

# PROJECT HARAR

England & Wales · Charity number 1094272

## Details

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**Other names** PROJECT HARAR ETHIOPIA

**Status** Registered

**Legal form** Charitable company

**Company number** [04300840](#)

**Registered** 2002-10-21

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

## Contact

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**Address** PO Box 2624  
Henfield  
BN5 0FN

**Phone** 02077944856

**Email** [smile@projectharar.org](mailto:smile@projectharar.org)

**Website** [www.projectharar.org](http://www.projectharar.org)

## Activities

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**Objects:** The Charity's objects ("the Objects") are: The relief of poverty, the preservation and protection of human health and the advancement of education in Ethiopia and other countries as deemed appropriate, particularly but not by way of limitation amongst children and young people

**Activities:** Our objectives are the relief of poverty, the preservation, protection and improvement of human health and the advancement of education in Ethiopia. Specifically we help children and young people with cleft and palate, and severe facial disfigurements, by securing professional medical care to rebuild facial function and appearance, supporting community reintegration and give new prospects in life.

## Classification

- **How:** Makes Grants To Individuals, Provides Other Finance, Provides Human Resources, Provides Services, Provides Advocacy/advice/information, Sponsors Or Undertakes Research
- **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, Economic/community Development/employment
- **Who:** Children/young People, People With Disabilities, The General Public/mankind

## Geography

- **Area of benefit:** NATIONAL AND OVERSEAS
- Ethiopia

## Finances

Period end	Income	Expenditure	Assets	Employees
2024-12-31	£381,445	£340,223	-	-
2023-12-31	£193,430	£176,992	-	-
2022-12-31	£116,993	£227,679	-	-
2021-12-31	£152,789	£151,342	-	-
2021-03-31	£312,834	£216,615	-	-

## Trustees

Name	Role	Appointed
DENISE FARLEY		2016-03-16
Gary Walton		2024-05-18
JOSEPHINE CROWN		2022-02-10
LUCY ELIZABETH CONNOLLY		2019-05-29
Marcel Chad		2018-05-03

**PROJECT HARAR**

England & Wales - Charity number 1094272

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# Accounts

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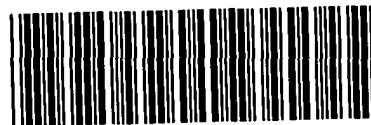
**PROJECT HARAR**  
**A Company Limited by Guarantee**

**Report and Financial Statements for the Year ended 31 December 2024**

Charity number: 1094272

Company number: 4300840

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# PROJECT HARAR

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# **PROJECT HARAR**

## **Company Information**

<b>Directors</b>	Denise Farley Josephine Crown Gary Walton (appointed 18 May 2024) Professor Mark McGurk (resigned 22 May 2024) Vinod Patel (resigned 9 April 2024) Lucy Connolly Charles Chad
<b>Trustees</b>	Denise Farley Josephine Crown Gary Walton (appointed 18 May 2024) Professor Mark McGurk (resigned 22 May 2024) Vinod Patel (resigned 9 April 2024) Lucy Connolly Charles Chad
<b>Chief Executive Officer</b>	Jacquelyn Riley
<b>Company number</b>	4300840
<b>Charity Number</b>	1094272
<b>Registered Office</b>	Pyramid House 954 High Road London N12 9RT
<b>Independent Examiner</b>	Michael Pinner ACA Errington Langer Pinner Chartered Accountants Pyramid House 954 High Road London N12 9RT

# **PROJECT HARAR**

## **Trustees' Report**

*For the Year Ended 31 December 2024*

The Trustees (who are also directors for company law purposes) present their report along with the Financial Statements of the charity for the year ended 31 December 2024.

The Financial Statements have been prepared in accordance with the accounting policies set out on pages 12 to 14 and comply with the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (as amended for accounting periods commencing from 1 January 2016).

### **Objectives and activities**

The objects of the charity are the relief of poverty, the preservation and protection of human health and the advancement of education in Ethiopia, particularly amongst children and young people.

Project Harar is a registered charity in the UK and works with Project Harar (Ethiopia), a registered local NGO in Ethiopia, to implement our shared charitable objectives which are:

- to provide nutrition support to malnourished children with cleft conditions, from birth until they have recovered from treatment
- to provide awareness raising, transport, logistics and psychosocial support to families and access to surgical treatment for their children,
- to provide other ancillary support to children and young people with cleft or other facial conditions from remote, rural, and impoverished areas of Ethiopia
- to support mothers of children with cleft by teaching them about causes and treatment of cleft, providing feeding and nutrition training and psychosocial support
- to provide awareness raising, patient identification, patient mobilisation, and surgical treatment for children and adult survivors of noma.

### **How our activities deliver public benefit**

The trustees have, throughout the year, complied with their duty to have due regard to the guidance on public benefit published by the Charity Commission. This highlights that an identifiable benefit must be available to the public, or a section of the public, and people on low incomes must be able to benefit.

In supporting the work of Project Harar (Ethiopia) to provide free nutrition support, access to surgery and other ancillary services for children with facial disfigurement, especially cleft lip and palate, in rural and impoverished areas, the Trustees conclude that Project Harar in the UK meets the key obligations above.

### **Performance and achievements**

Project Harar in the UK supports Project Harar in Ethiopia both financially and by providing management training, equipment, monitoring and evaluation to support capacity building in Ethiopia. During the year this enabled Project Harar in Ethiopia to treat 898 children, undertaking the following activities:

- 898 infants and children with cleft conditions were identified, mobilised to 11 regional

## PROJECT HARAR

hospitals and received surgery in partnership with Smile Train, or received nutrition or other support to enable them to return later.

- 357 children were treated at 2 hospitals in Amhara region, despite the continuing state of emergency in the area. Staff have worked closely with hospitals and regional health bureaux to maintain services during this time of conflict.
- A further 337 children were treated at 4 hospitals in the Oromia region
- 75 patients were treated in Central Ethiopia Regional State
- 56 children were treated at Alatyon Hospital in Sidama
- 48 Children were treated at Asosa in Benishangul-Gumuz
- 13 patients were treated in South Ethiopia Regional State
- 12 patients from the Somali region were treated in Dire Dawe

The continued impact of drought, conflict, and very high inflation has seen an increase in the numbers of children arriving at our programmes too malnourished for safe surgery. This year 178 families received some combination of:

- a package of nutrition support,
- nutrition education and mentoring, teaching parents how to use local ingredients to improve nutrition for their children
- infection treatment
- iron supplementation

This supports the families to return within 3-6 months with the child strong enough to receive surgery.

Awareness raising is an integral part of Project Harar's work in Ethiopia, educating health professionals and social workers about cleft conditions, the causes and treatments, and working to break down the stigma surrounding these conditions. During the year Project Harar trained 277 health care workers and social workers as well as representatives of regional health bureaux at workshops in Oromia and Central Ethiopia Region.

This year Project Harar increased focus on psychosocial support for mothers, running support groups for mothers alongside surgical programmes.

### Financial Review

During the year ended 31 December 2024 fundraising increased in line with the objectives set by the trustees. Total income increased by £188,015 (93%).

We raised over £70,000 from the Gala dinner in November in conjunction with the Big Give and launched the Anne McNicholas Foundation in memory of one of most treasured nurses. Project Harar was delighted to receive support from the Rotary Clubs Heywood 2020, Dunkinfield and Stalybridge and Bolton Lever, as well as an international Rotary Club grant. Office staff also took part in the Big Help Out in Brighton. During the year Project Harar received grants from trusts and foundations totalling £95,700. Challenge events during the year included the London Marathon and Great Ethiopian Run, raising £11,500.

Overall expenditure for the current financial year was £340,233, an increase of £163,241(92%) compared to 2024.

## **PROJECT HARAR**

At the balance sheet date the total funds of the charity had increased by 51% to £121,709.

Project Harar works with a number of international NGOs to support its work in Ethiopia. Whilst only grants made to Project Harar (UK) are reflected in these accounts, some funds raised in Ethiopia and elsewhere are also paid directly into Project Harar Ethiopia. In the year to 31 December 2024 Project Harar Ethiopia received direct funding from Smile Train, regional hospitals, Project Matrix (the Diplomatic Spouses Group of Ethiopia charity).

During the year Project Harar entered into an agreement with German NGO Hilfsaktion Noma eV and in association with WHO to work on a new project to identify and treat patients with noma, a neglected tropical disease that causes severe facial disfigurement. A pilot program is being run in 2025 to raise awareness of the causes and symptoms of the disease, and to provide treatment of active cases, as well as surgery for survivors of noma. This programme can be extended for a further two years if the need is sufficient.

Project Harar will continue working with colleagues in Ethiopia to raise funds in-country to support Project Harar (Ethiopia) directly and will expand its relationship with corporates in the UK and Ethiopia, such as DSP, who are providing technical support in the UK and Ethiopia, as well as fundraising for cleft programmes.

