment and Appointment of Management Committee

The Directors of the Company are also Charity Trustees for the purpose of charity law and under the Company's Articles are known as members of the Management Committee. Under the requirements of the Memorandum and Articles of Association the members of the Management Committee, the Trustees, are appointed by resolution of the present Trustees for a period of three years.

Trustee Induction and Training

The existing Trustees are already familiar with the practical work of the Charity, having been involved in various ways with the Charity before being invited to become Trustees. If there is any need for new Trustees to be given any training, this is arranged with the other Trustees. All Trustees have to have a DBS check before being admitted.

Reserves Policy

We channel as much of our funds to our overseas projects as possible, merely maintaining sufficient reserves to ensure day-to-day liquidity; but it is our desire to re-build our free reserves to cover one month's salaries and rents; £62,300. Our free reserves are negative £11,816 at the year end. Please see note 20 for the Trustees' comments on going concern. The Trustees believe the measures we have taken would have brought our free reserves in line with the policy by the end of 2020. However the Coronavirus Pandemic has introduced massive uncertainties, which may well mean it will take a year or more longer to achieve this.

INTERNATIONAL AID TRUST

TRUSTEES' ANNUAL REPORT

YEAR ENDED 31 DECEMBER 2020

Risk Management

The Management Committee has conducted a review of the major risks to which the Charity is exposed. System and procedures have been established to manage the risks the Charity faces:

<u>Principal Risks & Uncertainties</u>	<u>Strategies to manage these</u>
Accidents in the Warehouse	A local Health and Safety company assist and advise on best practice and conduct quarterly inspections.
Terrorism and piracy	All personnel travelling abroad carry adequate travel insurance and consult FCO advice.
Safety and integrity of humanitarian aid shipments	Only trusted carriers and routes are used. Goods are only shipped to known and trusted recipients.
Protection of children and vulnerable persons	All Trustees are DBS checked; and the Charity's Child Protection Policy is promulgated by appropriate signage.
Property leases	Leases are generally short term or with adequate break clauses.
Cash flow	Sufficient reserves are held to maintain day-to-day liquidity.
Integrity of grants	Grant-making criteria used in selecting recipients include: a. within the objects and current policies b. Past commitments and investment c. Previous successful relationship, to minimise risks of aid being diverted for uses outside our control or for fraudulent purposes. d. Maintaining a balance of recipients by age, gender, ethnic groups, region and denomination.

Fundraising

We do not engage in traditional fundraising. Our approach has always been to build long-term relationships with supporters - both individual and corporate - who contribute to the work of the charity in a variety of ways, including monetary. Our new "Community Ambassador" role has been designed to build on this principally by visiting churches, community groups and schools to explain what we do and to encourage engagement in support of particular projects. Our charity shops are our principal means of raising funds by seeking to offer donated clothing and other goods for sale at competitive prices. Our shop managers take responsibility for ensuring that all customers are treated with care and respect; and several of our shops have benefitted from placements of vulnerable adult volunteers.

INTERNATIONAL AID TRUST

TRUSTEES' ANNUAL REPORT

YEAR ENDED 31 DECEMBER 2020

We do not work with a professional fundraiser or commercial participator. Nor do we subscribe to any fundraising regulation scheme.

In 2017 the Trustees agreed a fundraising policy that applies to all staff and volunteers to ensure that all fundraising is done in sympathy with the aims and objectives of the charity and in line with the requirements of the 2016 Charities Act. Compliance with this is monitored by the Senior Management Team.

Organisation Structure

The Charity's headquarters is in Lancashire, where there is an Office and a large Warehouse. There are also local area groups and representatives in other parts of the UK.

Day-to-day management is conducted by the CEO in conjunction with the Office Manager, Retail Manager, Warehouse Manager and Finance Manager. Significant decisions are reported to the Trustees, and all Trustees meet with the CEO at least four times each year.

The pay of staff other than the CEO is set by a panel of Trustees, who review pay levels annually and make recommendations to the Trustees. The pay of the CEO is reviewed annually by the Chair of Trustees.

National Directors are employed overseas who have many years' experience in the humanitarian aid field.