The trustees have reviewed the cash position, reserves and financial budget for 2025 and believe that the charity is a going concern, and there are no material uncertainties as to going concern.

### **Reserves policy**

It is the policy of the charity that unrestricted funds that are not designated for any particular use should be maintained at a level equivalent to three month's total expenditure and placed on bank deposit. The trustees consider that this level of reserves should ensure that in the event of a significant drop in funding, they will be able to continue the charity's current activities while consideration is given to ways in which additional funds may be raised.

### **Structure, governance and management**

Project Harar is a company limited by guarantee having no share capital. The company is governed by its Memorandum and Articles of Association and the provisions and recommendations of the Charity Commission. The company is managed by the directors who are also trustees of the charity.

The charitable company relies on the generous donations of the public, businesses and private charitable trusts and charitable foundations.

The charity is a founding member of the Circle of Cleft Professionals, a member of Face Equality International and the Fundraising Regulator.

### **Directors**

The following have held office since 1 January 2024:

Denise Farley

Professor Mark McGurk (resigned 22 May 2024)

Vinod Patel (resigned 9 April 2024)

Lucy Connolly

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Marcel (Charles) Chad  
Josephine Crown  
Gary Walton (appointed 18 May 2024)

### **Risk management**

The directors have considered the risks to which the charitable company is exposed.

In Ethiopia security concerns, conflict, high inflation, and changes to foreign exchange policies continue to create challenges, whilst in the UK the cost-of-living squeeze and regional conflicts have increased competition for grant and public funding. We have implemented the following strategies to cope with these challenges:

- In Ethiopia we rely on Project Harar (Ethiopia) to monitor local security situations and only implement programmes where they advise it is safe to do so. Project Harar works closely with regional health bureaux and hospitals to identify appropriate locations for programmes and in 2024 worked with 11 hospitals in six regions across Ethiopia.
- To protect the safety of staff we have reduced the reliance on road transport in certain areas, opting to fly to some locations.
- In 2024 UK staff visiting Ethiopia follow the guidance of the Foreign and Commonwealth Office, the British Embassy in Addis Ababa as well as local guides, in deciding which areas to visit.
- In the UK we have strengthened our team whilst keeping costs to an absolute minimum. We have recruited several part-time staff and consultants to support the CEO, including professionals in fundraising, finance and communications. We continue to work part-time in a co-working office in Brighton and from home.
- Project Harar continued to diversify its funding base in 2024. The charity will also continue to seek funding from major institutional funders and foundations to expand our reach and provide comprehensive cleft care to those in need.
- Most of the charity's cash reserves are held in the UK as a hedge against inflation in Ethiopia, exchange rate movements and exchange controls. We actively review the cash positions of both charities monthly.

### **Investments**

Under its Memorandum and Articles of Association the charitable company has the power to make investments which the directors see fit. The charity currently has no investments other than cash deposits.

### **Statement of Trustees' responsibilities**

The trustees (who are also the directors for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom 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 those financial statements, the trustees are required to:

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

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

The trustees are responsible for keeping proper accounting records 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.

### Approval

The Trustees' Report was approved by the Board of Trustees on 12 September 2025 and signed on its behalf by:



.....  
Lucy Connolly  
Director

12 September 2025

**Independent Examiner's Report to the Trustees of Project Harar**  
*For the Year Ended 31 December 2024*

I report to the trustees on my examination of the accounts of Project Harar (the charity) for the year ended 31 December 2024.

**Responsibilities and basis of report**

As the trustees of the charity (and also its directors for the purpose 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 charity 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 the charity's accounts carried out under section 145 of the Charities Act 2011 (the 2011 Act). In carrying out my examination I have followed all applicable Directions given by the Charity Commission under section 145 (5) (b) of the 2011 Act.

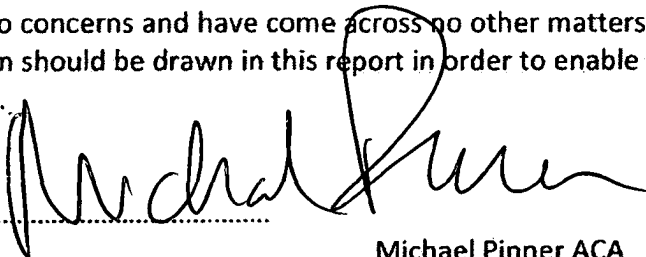
**Independent examiner's statement**

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

- accounting records were not kept in respect of the charity as required by section 386 of the 2006 Act;  
or
- the accounts do not accord with those records; or
- 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
- 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 (FRS102).

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.

Name:



Michael Pinner ACA

Relevant professional body:

Institute of Chartered Accountants in England and Wales

Address:

Errington Langer Pinner  
Pyramid House  
954 High Road  
London N12 9RT

Date:

17 September 2025

**Statement Of Financial Activities (including Income and Expenditure Account)**  
*For the Year Ended 31 December 2024*

	Notes	2024			2023		
		Unrestricted	Restricted	Total	Unrestricted	Restricted	Total
		£	£	£	£	£	£
<b>Income from:</b>							
Donations and grants		211,582	92,830	304,412	89,003	47,829	136,832
Income from events		64,831	-	64,831	56,585	-	56,585
Other income		11,666	-	11,666	-	-	-
Interest receivable		536	-	536	13	-	13
<b>Total income</b>		<b>288,615</b>	<b>92,830</b>	<b>381,445</b>	<b>145,601</b>	<b>47,829</b>	<b>193,430</b>
<b>Expenditure:</b>							
Cost of generating funds	2	111,038	-	111,038	57,202	-	57,202
<b>Expenditure on Charitable Activities:</b>							
Cleft programme	3	153,074	19,971	173,045	15,965	103,825	119,790
Complex surgical programme	3	7,552	48,598	56,150	-	-	-
<b>Total expenditure</b>		<b>271,664</b>	<b>68,569</b>	<b>340,233</b>	<b>73,167</b>	<b>103,825</b>	<b>176,992</b>
<b>Net income/ (expenditure)</b>		<b>16,951</b>	<b>24,261</b>	<b>41,212</b>	<b>72,434</b>	<b>(55,996)</b>	<b>16,438</b>
Transfers between funds		5,944	(5,944)	-	(53,993)	53,993	-
<b>Net movement in funds</b>		<b>22,895</b>	<b>18,317</b>	<b>41,212</b>	<b>18,441</b>	<b>(2,003)</b>	<b>16,438</b>
<b>Reconciliation of funds:</b>							
Funds brought forward at 1 January 2024		78,000	2,497	80,497	59,559	4,500	64,059
<b>Total funds carried forward at 31 December 2024</b>	12	<b>100,895</b>	<b>20,814</b>	<b>121,709</b>	<b>78,000</b>	<b>2,497</b>	<b>80,497</b>

The notes on pages 12 to 18 form part of these financial statements.

There are no recognized gains and losses other than those shown within the Statement of Financial Activities.

## Balance Sheet

As at 31 December 2024

	Notes	2024 £	2023 £
<b>Fixed assets</b>			
Tangible assets	8	2,864	-
<b>Current assets</b>			
Debtors	9	560	23,128
Cash at bank and in hand		145,360	85,133
		145,920	108,261
<b>Creditors: amounts falling due within one year</b>	10	<u>(16,029)</u>	<u>(13,597)</u>
<b>Net current assets</b>		129,891	94,664
<b>Creditors: amounts falling due after more than one year</b>	11	<u>(11,046)</u>	<u>(14,167)</u>
<b>Net assets</b>		<u>121,709</u>	<u>80,497</u>
<b>Funds</b>			
Restricted funds	12	20,814	2,500
Unrestricted funds	12	<u>100,895</u>	<u>77,997</u>
<b>Total funds</b>		<u>121,709</u>	<u>80,497</u>

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 December 2024. No member of the company has deposited a notice, pursuant to section 476, requiring an audit of these accounts.

The Trustees' responsibilities for ensuring that the charity keeps accounting records which comply with section 386 of the Act and for preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its incoming resources and application of resources, including its income and expenditure, for the financial period in accordance with the requirements of sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to accounts, so far as applicable to the company.

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

The accounts were approved by the Trustees on 12 September 2025

  
.....  
Lucy Connolly

Director

Company Registration No. 4300840

**Notes to the Financial Statements**  
*For the Year Ended 31 December 2024*

**1. Accounting Policies**

**1.1. Charity Information**

Project Harar is a private charitable company limited by guarantee incorporated in England and Wales. The registered office is Pyramid House, 954 High Road, London N12 9RT.

**1.2. Accounting convention**

The financial statements have been prepared in accordance with the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)". The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

The accounts are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The accounts have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

**1.3. Going concern**

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus, the trustees continue to adopt the going concern basis of accounting in preparing the accounts.

**1.4. Incoming resources**

All incoming resources are included in the statement of financial activities when the charity is entitled to the income, and the amount can be quantified with reasonable accuracy. The specific policies are applied to particular categories of income:

- Income from donations and grants, including capital grants, is included in incoming resources of unrestricted funds when receivable.
- When donors impose conditions and grants are for particular restricted purposes, this income is included in incoming resources of restricted funds when receivable.
- Donated goods, services and facilities are included at the value to the charity where this can be quantified.

**1.5. Expenditure**

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Resources expended are included in the Statement of Financial Activities on an accrual basis, inclusive of VAT which cannot be recovered. Expenditure which is directly attributable to specific activities has been included in those activities. Where costs are attributable to more than one activity, they have been apportioned across the cost categories on a basis consistent with the use of these resources and time spent thereon as follows:

	2024	2023
Generating income	33%	32%
Charitable activities	67%	68%

Restricted fund costs consist of those directly attributable to specific activities only.

### 1.6. Foreign exchange transactions

Transactions in foreign currencies are recorded at the average rate of exchange for the year. Assets and liabilities denominated in foreign currency are similarly translated at an appropriate rate of exchange at the balance sheet date. All differences are taken to the statement of financial activities.

### 1.7. Tangible fixed assets

Assets in excess of £100 intended to be of ongoing use to Project Harar in carrying out its activities are capitalised as fixed assets.

Depreciation is charged, on a straight-line basis, as follows:

Computer equipment	4 years
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### 1.8. Cash and cash equivalents

Cash at the bank and in hand comprises cash and short-term highly liquid investments with short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

### 1.9. Financial instruments

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at the settlement value.

**Basic financial assets**

All debtors are measured and included in the accounts on a basis of their recoverable amount.

**Basic financial liabilities**

All creditors are measured and included in the accounts on the basis of their settlement amount which the charity has an obligation to transfer to the third party.

### 1.10. Taxation

The charity is exempt from corporation tax under Chapter 3 of Part 11 of the Corporation Tax Act 2010 or section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that the surpluses are applied to its charitable purposes.

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### 1.11. Employee benefits

Expenditure is recognised for wages and salaries resulting from employee service to the charity during the reporting period. A liability for paid annual leave is recognised only if deemed material at the year-end date.

### 1.12. Retirement benefits

The charity operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the charity in independently administered funds. The pension cost charge represents contributions payable by the charity.

### 1.13. Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the year in which the estimate is revised where the revision affects only that year, or in the year of the revision and future years where the revision affects both current and future years.

## 2. Cost of generating funds

	Unrestricted funds 2024 £	Unrestricted funds 2023 £
Direct costs	63,839	18,744
Staff costs	35,817	31,041
Support costs	11,382	7,645
Total costs	<u>111,038</u>	<u>57,202</u>

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### 3. Expenditure on charitable activities

	Cleft programme	Complex surgical programme	Total	Cleft programme	Complex surgical programme	Total
	2024	2024	2024	2023	2023	2023
	£	£	£	£	£	£
<b>Direct costs</b>						
Staff costs	56,850		56,850	31,397	-	31,397
Other direct costs	98,457	50,395	148,852	72,428	-	72,428
	<u>155,307</u>	<u>50,395</u>	<u>205,702</u>	<u>103,825</u>	<u>-</u>	<u>103,825</u>
<b>Share of support and governance costs (see note 4)</b>						
Support	17,738	5,756	23,494	15,965	-	15,965
	<u>17,738</u>	<u>5,756</u>	<u>23,494</u>	<u>15,965</u>	<u>-</u>	<u>15,965</u>
<b>Analysis by fund</b>						
Unrestricted funds	153,074	7,552	160,626	15,965	-	15,965
Restricted funds	19,971	48,598	68,569	103,825	-	103,825
	<u>173,045</u>	<u>56,150</u>	<u>229,195</u>	<u>119,790</u>	<u>-</u>	<u>119,790</u>

### 4. Support costs allocated to activities

	2024	2023
	£	£
Office costs	10,292	5,820
Professional and governance costs	14,560	2,471
IT and communications	7,295	10,680
Bank charges and interest	773	1,687
Depreciation	274	
Sundry expenses	1,681	2,931
	<u>34,875</u>	<u>23,589</u>
<b>Analysed between:</b>		
Costs of generating funds	11,382	7,624
Cleft programme	17,738	15,965

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Complex surgical programme	5,756	-
	<u>34,875</u>	<u>23,589</u>

### 5. Staff costs

	<b>2024</b>	<b>2023</b>
	<b>£</b>	<b>£</b>
Gross wages	86,146	94,350
Social Security costs	9,393	10,510
Pension cost	1,614	1,864
	<u>97,154</u>	<u>106,724</u>

The average headcount during the year, calculated on a full-time equivalent basis was:

	<b>2024</b>	<b>2023</b>
Program and fundraising salaries	2	2

The number of employees whose annual remuneration was more than £60,000 is as follows:

	<b>2024</b>	<b>2023</b>
	<b>Number</b>	<b>Number</b>
£70,001 - £80,000	1	1

### 6. Taxation

As a registered charity the company is exempt from corporation tax.

### 7. Net movement in funds

	<b>2024</b>	<b>2023</b>
	<b>£</b>	<b>£</b>
The net movement in funds is stated after charging (crediting):		
Fees payable for the independent examination of the charity's financial statements	-	480

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### 8. Fixed assets

	Computer equipment	Total
	£	£
<b>Cost</b>		
As at 1 January 2024	-	-
Additions	3,139	3,139
Disposals	-	-
As at 31 December 2024	3,139	3,139
<b>Depreciation</b>		
As at 1 January 2024	-	-
Charge for the year	274	274
Disposals	-	-
As at 31 December 2024	274	274
<b>Net book value</b>		
As at 1 January 2024	-	-
As at 31 December 2024	2,864	2,864

### 9. Debtors

	2024	2023
	£	£
Prepayments and accrued income	560	19,750
Other debtors	0	3,378
	560	23,128

### 10. Creditors: amounts falling due within one year

	2024	2023
	£	£
Trade creditors	744	
Taxes and social security	2,453	
Other creditors	8,280	10,000
Accruals	4,552	3,597
	16,029	13,597

### 11. Creditors: amounts falling due after one year

	2024	2023
	£	£
Loan	11,046	14,167
	11,046	14,167

## PROJECT HARAR

### 12. Analysis of net assets between funds

	Unrestricted funds £	Restricted funds £	Total funds £
Fund balances as at 31 December 2024 as represented by:			
Tangible fixed assets	2,864	-	2,864
Current assets	120,106	20,814	145,920
Creditors due < one year	(16,029)	-	(16,029)
Creditors due > one year	(11,046)	-	(11,046)
	100,895	20,814	121,709

### 13. Analysis of movements in funds

	At 1 January 2024 £	Incoming resources £	Outgoing resources £	Transfers £	At 31 December 2024 £
<b>Restricted funds:</b>					
Cleft programme		23,415	(19,971)	(3,444)	-
Strategic planning	2,497			(2,497)	-
Complex surgical programme		69,415	(48,598)		20,814
<b>Total restricted funds</b>	2,497	92,830	(68,569)	(5,941)	20,814
<b>Unrestricted funds:</b>					
General funds	73,789	288,615	(271,664)	5,944	73,095
Reserves fund	27,800				27,800
<b>Total unrestricted funds:</b>	101,589	288,615	(271,664)	5,944	100,895

#### Name of the fund

#### Description, nature and purpose of the fund

#### *Cleft programme*

To provide for outreach field work to identify low income, rural patients, (particularly children and young people) with cleft lip and palate and co-ordinate and support their access to free treatment by Ethiopian surgeons. Also includes follow-up patient assessments, mothers' support, secondary patient referrals and monitoring and evaluation.

#### *Complex surgical programme*

To facilitate the free treatment and support of low income, rural patients with complex facial disfigurements as a result of noma, burns, tumours, animal attacks and accidents, by a UK and international medical team.

## **PROJECT HARAR**

*Strategic planning*                      To provide for future strategic planning

### **14. Related party transactions**

During the year (and the previous year) no trustee received any remuneration or benefits from Project Harar.

Trustees and their associates made donations of £12,110 towards the cost of cleft programmes and participated in fundraising events.

In 2024 one trustee made two visits to Ethiopia for strategic, fundraising and governance purposes. On one trip the charity paid the travel and accommodation costs for the trustee, and on the second trip the trustee paid their own accommodation and costs to participate in the Great Ethiopian Run, fundraising for Project Harar. In 2023 the trustees paid all their own travel and accommodation expenses on three out of a total of four trips. On one trip, for a joint trustee meeting between the charity and the Board of Project Harar Ethiopia, the charity paid for the flight and accommodation for one trustee.