Rev Bernard Cocker is also President of International Aid Trust in Ukraine through which projects are funded and maintained. In India we operate as New Jerusalem Ministries. IAT Sierra Leone has been registered as a charity in Sierra Leone. These charities have been constituted to simplify negotiations with government authorities, for aid shipments, ministry projects and charitable donations.

We raise funds through a network of 19 charity shops in the UK which sell goods predominantly donated by the public; but goods are also donated by private companies with permission to sell them.

INTERNATIONAL AID TRUST

TRUSTEES' ANNUAL REPORT

YEAR ENDED 31 DECEMBER 2020

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The Trustees, who are also Directors of International Aid Trust for the purposes of company law, are responsible for preparing the Trustees' Report and financial statements in accordance with applicable law and UK Accounting Standards (UK Generally Accepted Accounting Practice).

Company law requires the Trustees to prepare financial statements for each financial year which 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:

- Observe the methods and principles in the Charities SORP;
- Make judgements and estimates that are reasonable and prudent;
- State whether applicable UK Accounting Standards have been followed, subject to any material departure disclosed and explained in the financial statements;
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Charitable Company will continue in business.

The Trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Charitable Company and to 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.

The Directors who held office at the date of approval of this Trustees' Report confirm that, so far as they are each aware, there is no relevant information of which the Charity's independent examiner is unaware; and each Trustee has taken all steps that they ought to have taken as a Trustee to make themselves aware of any relevant information and to establish that the Charity's independent examiner is aware of that information.

SMALL COMPANY PROVISIONS

This report has been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006.

SIGNED ON BEHALF THE BOARD:

Alexander Taylor (Chairman) Date: 15th September 2021

INTERNATIONAL AID TRUST

REFERENCE & ADMINISTRATIVE INFORMATION

YEAR ENDED 31 DECEMBER 2020

Charity Name International Aid Trust

Charity Registration Number 1086597

Company Registration Number 04167908

Registered Office and Operational Address The Galleries, Croft Mill
43 Pall Mall
Chorley, Pr7 3LT

Trustees

Mr A R Taylor	Chair
Mr T D Leach	Health & Safety Representative
Dr C Crawforth	
Mr P Cook	
Mrs Rose Foulds	

Senior Management Team

Rev Bernard Cocker	CEO and Founder
Mrs Alison Hammerton	Office Manager
Mrs Nina Haydon	Retail Manager
Mr Paul Hamilton	Warehouse Manager – Resigned 7 th May 2021
Mr David G Jones	Finance Manager

Independent Examiner

Joshua Kingston BSc ACA, Burton Sweet Limited, Chartered Accountants & Business Advisers, The Clock Tower, 5 Farleigh Court, Old Weston Road, Flax Bourton, Bristol BS48 1UR

Bankers

Royal Bank of Scotland, Edinburgh
Virgin Money, Lancaster
Santander, Bootle

Solicitors

Blackhust Budd Solicitors, 22 Edward Street, Blackpool, FY1 1BA

INTERNATIONAL AID TRUST

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES

YEAR ENDED 31 DECEMBER 2020

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 December 2020.

Responsibilities and basis of report

As the charity's 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 charity'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, 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:

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).

We draw attention to note 20 in the financial statements and the financial review in the Trustees' report, which indicates that the charity has negative free reserves of £11,816. These conditions, along with the other matters (which include a review of future forecasts and post year end performance) as set forth in note 20, indicate that a material uncertainty exists that may cast significant doubt on the charitable company's ability to continue as a going concern.

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.

Joshua Kingston BSc ACA
Burton Sweet Limited
The Clock Tower
5 Farleigh Court
Old Weston Road
Flax Bourton
Bristol BS48 1UR

Date: 15th September 2021

INTERNATIONAL AID TRUST

STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING INCOME AND EXPENDITURE ACCOUNT)

YEAR ENDED 31 DECEMBER 2020

		Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £	Total Funds 2019 £
	Note				
Income from:					
Donations and legacies	2	434,596	66,147	500,743	208,912
Other trading activities	3	336,480	194	336,674	786,410
Investments		106	-	106	47
Total income		771,182	66,341	837,523	995,369
Expenditure on:					
Raising funds - gifts and donations	4	16,917	-	16,917	22,434
Raising funds - trading	4	496,559	-	496,559	634,104
Charitable activities	4	172,528	65,461	237,989	333,636
Total expenditure		686,004	65,461	751,465	990,174
Net income/(expenditure)	6	85,178	880	86,058	5,195
Transfers between funds	17	(14,869)	14,869	-	-
Net movement in funds		70,309	15,749	86,058	5,195
Reconciliation of funds:					
Total funds at start of year	17	(22,763)	36,726	13,963	8,768
Total funds at end of year	17	47,546	52,475	100,021	13,963

The Charity has no recognised gains or losses other than the results for the year as set out above.

All of the activities of the charity are classed as continuing

The notes on pages 17 to 28 form part of these financial statements

See note 9 for fund-accounting comparative figures

INTERNATIONAL AID TRUST
BALANCE SHEET

AS AT 31 DECEMBER 2020

Company number: 04167908

	Note	2020 £	2019 £
Fixed Assets			
Tangible assets	10	59,362	19,402
Current Assets			
Debtors	11	22,128	32,097
Cash at bank		<u>160,111</u>	<u>15,127</u>
		182,239	47,224
Creditors : Amounts falling due within one year	12	<u>(97,413)</u>	<u>(52,663)</u>
Net Current Assets		84,826	(5,439)
Creditors: Amounts falling due after more than one year	13	(44,167)	-
Net assets		<u>100,021</u>	<u>13,963</u>
Funds			
Unrestricted funds	18	47,546	(22,763)
Restricted funds	18	52,475	36,726
		<u>100,021</u>	<u>13,963</u>

For the year ended 31 December 2020 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors responsibilities

The members have not required the company to obtain an audit of its accounts for the period 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.

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

These financial statements were approved by the trustees on 15 September 2021 and are signed on its behalf by:

.....
 Alexander Taylor
 Chair

The notes on pages 17 to 28 form part of these financial statements

INTERNATIONAL AID TRUST
STATEMENT OF CASH FLOWS
YEAR ENDED 31 DECEMBER 2020

		2020	2019
	Note	£	£
Net cash inflow from operating activities	15	148,315	11,252
Non-operational cash flows:			
Investing activities			
Payments for tangible fixed assets		(48,084)	(7,023)
Proceeds from the sale of fixed assets		480	600
Investment income		106	47
		<u>(47,498)</u>	<u>(6,376)</u>
Financing activities			
Loan increase/(decrease)		44,167	(22,000)
Net cash inflow for the year	16	<u><u>144,984</u></u>	<u><u>(17,124)</u></u>

The notes on pages 17 to 28 form part of these financial statements

INTERNATIONAL AID TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2020

1 Accounting policies

- (a) The financial statements have been prepared under the historical cost convention, and in accordance with the Companies Act 2006, the Financial Reporting Standard 102 (FRS102), and the requirements of the Charities Statement of Recommended Practice (SORP FRS102) based thereon.

The charity is a public benefit entity as defined under FRS102.

There are material uncertainties related to the trading conditions of International Aid Trust that cast doubt on the charity's ability to continue as a going concern. The Trustees do still consider it appropriate to prepare these accounts on a going concern basis, see note 20 for further explanations.

- (b) Income from donations and gifts is included in income when these are receivable, except as follows:

I. When donors specify that donations given to the charity must be used in future accounting periods, the income is deferred until those periods;

II. When donors impose conditions which have to be fulfilled before the charity becomes entitled to use such income, the income is deferred until the pre-conditions have been met.

Donated services and facilities are included at the value to the charity if this can be quantified. The value of services provided by volunteers has not been included in these accounts.

Clothing and other items for resale through the charity's shops are recognised as income within other trading activities when they are sold due to the impracticalities of estimating the value of such stock items upon receipt.

Investment income is included when receivable.

Income from other trading activities is accounted for when earned.

A valuation for humanitarian aid received for distribution is excluded from the accounts due to a lack of a reliable estimate. An estimate is disclosed in the Trustees' report but not recognised in the accounts.

- (c) Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category.

Expenditure on raising funds comprise the costs associated with attracting gifts and donations and the costs of trading for fundraising purposes including the charity's shops and fundraising events.

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

Governance costs include the costs relating to meeting the constitutional and statutory requirements of the charity and include audit fees and costs linked to the strategic management of the charity. These are included within support costs.

INTERNATIONAL AID TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2020

1 Accounting policies (*continued*)

All costs are allocated between the expenditure categories of the SOFA on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly, others are apportioned on an appropriate basis as set out in note 4.