**PROJECT HARAR**

England & Wales - Charity number 1094272

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# Accounts

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**PROJECT HARAR  
A COMPANY LIMITED BY GUARANTEE**

**Report and Financial Statements  
For the Year ended  
31 December 2023**

**Charity number: 1094272**

**Company number: 4300840**

**Prepared by:  
Errington Langer Pinner  
Chartered Accountants  
Pyramid House  
954 High Road  
London N12 9RT**

# PROJECT HARAR

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# PROJECT HARAR

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## COMPANY INFORMATION FOR THE YEAR ENDED 31 DECEMBER 2023

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**Directors**

Denise Farley  
Josephine Crown  
Professor Mark McGurk  
Vinod Patel  
Lucy Connolly  
Charles Chad

**Trustees**

Denise Farley  
Josephine Crown  
Professor Mark McGurk  
Vinod Patel  
Lucy Connolly  
Charles Chad

**Chief Executive Officer**

Jacquelyn Riley

**Company number**

4300840

**Charity Number**

1094272

**Registered Office**

Pyramid House  
954 High Road  
London  
N12 9RT

**Independent Examiner**

Michael Pinner ACA  
Errington Langer Pinner  
Chartered Accountants  
Pyramid House  
954 High Road  
London N12 9RT

# PROJECT HARAR

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## DIRECTORS' AND TRUSTEES' REPORT FOR THE YEAR ENDED 31 DECEMBER 2023

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The Trustees present their Report along with the Financial Statements of the charity for the year ended 31 December 2023. The Financial Statements have been prepared in accordance with the accounting policies set out on pages 8 - 10 and comply with the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (as amended for accounting periods commencing from 1 January 2016).

### Objectives and activities

The objectives of the charity are the relief of poverty, the preservation and protection of human health and the advancement of education in Ethiopia, particularly amongst children and young people.

Project Harar in the UK works in partnership with Project Harar Ethiopia to implement our shared charitable objectives, which are to provide nutrition support, access to surgical treatment and other ancillary support to children and young people with cleft or other facial conditions from remote, rural, and impoverished areas of Ethiopia.

### How our activities deliver public benefit

The Trustees have, throughout the year, complied with their duty to have due regard to the guidance on public benefit published by the Charity Commission.

### Performance and achievements

During the year we have undertaken the following activities:

640 infants and children with cleft conditions were identified, mobilised to regional hospitals and received surgery in partnership with Smile Train.

- 230 children were treated at 4 programmes in Amhara region during a short reprieve from conflict in neighbouring Tigray in 2020 and 2021. A further 6-month of state of emergency was declared on 4 August 2023 in Amhara, making it once again difficult to work in this region.
- 103 children were treated in 3 programmes in SNNP and 1 programme in Sidama
- 3 patients from the Somali region were treated in Dire Dawe
- A further 304 children were treated as part of 20 programmes in the Oromia region

Awareness raising is an integral part of our work in Ethiopia, educating health professionals and social workers about cleft conditions, the causes and treatments, and working to break down the stigma surrounding these conditions. During the year we trained 113 health care workers and social workers as well as representatives of regional health bureaux at workshops in Amhara, Oromia and SNNPR.

The continued impact of drought, conflict, and very high inflation has seen an increase in the numbers of children arriving at our programmes too malnourished for safe surgery. This year between 12 and 20 % of children presented undernourished. We provide these families with a package of nutrition support, as well as education for the parents or guardians on supplementary feeding so that the child can return for surgery when they are stronger. This year we provided nutrition support, counselling and/or infection treatment to infants who were not fit for surgery so that children could return for surgery when their health had improved.

This year we increased our focus on psychosocial support for mothers, running support groups for mothers alongside our surgical programmes.

# PROJECT HARAR

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## DIRECTORS' AND TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2023

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### Reserves policy

It is the policy of the charity that unrestricted funds that are not designated for any particular use should be maintained at a level equivalent to three month's total expenditure and placed on bank deposit. The trustees consider that this level of reserves should ensure that in the event of a significant drop in funding, they will be able to continue the charity's current activities while consideration is given to ways in which additional funds may be raised.

### Structure, governance and management

Project Harar (Limited by guarantee) is a company limited by guarantee having no share capital. The company is governed by its Memorandum and Articles of Association and the provisions and recommendations of the Charity Commission. The company is managed by the directors who are also trustees of the charity.

The charitable company relies on the generous donations of the public, businesses and private charitable trusts.

The charity is a founding member of the Circle of Cleft Professionals and a member of Face Equality International.

### Directors

The following have held office since 1 January 2023:

Josephine Crown

Denise Farley

Professor Mark McGurk (resigned 22 May 2024)

Vinod Patel (resigned 9 April 2024)

Lucy Connolly

Charles Chad

During the year Professor McGurk retired but remains a consultant to the charity, and Vinod Patel resigned. Gary Walton (Consultant Head & Neck and Reconstructive surgeon was appointed as a director and trustee on 18 May 2024.

### Review of transactions and financial position

During the year ended 31 December 2023 fundraising increased in line with the objectives set by the trustees. Total income increased by 65% to £193,430.

We raised almost £57,000 from the Gala dinner in November, our first post-covid event, and received grants from trusts and foundations totalling £58,303. In addition, the first fundraising event for Project Harar in Ethiopia, was held and raised £60,000 which directly funded Project Harar Ethiopia.

Overall expenditure for the current financial year was £176,992, a decrease of 22%. This was a result of funding being secured directly into Project Harar Ethiopia.

At balance sheet date the total funds of the charity had increased by 26% to £80,497.

It is the policy of the charity that they hold a reserve equivalent to three months total expenditure on bank deposit as a matter of prudence.

# PROJECT HARAR

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## DIRECTORS' AND TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2023

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### **Risk management and future developments**

The directors have considered the risks to which the charitable company is exposed.

In Ethiopia security concerns, conflict, high inflation, and changes to foreign exchange policies continue to create challenges, whilst in the UK the cost-of-living squeeze and regional conflicts have increased competition for grant and public funding. We have implemented the following strategies to cope with these challenges:

In Ethiopia we rely on Project Harar Ethiopia to monitor local security situations and only implement programmes where they advise it is safe to do so. We work closely with regional health bureaux and hospitals to identify appropriate locations for programmes and in 2023 worked with 13 hospitals in five regions across Ethiopia.

In 2023 UK staff visiting Ethiopia follow the guidance of the Foreign and Commonwealth Office and the British Embassy in Addis Ababa and adhere to their guidance in deciding which areas to visit.

In the UK we have strengthened our team whilst keeping costs to an absolute minimum. We have recruited a number of part-time staff and consultants to support our CEO, including with fundraising, finance and communications. We continue to work part-time in a co-working office in Brighton and from home.

Project Harar is continuing to diversify its funding base in 2024. The charity will also continue to seek funding from major institutional funders and foundations to expand our reach and provide comprehensive cleft care to as many patients as possible.

We work with a number of international NGOs to support our work in Ethiopia. Whilst only grants made to Project Harar (UK) are reflected in these accounts, funds raised are also channelled directly into Project Harar Ethiopia. In the year to 31 December 2023 Project Harar Ethiopia received direct funding from Smile Train, regional hospitals, and held a very successful fundraising event at the Golden Tulip Hotel in Addis Ababa supported by local corporates and individuals. In addition, we are working towards collaborative agreements to partner with other similar organisation in both cleft and complex programmes

We will continue working with our colleagues in Ethiopia to raise funds in-country to support Project Harar Ethiopia directly and we will expand our relationship with corporates in the UK and Ethiopia, such as DSP who are providing technical support in the UK and Ethiopia, as well as fundraising for cleft programmes.

We hold the majority of the charities' cash reserves in the UK as a hedge against inflation in Ethiopia and exchange rate changes and exchange controls. We actively review the cash positions of both charities on a monthly basis.

### **Investments**

Under its Memorandum and Articles of Association the charitable company has the power to make investments which the directors see fit.

This report has been prepared in accordance with the special provisions applicable to companies entitled to the small companies exemption.

The trustees' report was approved by the Board of Trustees

  
.....  
Lucy Connolly  
**Director**

2 September 2024

# PROJECT HARAR

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## INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF PROJECT HARAR FOR THE YEAR ENDED 31 DECEMBER 2023

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I report to the trustees on my examination of the accounts of Project Harar (the charity) for the year ended 31 December 2023.

### Responsibilities and basis of report

As the trustees of the charity (and also its directors for the purpose 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 charity 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 the charity's accounts carried out under section 145 of the Charities Act 2011 (the 2011 Act). In carrying out my examination I have followed all applicable Directions given by the Charity Commission under section 145 (5) (b) of the 2011 Act.

### Independent examiner's statement

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

- accounting records were not kept in respect of the charity as required by section 386 of the 2006 Act; or
- the accounts do not accord with those records; or
- 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
- 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 (FRS102).

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.

*Errington Langer Pinner*

.....