Redundancy payment expenditure is recognised at the point when employment is ended and when the amount is calculable.

- (d) Fixed assets are stated at cost less accumulated depreciation.

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Leasehold improvements	- straight line over the length of the lease
Shop and office equipment	- 25% p.a reducing balance
Motor vehicles	- 25% p.a reducing balance

Assets with a cost exceeding £1,000 are capitalised.

- (e) Rentals payable under operating leases are charged against income on a straight line basis over the lease term.
- (f) Unrestricted funds can be used in accordance with the charitable objects at the discretion of the Trustees.
- (g) Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes. Expenditure which meets these criteria is charged to the fund, together with a fair allocation of support costs. Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.
- (h) Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange prevailing at the accounting date. Transactions in foreign currencies are recorded at the date of the transactions. All exchange gains/losses are recognised in the SOFA.

INTERNATIONAL AID TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2020

2 Donations and legacies

	Unrestricted	Restricted	Total Funds	Total Funds
			2020	2019
	£	£	£	£
Donations and legacies	92,093	61,462	153,555	168,394
Job retention scheme grants	116,835	-	116,835	-
Local restriction support grants	14,340	-	14,340	-
Retail, hospitality and leisure grants	195,000	-	195,000	-
Gift Aid	16,328	4,685	21,013	40,518
	<u>434,596</u>	<u>66,147</u>	<u>500,743</u>	<u>208,912</u>

Prior year comparatives

	Unrestricted	Restricted	Total Funds
			2019
	£	£	£
Donations and legacies	107,054	61,340	168,394
Gift Aid	32,762	7,756	40,518
	<u>139,816</u>	<u>69,096</u>	<u>208,912</u>

3 Income from: Other trading activities

	Unrestricted	Restricted	Total Funds	Total Funds
			2020	2019
	£	£	£	£
Shop sales	316,216	194	316,410	741,242
Office & warehouse sales & recycling credits	20,264	-	20,264	45,168
	<u>336,480</u>	<u>194</u>	<u>336,674</u>	<u>786,410</u>

The prior year comparatives were all represented by unrestricted funds

INTERNATIONAL AID TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2020

4 Total expenditure

	Raising funds - gifts and donations	Raising funds - trading	Collection, handling & storage of aid	Overseas aid deliveries, projects & ministry	Governance	2020	2019
	£	£	£	£	£	£	£
Grants (note 5)	-	-	-	65,276	-	65,276	104,050
UK staff costs	16,917	274,308	41,832	16,917	-	349,974	415,931
Subsistence & travel	-	2,153	794	219	-	3,166	6,811
Transport, ferries & documentation	-	23	5	23,344	-	23,372	26,568
Advertising & promotional expenses	-	-	-	-	-	-	2,698
Legal, audit & accountancy	-	5,103	1,033	1,103	3,450	10,689	13,207
Premises costs & other associated costs	-	187,713	46,527	10,308	-	244,548	346,591
Communications, IT, stationery	-	13,968	1,840	2,125	-	17,933	22,277
Transport, handling & processing costs	-	1,061	18,172	6	-	19,239	37,735
Depreciation and loss on disposal	-	4,059	2,709	877	-	7,645	4,334
Irrecoverable VAT	-	437	89	94	-	620	472
Bank charges	-	7,734	974	295	-	9,003	9,415
Exchange gain or loss	-	-	-	-	-	-	85
	16,917	496,559	113,975	120,564	3,450	751,465	990,174

Prior year comparatives

	Raising funds - gifts and donations	Raising funds - trading	Collection, handling & storage of aid	Overseas aid deliveries, projects & ministry	Governance	2019
	£	£	£	£	£	£
Grants (note 5)	-	-	-	104,050	-	104,050
UK staff costs	19,786	326,728	49,631	19,786	-	415,931
Subsistence & travel	-	6,261	470	80	-	6,811
Transport, ferries & documentation	-	62	15	26,491	-	26,568
Advertising & promotional expenses	2,648	50	-	-	-	2,698
Legal, audit & accountancy	-	7,598	1,168	1,071	3,370	13,207
Premises costs & other associated costs	-	262,011	81,006	3,574	-	346,591
Communications, IT, stationery	-	17,017	3,061	2,199	-	22,277
Transport, handling & processing costs	-	2,418	34,872	445	-	37,735
Depreciation and loss on disposal	-	2,942	726	666	-	4,334
Irrecoverable VAT	-	320	79	73	-	472
Bank charges	-	8,639	404	372	-	9,415
Exchange gain or loss	-	58	14	13	-	85
	22,434	634,104	171,446	158,820	3,370	990,174