**Name:** Michael Pinner ACA

**Relevant professional body:** Institute of Chartered Accountants in England and Wales

**Address:** Errington Langer Pinner  
Pyramid House  
954 High Road  
London N12 9RT

**Date:** 2 September 2024

## PROJECT HARAR

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### PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2023

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	Notes	2023 £	2022 £
Income		193,417	116,993
Expenditure		(176,992)	(227,679)
<b>Operating profit/(loss)</b>		<u>16,425</u>	<u>(110,686)</u>
Bank interest received		<u>13</u>	<u>25</u>
<b>(Loss)/profit on ordinary activities before taxation</b>		16,438	(110,661)
Tax on profit/(loss) on ordinary activities	9	-	-
<b>(Loss)/profit) for the year</b>		<u><u>16,438</u></u>	<u><u>(110,661)</u></u>

The profit and loss account includes all gains and losses recognised in the year

All income and expenditure derive from continuing activities

# PROJECT HARAR

## STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 DECEMBER 2023

	Unrestricted Funds	Restricted Funds	Total 2023	Total 2021
	£	£	£	£
<b>Incoming resources</b>				
Donations and grants	89,003	47,829	136,832	116,993
Income from events	56,585	-	56,585	-
Other income	-	-	-	-
Interest receivable	13	-	13	25
	<hr/>	<hr/>	<hr/>	<hr/>
<b>Total incoming resources</b>	145,601	47,829	193,430	117,018
	<hr/>	<hr/>	<hr/>	<hr/>
<b>Resources expended</b>				
<b>Cost of generating funds</b>	49,578	-	49,578	36,556
<b>Expenditure on charitable activities</b>				
Cleft programme	-	103,825	103,825	128,150
Complex surgical programme	-	-	-	41,231
Fund transfers	53,993	(53,993)	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
<b>Other costs</b>				
IT & communications	10,680	-	10,680	7,464
Professional and governance costs	2,471	-	2,471	6,112
Office rent and utilities	5,820	-	5,820	6,716
Bank charges and interest	1,687	-	1,687	7
Sundry expenses	2,931	-	2,931	1,443
	<hr/>	<hr/>	<hr/>	<hr/>
<b>Total resources expended</b>	127,160	49,832	176,992	227,679
	<hr/>	<hr/>	<hr/>	<hr/>
<b>Net incoming/(outgoing) resources for the year ended 31 December 2023</b>	18,441	(2,003)	16,438	(110,661)
<b>Fund balances brought forward at 1 January 2023</b>	59,559	4,500	64,059	174,720
	<hr/>	<hr/>	<hr/>	<hr/>
<b>Fund balances carried forward at 31 December 2023</b>	78,000	2,497	80,497	64,059
	=====	=====	=====	=====

# PROJECT HARAR

## BALANCE SHEET AS AT 31 DECEMBER 2023

		2023		2022	
	Notes	£	£	£	£
<b>Current assets</b>					
Debtors	3	23,128		13,667	
Cash at bank and in hand	4	85,133		92,296	
		<u>108,261</u>		<u>105,963</u>	
<b>Creditors: amounts falling due within one year</b>		(13,597)		(15,380)	
<b>Net current assets</b>			94,664		90,583
<b>Creditors: amounts falling due after more than one year</b>			(14,167)		(26,524)
<b>Total net assets</b>			<u>80,497</u>		<u>64,059</u>
<b>Fund balances</b>					
General fund	6	50,197		30,028	
Reserve fund	6	27,800		27,800	
Designated funds	6	-		1,731	
Restricted funds	6	2,500		4,500	
<b>Total funds</b>			<u>80,497</u>		<u>64,059</u>

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 December 2023. No member of the company has deposited a notice, pursuant to section 476, requiring an audit of these accounts.

The trustees' responsibilities for ensuring that the charity keeps accounting records which comply with section 386 of the Act and for preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its incoming resources and application of resources, including its income and expenditure, for the financial period in accordance with the requirements of sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to accounts, so far as applicable to the company.

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

The accounts were approved by the Trustees on 2 September 2024

  
.....  
Lucy Connolly  
Director

Company Registration No. 4300840

# PROJECT HARAR

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## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

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### 1. Accounting policies

#### Charity information

Project Harar is a private charitable company limited by guarantee incorporated in England and Wales. The registered office is Pyramid House, 954 High Road, London N12 9RT.

#### 1.1 Accounting convention

The financial statements have been prepared in accordance with the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)". The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

The accounts are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The accounts have been prepared under the historical cost convention. The principle accounting policies adopted are set out below.

#### 1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the accounts.

#### 1.3 Incoming resources

All incoming resources are included in the statement of financial activities when the charity is entitled to the income and the amount can be quantified with reasonable accuracy. The specific policies are applied to particular categories of income:

- Income from donations and grants, including capital grants, is included in incoming resources of unrestricted funds when receivable.
- When donors impose conditions and grants are for particular restricted purposes, this income is included in incoming resources of restricted funds when receivable.
- Donated goods, services and facilities are included at the value to the charity where this can be quantified.

#### 1.4 Investments

Investments held as fixed assets are revalued at mid-market value at the balance sheet date and the gain or loss taken to the statement of financial activities.

# PROJECT HARAR

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## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023 (CONTINUED)

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### 1. Accounting policies (Continued)

#### 1.5 Foreign exchange transactions

Transactions in foreign currencies are recorded at the average rate of exchange for the year. Assets and liabilities denominated in foreign currency are similarly translated at an appropriate rate of exchange at the balance sheet date. All differences are taken to the statement of financial activities.

#### 1.6 Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the company's balance sheet when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

##### **Basic financial assets**

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

##### **Classification of financial liabilities**

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

##### **Basic financial liabilities**

Basic financial liabilities, including creditors, bank loans, loans from fellow group companies and preference shares that are classified as debt, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

# PROJECT HARAR

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023 (CONTINUED)

### 1. Accounting policies (Continued)

#### 1.7 Fund accounting

Funds held by the charity are either:

- *Unrestricted funds* – these are funds which can be used in accordance with the charitable objects at the discretion of the Trustees. Designated funds are unrestricted funds earmarked by the trustees for particular purposes.
- *Restricted funds* – these are funds that can only be used for particular restricted purposes within the object of the charity. Restrictions also apply when specified by the donor or when funds are raised for particular purposes. Expenditure that meets these criteria is identified in the fund.

### 2. Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the year in which the estimate is revised where the revision affects only that year, or in the year of the revision and future years where the revision affects both current and future years.

3. Debtors	2023	2022
	£	£
Other debtors and accrued income	23,128	13,667
	<hr/>	<hr/>
	23,128	13,667
	=====	=====

4. Cash at bank and in hand	2023	2022
	£	£
Current account	78	78
Deposit accounts	85,055	92,218
	<hr/>	<hr/>
	85,133	92,296
	=====	=====

### 5. Legal Status

The charity is a company limited by guarantee and has no share capital. The liability of each member in the event of winding up is limited to £10.

# PROJECT HARAR

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023 (CONTINUED)

### 6. Analysis of charitable funds

#### Analysis of unrestricted funds movements

	Balance at 1 January 2023	Incoming Resources resources expended	Resources expended	Balance at 31 December 2023
	£	£	£	£
General fund	30,028	145,601	(125,432)	50,197
Reserves fund	27,800	-	-	27,800
Designated	1,731	-	(1,731)	-
	<u>59,559</u>	<u>145,601</u>	<u>(127,163)*</u>	<u>77,997</u>
	=====	=====	=====	=====

#### Analysis of restricted funds movement

	Balance at 1 January 2023	Incoming Resources resources expended	Resources expended	Balance at 31 December 2023
	£	£	£	£
Cleft programme	-	45,031	(45,031)	-
Strategic planning	-	2,500	-	2,500
Complex surgical programme	-	298	(298)	-
Comic Relief	4,500	-	(4,500)	-
	<u>4,500</u>	<u>47,829</u>	<u>(49,829)**</u>	<u>2,500</u>
	=====	=====	=====	=====

\* including £53,993 transferred to restricted funds

\*\* including £53,993 transferred from general funds

Name of the fund	Description, nature and purpose of the fund
Cleft programme	To provide for outreach field work to identify low income, rural patients – particularly children and young people – with cleft lip and palate and co-ordinate and support their access to free treatment by Ethiopian surgeons. Also includes follow-up patient assessments, speech and language therapy, secondary patient referrals and monitoring and evaluation.
Complex surgical programme	To facilitate the free treatment and support of low income, rural patients with complex facial disfigurements as a result of noma, burns, tumours, animals attacks and accidents, by a UK and international medical team.
Strategic planning	To provide for future strategic planning

# PROJECT HARAR

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## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023 (CONTINUED)

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### 7. Staff costs

	<b>2023</b>	<b>2022</b>
	£	£
UK staff	103,422 =====	107,662 =====

The average weekly number of staff remunerated during the year, calculated on a full time equivalent basis was:

	<b>2023</b>	<b>2022</b>
Program and fundraising salaries	2.00 ====	2.00 ====

The trustees received no remuneration or reimbursements in the current or previous year.

### 8. Related party transactions

During the year trustees made donations towards the cost of the Cleft Programme. Additionally the trustees made 4 visits to Ethiopia for strategic, fundraising and governance purposes. On 3 of these visits the trustees paid all of their own travel and accommodation expenses. On one trip, for a joint trustee meeting between the charity and the board of Project Harar Ethiopia, the charity paid for the flight and accommodation for one trustee.

### 9. Tax exempt status

As a registered charity the company is exempt from corporation tax.

**PROJECT HARAR**

England & Wales - Charity number 1094272

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# Accounts

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# Trustees' Annual Report and Accounts 2022



We are delighted to present the 2022 Trustees' report and accounts on behalf of the Project Harar Board of Trustees.

**In 2022 we celebrated our 21st year and we also hit some exciting milestones. Here are some of our highlights:**

Since our foundation in 2001, **Project Harar has treated 10,021 patients.** Abel is one of the patients who came to us in 2022 with his mother. Their story is a reminder of how life changing cleft treatment is...

### Abel's Story



Abel, born with a cleft lip and palate, came to Project Harar's program in SNNPR following a referral from a local doctor. Abel's mother was studying at school when she fell pregnant with him. She had to drop out of school when he was born in order to take care of him. She explained "I hoped to go back to school once I gave birth...But as my son needs special care I thought I will never achieve my dream of going back to school."

However, since Abel's surgery, his mother feels hopeful that her son will live a happy and fulfilled life, free from the health and social barriers that come with having a cleft lip and palate in rural Ethiopia. She no longer fears that stigma will prevent both her and her son from receiving an education and is confident she can now return to school.

Project Harar works in the most remote and disadvantaged areas of Ethiopia; we are able to do this because of our licence to work across all of Ethiopia with the Federal Ministry of Health.



As we emerged from COVID-19 we benefited from the support of the government Kickstart scheme in the UK, providing us with a grant to employ two talented young people. This brought additional support and creativity to the UK team whilst equipping young people with skills for the future.

In Ethiopia, we delivered medical simulator equipment and virtual training from UK experts to health professionals at Yekatit-12 Government Hospital in Addis Ababa, creating a library of resources and providing surgical training equipment. **We continue our collaborative relationship with Yekatit-12 Hospital.**

Project Harar is proud to be a founding member of the Circle of Cleft Care Professionals and a member of Face Equality International.



**PROJECT HARAR  
A COMPANY LIMITED BY GUARANTEE**

**Report and Financial Statements  
For the Year ended  
31 December 2022**

**Charity number: 1094272**

**Company number: 4300840**

**Prepared by:  
Errington Langer Pinner  
Chartered Accountants  
Pyramid House  
954 High Road  
London N12 9RT**

# PROJECT HARAR

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# PROJECT HARAR

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## COMPANY INFORMATION FOR THE YEAR ENDED 31 DECEMBER 2022

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**Directors**

Denise Farley  
Josephine Crown  
Professor Mark McGurk  
Vinod Patel  
Lucy Connolly  
Charles Chad

**Trustees**

Denise Farley  
Josephine Crown  
Professor Mark McGurk  
Vinod Patel  
Lucy Connolly  
Charles Chad

**Chief Executive Officer** Jacquelyn Riley

**Company number** 4300840

**Charity Number** 1094272

**Registered Office**

Pyramid House  
954 High Road  
London  
N12 9RT

**Independent Examiner**

Michael Pinner ACA  
Errington Langer Pinner  
Chartered Accountants  
Pyramid House  
954 High Road  
London N12 9RT

# PROJECT HARAR

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## DIRECTORS' AND TRUSTEES' REPORT FOR THE YEAR ENDED 31 DECEMBER 2022

---

The Trustees present their Report along with the Financial Statements of the charity for the year ended 31 December 2022. The Financial Statements have been prepared in accordance with the accounting policies set out on pages 8 - 10 and comply with the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (as amended for accounting periods commencing from 1 January 2016).

### Objectives and activities

The objectives of the charity are the relief of poverty, the preservation and protection of human health and the advancement of education in Ethiopia, particularly amongst children and young people.

Project Harar in the UK works in partnership with Project Harar Ethiopia to implement our shared charitable objectives, which are to provide nutrition support, access to surgical treatment and other ancillary support to children and young people with cleft or other facial conditions from remote, rural, and impoverished areas of Ethiopia.

### How our activities deliver public benefit

The Trustees have, throughout the year, complied with their duty to have due regard to the guidance on public benefit published by the Charity Commission.

### Performance and achievements

In 2021 the Board of Trustees elected to change the Financial Year end to December to align with reporting in Ethiopia. With this change the income in the previous period is based on a 9 month period rather than a full year. With this change total income decreased by 42% to £117,018 compared to the previous period on a pro rata basis. The Board recognises that this was a necessary impact of the strategic decision to focus on raising funds in Ethiopia which go directly to Project Harar Ethiopia. This initiative made in light of continuing fundraising challenges in the UK, has already had the effect of increasing funding direct to Ethiopia by over £160,000 in the first 3 months of 2023.

During the year we have undertaken the following activities:

- With the lifting of Covid-19 travel restrictions, 608 infants and children with cleft conditions were identified and mobilised to regional hospitals to receive life changing surgery in conjunction with Smile Train.
  - 456 were treated at 5 programmes in Amhara region which had been impacted by conflict in neighbouring Tigray in the previous two years.
  - 2 programmes in SNNP region treated 79 children for cleft lip and palate.
  - A further 164 children were treated in Oromia region.
  - Additionally, we partnered with HelpAge International to provide aid and access to cleft treatment to refugees of the Nguenyiel camp in the Gambella area.
- In partnership with THET (Tropical Health & Education Trust) Project Harar developed microsurgical and airway management training programmes, in collaboration with Yekatit-12 Government Hospital in Addis Ababa with attendees from a further 6 hospitals. 42 medical professionals from across Ethiopia received training in microsurgical skills, airway management and nasogastric feeding using specialist simulator medical equipment provided by Project Harar and THET. Training in microsurgical skills was a first for this type of training in Ethiopia, and part of our commitment to capacity building in Ethiopia.

# PROJECT HARAR

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## DIRECTORS' AND TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

---

### Performance and achievements (continued)

- Awareness raising is an integral part of our work in Ethiopia, educating health professionals and social workers about cleft conditions, the causes and treatments, and working to break down the stigma surrounding these conditions. During the year we trained 180 health care workers and social workers as well as representatives of regional health bureaux at workshops in Amhara, Oromia and SNNPR.
- During the year we completed 2-year pilot program training 15 community health workers in speech therapy support in partnership with Transforming Faces. Most children with a cleft palate will require some speech therapy to improve their speech after surgery. Presently this is only available in a few locations in Ethiopia, but we are working towards building capacity in regional health bureaux.
- The impact of drought, conflict and very high inflation saw an increase in the numbers of children arriving at our programmes too malnourished for safe surgery. This year between 10 and 20% presented undernourished. We provide these families with a package of nutrition support, as well as education for the parents or guardians on supplementary feeding so that the child can return for surgery when they are stronger. This year we provide nutrition support, counselling and/or infection treatment to 91 infants who were not fit for surgery.

### Future developments

A number of risk factors will affect our work in the next 12 months. The pandemic aftermath continues to affect our ability to fundraise, our working practices in the UK and the ability to mobilise and treat patients in Ethiopia. Security issues are impacting the movement safety of our partners in Ethiopia, and our ability to treat patients. Inflation and the exchange rate is all a risk to funding of the organization.

We have implemented the following strategies to cope with these challenges:

In the UK we continue to use a Co Working space. We have two full time staff in the UK, the UK office has a Chief Executive and a Communications & Fundraising Officer.

Project Harar is working to continue to diversify its funding base in 2024. The charity will also continue to seek funding from major institutional funders and foundations in order to expand our reach and provide comprehensive cleft care to as many patients as possible.

We will continue working with our colleagues in Ethiopia to raise funds in-country to support Project Harar Ethiopia directly and we will expand our relationship with corporates in the UK and Ethiopia, such as DSP who are providing technical support in the UK and Ethiopia, as well as fundraising for cleft programmes.

### Reserves policy

It is the policy of the charity that unrestricted funds that are not designated for any particular use should be maintained at a level equivalent to three month's total expenditure and placed on bank deposit. The trustees consider that this level of reserves should ensure that in the event of a significant drop in funding, they will be able to continue the charity's current activities while consideration is given to ways in which additional funds may be raised.