INTERNATIONAL AID TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2020

5 Grants payable

	2020	2019
	£	£
IAT New Jerusalem Ministries	4,583	18,250
IAT Good Samaritan Foundation Odessa, Bethany Church		
Minsk, Moltavilovka Church Kiev	14,083	35,733
Sierra Leone New Hope School	44,525	41,350
Various small recipients	2,085	8,717
Total grants payable	<u>65,276</u>	<u>104,050</u>

Of the grants made above, £500 (2019: £nil) relates to grants made to individuals; the remainder were grants made to institutions.

6 Net income/(expenditure) for the year

This is stated after charging:

	2020	2019
	£	£
Depreciation and loss on disposal	7,645	4,334
Independent Examiner's remuneration		
- independent examination	1,990	1,950
- accounts preparation	1,460	1,420
- other services	278	134

No Trustees received any remuneration or were reimbursed for expenses during the year or during the prior year.

Donations from Trustees, key management personnel and related parties were £11,675 (2019: £24,776).

7 Staff costs and numbers

The aggregate payroll costs were:

	2020	2019
	£	£
Wages and salaries	329,716	393,258
Social security costs	12,198	17,585
Pension	3,346	3,702
Redundancy payments	4,714	1,386
	<u>349,974</u>	<u>415,931</u>

No employee received emoluments of more than £60,000.

The total employment benefits received by key management personnel were £118,735 (2019: £132,478).

INTERNATIONAL AID TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2020

7 Staff costs and numbers (*continued*)

The average headcount of staff during the reporting period was 28 (2019: 32).

In addition, a great amount of time, the value of which is not reflected in these financial statements, is donated by thousands of volunteers throughout the UK & abroad.

8 Taxation

The charity is exempt from corporation tax on its charitable activities.

9 Fund-analysis comparative figures

	Unrestricted Funds £	Restricted Funds £	Total Funds 2019 £
Income from:			
Donations and legacies	139,816	69,096	208,912
Other trading activities	786,410	-	786,410
Investments	47	-	47
Total income	926,273	69,096	995,369
Expenditure on:			
Costs of generating funds			
Raising funds - gifts and donations	22,434	-	22,434
Raising funds - trading	634,104	-	634,104
Charitable activities	199,894	133,742	333,636
Total expenditure	856,432	133,742	990,174
Net income/(expenditure)	69,841	(64,646)	5,195
Transfers between funds	(34,890)	34,890	-
Net movement in funds	34,951	(29,756)	5,195
Reconciliation of funds:			
Total funds at start of year	(57,714)	66,482	8,768
Total funds at end of year	(22,763)	36,726	13,963

INTERNATIONAL AID TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2020

10 Tangible fixed assets

	Leasehold Improvements £	Shop & office equipment £	Motor Vehicles £	Total £
Cost				
At 1 January 2020	7,023	50,393	36,219	93,635
Additions	39,089	-	8,995	48,084
Disposals	-	(12,211)	(20,624)	(32,835)
At 31 December 2020	<u>46,112</u>	<u>38,182</u>	<u>24,590</u>	<u>108,884</u>
Depreciation				
At 1 January 2020	-	42,141	32,092	74,233
Disposals	-	(11,238)	(18,257)	(29,495)
Charge for the year	-	2,064	2,720	4,784
At 31 December 2020	<u>-</u>	<u>32,967</u>	<u>16,555</u>	<u>49,522</u>
Net book value				
At 31 December 2020	<u>46,112</u>	<u>5,215</u>	<u>8,035</u>	<u>59,362</u>
At 31 December 2019	<u>7,023</u>	<u>8,252</u>	<u>4,127</u>	<u>19,402</u>

11 Debtors

	2020 £	2019 £
Other debtors	8,267	11,619
Prepayments & accrued income	13,861	20,478
	<u>22,128</u>	<u>32,097</u>