# PROJECT HARAR

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## DIRECTORS' AND TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

---

### Structure, governance and management

Project Harar (Limited by guarantee) is a company limited by guarantee having no share capital. The company is governed by its Memorandum and Articles of Association and the provisions and recommendations of the Charity Commission. The company is managed by its trustees.

The charitable company relies on the generous donations of the public, businesses and private charitable trusts.

### Director and trustees

The following have held office since 1 January 2022:

Denise Farley	(trustee and director)
Josephine Crown	(trustee and director) (appointed 10 February 2022)
Professor Mark McGurk	(trustee and director)
Vinod Patel	(trustee and director)
Lucy Connolly	(trustee and director)
Charles Chad	(trustee and director)

### Review of transactions and financial position

Overall expenditure in the current year was £227,679 (2021 - £151,342 an increase of 50%. At the balance sheet date, the total funds of the charity had accordingly reduced to £64,059 (2021 - £174,720).

### Risk management

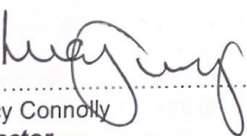
The directors have considered the risks to which the charitable company is exposed and have reviewed those risks and established systems and procedures to manage those risks.

### Investments

Under its Memorandum and Articles of Association the charitable company has the power to make investments which the directors see fit.

This report has been prepared in accordance with the special provisions applicable to companies entitled to the small companies exemption.

The trustees' report was approved by the Board of Trustees

  
.....  
Lucy Connolly  
Director

27 September 2023

# PROJECT HARAR

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## INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF PROJECT HARAR FOR THE YEAR ENDED 31 DECEMBER 2022

---

I report to the trustees on my examination of the accounts of Project Harar (the charity) for the year ended 31 December 2022.

### Responsibilities and basis of report

As the trustees of the charity (and also its directors for the purpose 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 charity 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 the charity's accounts carried out under section 145 of the Charities Act 2011 (the 2011 Act). In carrying out my examination I have followed all applicable Directions given by the Charity Commission under section 145 (5) (b) of the 2011 Act.

### Independent examiner's statement

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

- accounting records were not kept in respect of the charity as required by section 386 of the 2006 Act; or
- the accounts do not accord with those records; or
- 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
- 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 (FRS102).

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.



.....

**Name:** Michael Pinner ACA

**Relevant professional body:** Institute of Chartered Accountants in England and Wales

**Address:** Errington Langer Pinner  
Pyramid House  
954 High Road  
London N12 9RT

**Date:** 27 September 2023

## PROJECT HARAR

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### PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2022

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	Notes	2022 £	2021 £
Income		116,993	152,789
Expenditure		(227,679)	(151,342)
<b>Operating (loss)/profit</b>		<b>(110,686)</b>	<b>1,447</b>
Bank interest received		25	39
<b>(Loss)/profit on ordinary activities before taxation</b>		<b>(110,661)</b>	<b>1,486</b>
Tax on profit/(loss) on ordinary activities	<b>9</b>	-	-
<b>(Loss)/profit for the year</b>		<b>(110,661)</b>	<b>1,486</b>

The profit and loss account includes all gains and losses recognised in the year

All income and expenditure derive from continuing activities

## PROJECT HARAR

### STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 DECEMBER 2022

	Unrestricted Funds	Restricted Funds	Total 2022	Total 2021
	£	£	£	£
<b>Incoming resources</b>				
Donations and grants	98,968	18,025	116,993	152,789
Income from events	-	-	-	-
Other income	-	-	-	-
Interest receivable	25	-	25	39
<b>Total incoming resources</b>	<b>98,993</b>	<b>18,025</b>	<b>117,018</b>	<b>152,828</b>
<b>Resources expended</b>				
<b>Cost of generating funds</b>	<b>36,556</b>	<b>-</b>	<b>36,556</b>	<b>28,996</b>
<b>Expenditure on charitable activities</b>				
Cleft programme	-	128,150	128,150	64,691
Complex surgical programme	2,058	39,173	41,231	43,547
Fund transfers	149,298	(149,298)	-	-
<b>Other costs</b>				
IT & communications	7,464	-	5,012	5,012
Professional and governance costs	6,112	-	6,112	1,362
Office rent and utilities	6,716	-	6,716	5,494
Bank charges	7	-	7	538
Sundry expenses	1,443	-	1,443	1,702
<b>Total resources expended</b>	<b>209,654</b>	<b>18,025</b>	<b>227,679</b>	<b>151,342</b>
<b>Net (outgoing)/incoming resources for the year ended 31 December 2022</b>	<b>(110,661)</b>	<b>-</b>	<b>(110,661)</b>	<b>1,486</b>
<b>Fund balances brought forward at 1 January 2022</b>	<b>170,220</b>	<b>4,500</b>	<b>174,720</b>	<b>173,234</b>
<b>Fund balances carried forward at 31 December 2022</b>	<b>59,559</b>	<b>4,500</b>	<b>64,059</b>	<b>174,720</b>
	=====	=====	=====	=====

## PROJECT HARAR

### BALANCE SHEET AS AT 31 DECEMBER 2022

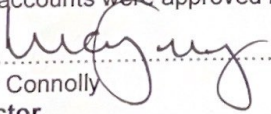
		2022		2021	
	Notes	£	£	£	£
<b>Current assets</b>					
Debtors	3	13,667		9,732	
Cash at bank and in hand	4	92,296		213,632	
		<u>105,963</u>		<u>223,364</u>	
<b>Creditors: amounts falling due within one year</b>		<u>(15,380)</u>		<u>(13,644)</u>	
<b>Net current assets</b>			90,583		209,720
<b>Creditors: amounts falling due after more than one year</b>			<u>(26,524)</u>		<u>(35,000)</u>
<b>Total net assets</b>			<u>64,059</u>		<u>174,720</u>
<b>Fund balances</b>					
General fund	6	18,340		140,687	
Reserve fund	6	27,800		27,800	
Designated funds	6	13,419		1,733	
Restricted funds	6	4,500		4,500	
			<u>64,059</u>		<u>174,720</u>
<b>Total funds</b>			<u>64,059</u>		<u>174,720</u>

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 December 2022. No member of the company has deposited a notice, pursuant to section 476, requiring an audit of these accounts.

The trustees' responsibilities for ensuring that the charity keeps accounting records which comply with section 386 of the Act and for preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its incoming resources and application of resources, including its income and expenditure, for the financial period in accordance with the requirements of sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to accounts, so far as applicable to the company.

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

The accounts were approved by the Trustees on 27 September 2023

  
.....  
Lucy Connolly  
Director

Company Registration No. 4300840

# PROJECT HARAR

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## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

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### 1. Accounting policies

#### Charity information

Project Harar is a private charitable company limited by guarantee incorporated in England and Wales. The registered office is Pyramid House, 954 High Road, London N12 9RT.

#### 1.1 Accounting convention

The financial statements have been prepared in accordance with the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)". The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

The accounts are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The accounts have been prepared under the historical cost convention. The principle accounting policies adopted are set out below.

#### 1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the accounts.

#### 1.3 Incoming resources

All incoming resources are included in the statement of financial activities when the charity is entitled to the income and the amount can be quantified with reasonable accuracy. The specific policies are applied to particular categories of income:

- Income from donations and grants, including capital grants, is included in incoming resources of unrestricted funds when receivable.
- When donors impose conditions and grants are for particular restricted purposes, this income is included in incoming resources of restricted funds when receivable.
- Donated goods, services and facilities are included at the value to the charity where this can be quantified.

#### 1.4 Investments

Investments held as fixed assets are revalued at mid-market value at the balance sheet date and the gain or loss taken to the statement of financial activities.

# PROJECT HARAR

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## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022 (CONTINUED)

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1. Accounting policies (Continued)

1.5 Foreign exchange transactions

Transactions in foreign currencies are recorded at the average rate of exchange for the year. Assets and liabilities denominated in foreign currency are similarly translated at an appropriate rate of exchange at the balance sheet date. All differences are taken to the statement of financial activities.

1.6 Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the company's balance sheet when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

**Basic financial assets**

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

**Classification of financial liabilities**

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

**Basic financial liabilities**

Basic financial liabilities, including creditors, bank loans, loans from fellow group companies and preference shares that are classified as debt, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

# PROJECT HARAR

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022 (CONTINUED)

**1. Accounting policies (Continued)**

**1.7 Fund accounting**

Funds held by the charity are either:

- *Unrestricted funds* – these are funds which can be used in accordance with the charitable objects at the discretion of the Trustees. Designated funds are unrestricted funds earmarked by the trustees for particular purposes.
- *Restricted funds* – these are funds that can only be used for particular restricted purposes within the object of the charity. Restrictions also apply when specified by the donor or when funds are raised for particular purposes. Expenditure that meets these criteria is identified in the fund.

**2. Critical accounting estimates and judgements**

In the application of the charity’s accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the year in which the estimate is revised where the revision affects only that year, or in the year of the revision and future years where the revision affects both current and future years.