12 Creditors: amounts falling due within one year

	2020 £	2019 £
Trade creditors	4,281	10,203
Other creditors	55,332	1,193
Taxes and social security costs	3,517	5,897
Accruals & deferred income	3,450	3,370
Other loans	25,000	32,000
Bank loan	5,833	-
	<u>97,413</u>	<u>52,663</u>

INTERNATIONAL AID TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2020

13 Creditors: amounts falling due after more than one year

	2020	2019
	£	£
Bank loan	44,167	-
	<u>44,167</u>	<u>-</u>

The Bank Loan is a Bounce Bank Loan repayable over 10 years under the Government-sponsored Bounce Bank Loan Scheme.

14 Commitments

At 31 December 2020 the company had total commitments, under non-cancellable operating leases paid as follows:

	Land & buildings	Total 2020	Total 2019
		£	£
Within one year	120,146	120,146	177,052
Between two & five years	117,296	117,296	186,546

The operating lease payments recognised as an expense in the year amounted to £107,619 (2019: £245,496).

At 31 December 2019 the company had total commitments, under non-cancellable operating leases paid as follows:

	Land & buildings	Total 2019
		£
Within one year	177,052	177,052
Between two & five years	186,546	186,546

15 Reconciliation of net movement in funds to net cash inflow from operating activities

	2020	2019
	£	£
Statement of Financial Activities: Net movement in funds	86,058	5,195
Investment income	(106)	(47)
Depreciation	4,784	4,334
Loss on disposal of tangible fixed asset	2,860	448
Movement in creditors: current liabilities	44,750	5,264
Movement in debtors	9,969	(3,942)
Net cash inflow from operating activities	<u>148,315</u>	<u>11,252</u>

INTERNATIONAL AID TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2020

16 Analysis of change in cash during the year

	2020	2019	Change
	£	£	£
Cash at bank	<u>160,111</u>	<u>15,127</u>	<u>144,984</u>
	2019	2018	Change
	£	£	£
Cash at bank	<u>15,127</u>	<u>32,251</u>	<u>(17,124)</u>

17 Movement in funds

	At 1 Jan				At 31 Dec
	2020	Income	Expenditure	Transfers	2020
	£	£	£	£	£
Restricted funds					
Family sponsorship	1,913	19,043	(14,083)	-	6,873
Harvest orphanage	1,330	-	-	-	1,330
India	625	2,925	(3,583)	-	(33)
Sierra Leone New Hope School	23,169	37,919	(44,577)	17,499	34,010
Children's holiday camps	4,089	4,248	-	(3,000)	5,337
Philippines	612	-	-	-	612
Bibles	1,138	358	(1,000)	-	496
Nepal	1,573	-	-	-	1,573
Reach International	1,993	500	(500)	-	1,993
Small grants	-	1,348	(1,718)	370	-
Small other funds	284	-	-	-	284
	<u>36,726</u>	<u>66,341</u>	<u>(65,461)</u>	<u>14,869</u>	<u>52,475</u>
Unrestricted funds					
Fixed asset designated fund	19,402	-	(4,784)	44,744	59,362
Free reserves	(42,165)	771,182	(681,220)	(59,613)	(11,816)
	<u>(22,763)</u>	<u>771,182</u>	<u>(686,004)</u>	<u>(14,869)</u>	<u>47,546</u>
Total funds	<u>13,963</u>	<u>837,523</u>	<u>(751,465)</u>	<u>-</u>	<u>100,021</u>

INTERNATIONAL AID TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2020

17 Movement in funds (continued)

Prior year comparatives

	At 1 Jan 2019 £	Income £	Expenditure £	Transfers £	At 31 Dec 2019 £
Restricted funds					
Family sponsorship	2,515	16,231	(35,733)	18,900	1,913
Harvest orphanage	1,330	-	-	-	1,330
India	1,564	3,633	(18,250)	13,678	625
Sierra Leone New Hope School	20,224	33,041	(44,167)	14,071	23,169
Children's holiday camps	7,077	13,012	-	(16,000)	4,089
Philippines	612	-	-	-	612
Bibles	1,780	1,138	(1,780)	-	1,138
Nepal	1,573	-	-	-	1,573
Reach International	1,993	-	-	-	1,993
Small grants	-	2,041	(6,282)	4,241	-
Projects in Romania	27,080	-	(27,080)	-	-
Small other funds	734	-	(450)	-	284
	<u>66,482</u>	<u>69,096</u>	<u>(133,742)</u>	<u>34,890</u>	<u>36,726</u>
Unrestricted funds					
Fixed asset designated fund	17,761	-	(4,334)	5,975	19,402
Free reserves	(75,475)	926,273	(852,098)	(40,865)	(42,165)
	<u>(57,714)</u>	<u>926,273</u>	<u>(856,432)</u>	<u>(34,890)</u>	<u>(22,763)</u>
Total funds	<u>8,768</u>	<u>995,369</u>	<u>(990,174)</u>	<u>-</u>	<u>13,963</u>

Purpose of restricted funds

Family sponsorship - IAT's scheme linking sponsors in the UK to needy families and individuals in Eastern Europe.

Harvest orphanage - Orphanage in Sri Lanka for children orphaned by the 2004 Boxing Day Tsunami or from the Tamil uprising.

India (New Jerusalem Ministries) - Education, orphans and ministry to the poor across four states in Southern India, including sponsorship of a number of church pastors.

Sierra Leone New Hope School - Educating, feeding, health care and pastoral work in the community; sponsorship of a number of families; construction of homes for families to host children orphaned by the recent Ebola outbreak in West Africa.

INTERNATIONAL AID TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2020

17 Movement in funds (*continued*)

Children's holiday camps - Providing summer holidays for needy children in Ukraine. The transfer from this fund in the year was due to a donor giving permission for the funds they had donated over a number of years to be derestricted to other activities within the charity's objects. These funds were transferred to free reserves.

Philippines - Provision of humanitarian aid and relief of suffering caused by natural disasters in the Philippines.

Bibles - Provision of Bibles to India.

Nepal - Provision of humanitarian aid and relief of suffering caused by natural disasters in Nepal.

Reach International - a partner church working principally in Belarus to relieve suffering and poverty.

Small grants - small grants to needy individuals and families wherever we work.

Projects in Romania - support of partner charities in Romania, principally by providing warehouse and transport facilities for the shipment of humanitarian aid.

Small other funds - through donations and one-off donations which do not fit within existing funds. The transfer from this fund reflects costs incurred in our Warehouse in 2019 in support of a partner charity working in Mexico.

18 Analysis of net assets between restricted and unrestricted funds

Year-end 31 December 2020	Tangible Fixed assets £	Cash at bank £	Other Current assets £	Long term Creditors £	Total £
Restricted funds	-	52,475	-	-	52,475
Unrestricted funds					
Fixed asset designated fund	59,362	-	-	-	59,362
Free reserves	-	107,636	(75,285)	(44,167)	(11,816)
	<u>59,362</u>	<u>160,111</u>	<u>(75,285)</u>	<u>(44,167)</u>	<u>100,021</u>

INTERNATIONAL AID TRUST
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2020

18 Analysis of net assets between restricted and unrestricted funds (*continued*)

Year-end 31 December 2019	Tangible Fixed assets £	Cash at bank £	Other Current assets £	Long term Creditors £	Total £
Restricted funds	-	36,726	-	-	36,726
Unrestricted funds					
Fixed asset designated fund	19,402	-	-	-	19,402
Free reserves	-	(21,599)	(20,566)	-	(42,165)
	<u>19,402</u>	<u>15,127</u>	<u>(20,566)</u>	<u>-</u>	<u>13,963</u>

The total amount of cash at bank is £15,127 at the year-end with no overdraft utilised. The £36,726 reflects the total restricted fund balance and the (£21,599) reflects the cash balance borrowed from restricted funds.

19 Company limited by guarantee

The company is limited by guarantee and as such has no issued share capital. In the event of the company being wound up the liability of the members is limited to £10 each.

20 Going concern basis

At the time of the first Lockdown in March 2020 our recovery strategy was bearing fruit: our forecasts showing that we would eliminate our borrowing from restricted funds by the end of 2020. The Trustees remain confident that the impact of the Government-sponsored grants for which we have been eligible, combined with the measures we have taken in the last 15 months, will allow us to maintain that improvement throughout 2021 and beyond, and therefore consider it appropriate to continue to adopt the going concern basis in preparing these financial statements.