	<b>2022</b>	<b>2021</b>
	£	£
Other debtors and accrued income	13,667	9,732
	13,667	9,732
	=====	=====

	<b>2022</b>	<b>2021</b>
	£	£
Current account	78	78
Deposit accounts	92,219	213,554
	92,297	213,632
	=====	=====

**5. Legal Status**

The charity is a company limited by guarantee and has no share capital. The liability of each member in the event of winding up is limited to £10.

## PROJECT HARAR

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022 (CONTINUED)

#### 6. Analysis of charitable funds

##### Analysis of unrestricted funds movements

	Balance at 1 January 2022	Incoming Resources resources expended		Balance at 31 December 2022
	£	£	£	£
General fund	140,689	98,993	(209,654)	30,028
Reserves fund	27,800	-	-	27,800
Designated	1,731	-	-	1,731
	<u>170,220</u>	<u>98,993</u>	<u>(209,654)*</u>	<u>59,559</u>
	=====	=====	=====	=====

##### Analysis of restricted funds movement

	Balance at 1 January 2022	Incoming Resources resources expended		Balance at 31 December 2022
	£	£	£	£
Cleft programme	-	190	(190)	-
Complex surgical programme	-	17,835	(17,835)	-
Comic Relief	4,500	-	-	4,500
	<u>4,500</u>	<u>18,025</u>	<u>(18,025)**</u>	<u>4,500</u>
	=====	=====	=====	=====

\* including £149,298 transferred to restricted funds

\*\* including £149,298 transferred from general funds

Name of the fund	Description, nature and purpose of the fund
Cleft programme	To provide for outreach field work to identify low income, rural patients – particularly children and young people – with cleft lip and palate and co-ordinate and support their access to free treatment by Ethiopian surgeons. Also includes follow-up patient assessments, speech and language therapy, secondary patient referrals and monitoring and evaluation.
Complex surgical programme	To facilitate the free treatment and support of low income, rural patients with complex facial disfigurements as a result of noma, burns, tumours, animals attacks and accidents, by a UK and international medical team.
Comic Relief	Project Harar was awarded a grant of £112,733 over three years in August 2017, for a programme in the Afar region of Ethiopia to provide mothers with nutritional and feeding support for their cleft child.

**PROJECT HARAR**

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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2022 (CONTINUED)**

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<b>7. Staff costs</b>		
	<b>2022</b>	<b>2021</b>
	£	£
UK staff	107,662	79,685
	=====	=====

The average weekly number of staff remunerated during the year, calculated on a full time equivalent basis was:

	<b>2022</b>	<b>2021</b>
Administration in UK	2.00	2.00
	====	====

The trustees received no remuneration or reimbursements in the current or previous year.

**8. Related party transactions**

During the year trustees made donations towards the cost of the Cleft Programme.

**9. Tax exempt status**

As a registered charity the company is exempt from corporation tax.

**PROJECT HARAR**

England & Wales - Charity number 1094272

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# Accounts

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**PROJECT HARAR  
A COMPANY LIMITED BY GUARANTEE**

**Report and Financial Statements  
For the Period ended  
31 December 2021**

**Charity number: 1094272**

**Company number: 4300840**

**Prepared by:  
Errington Langer Pinner  
Chartered Accountants  
Pyramid House  
954 High Road  
London N12 9RT**

# PROJECT HARAR

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# PROJECT HARAR

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## COMPANY INFORMATION FOR THE PERIOD ENDED 31 DECEMBER 2021

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<b>Directors</b>	Denise Farley Prof Mark McGurk Vinod Patel Lucy Connolly Charles Chad
<b>Trustees</b>	Denise Farley Prof Mark McGurk Vinod Patel Lucy Connolly Charles Chad
<b>Chief Executive Officer</b>	Jacquelyn Riley
<b>Company number</b>	4300840
<b>Charity Number</b>	1094272
<b>Registered Office</b>	Pyramid House 954 High Road London N12 9RT
<b>Independent Examiner</b>	Michael Pinner ACA Errington Langer Pinner Chartered Accountants Pyramid House 954 High Road London N12 9RT

# PROJECT HARAR

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## DIRECTORS' AND TRUSTEES' REPORT FOR THE PERIOD ENDED 31 DECEMBER 2021

---

The Trustees present their Report along with the Financial Statements of the charity for the period ended 31 December 2021. The Financial Statements have been prepared in accordance with the accounting policies set out on pages 10 - 12 and comply with the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (as amended for accounting periods commencing from 1 January 2016).

### Objectives and activities

The objectives of the charity are the relief of poverty, the preservation and protection of human health and the advancement of education in Ethiopia, particularly amongst children and young people.

Project Harar's primary function in the UK is partnership building, fundraising and advocacy to support our colleagues at Project Harar Ethiopia to implement our shared charitable objectives. It also jointly manages the annual complex surgical programme with Project Harar Ethiopia.

### How our activities deliver public benefit

The Trustees have, throughout the period, paid regard to the Charity Commission's guidance on public benefit in dealing with the aims and activities of the charity.

Project Harar is a health outreach organisation serving remote and impoverished small communities, mainly in the Oromia, Amhara, Southern Nations (SNNPR) and Afar regions of Ethiopia. The principal area of charitable activity is the securing of professional medical treatment and support for rural Ethiopians, especially children and young people, identified by our outreach work, who are unable to access or afford the surgery and support they require for cleft lip and palate and other facial disfigurements.

The life-changing surgery and comprehensive aftercare that patients receive, including speech and language therapy and nutritional support, help rebuild facial function and appearance, improve health and enable them to become accepted members of their communities, free from bullying and discrimination. Children can return to school and later earn a living, changing their life prospects forever.

This period we have continued to focus on two key areas, early and comprehensive medical treatment for cleft lip and palate in rural Ethiopia, and a continued collaborative training programme with Yekatit 12 hospital, building skills required for the treatment of complex facial disfigurement for children and adults in the Ethiopian health system through the following key initiatives:

- **Cleft Programme:** Project Harar provides life-changing surgery and support for children with cleft lip and palate through outreach services, awareness-raising activities, nutritional support and speech and language therapy.

Conflict was a major challenge in 2021. In April the government announced a State of Emergency in Amhara which spread to Afar. In November 2021 the Government announced a national state of emergency. Elective surgery was stopped in Amhara between April and June as hospitals and medical staff diverted equipment and attention to emergency care. Surgeons were less willing to travel, and road closures and the risk of conflict made it more difficult for patients to travel. However, the Project Harar programme team in Ethiopia were agile in their delivery and continued to provide programmes, with Covid measures in place, in regions where it was possible to do so. Awareness raising programmes also continued about cleft lip and palate and to support families in need of treatment with advice and support. We continued to deliver a targeted nutrition programme alongside the existing programme, working with other agencies, supporting young patients who are undernourished so that they can become strong enough for surgery.

- **Health and Social Worker Training:** We provide training in identification of children affected by a cleft condition and facial disfigurements to government health and social workers who can access even the most remote communities. They identify and refer patients to us for surgery and support, and they work with parents and other community members to dispel the myths surrounding cleft – thereby helping to reduce stigma.

# PROJECT HARAR

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## DIRECTORS' AND TRUSTEES' REPORT (CONTINUED) FOR THE PERIOD ENDED 31 DECEMBER 2021

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### How our activities deliver public benefit (continued)

This Period the work has expanded to include a remote training programme at Yekatit 12 Government hospital using simulator medical training equipment.

- **Community-based Speech and Language Therapy:** In partnership with Transforming Faces, we have also continued a SLP programme based in the community, as many patients find it difficult to travel to Addis Ababa which has the only SLP unit in Ethiopia. This has developed to include remote delivery of speech therapy and training local health representatives and caregivers to work with the child directly.
- **Complex Surgical Programme:** Due to Covid, conflict, a state of emergency, and the inability of NHS workers to travel, it became apparent the annual in-person collaborative Complex Surgical Mission could not be delivered. Strong communication was maintained with Yekatit 12 Hospital to identify training needs and how best these could be delivered.
- **Partnerships with Health Professionals in Ethiopia:** Project Harar is committed to developing the capacity of all those with whom they work in Ethiopia. During the complex programme, our medical team works closely with Ethiopian medical professionals, exchanging ideas and presenting and attending key learning sessions. During this period it has not been possible for a volunteer team to travel to Ethiopia as NHS volunteers were unable to travel due to Covid travel restrictions, an increased workload at home and a State of Emergency in Ethiopia.
- **Collaboration and skills sharing:** The remote lecture programme was further extended with the development of a remote training programme. In November 2021 Project Harar was awarded a partnership for global health grant from the Tropical Health and Education Trust (THET). The funding from Health Education England supported the provision of high-quality medical simulator training equipment including an adult and a child airway management mannequin, innovative microsurgical training kits and supporting technology to share teaching and training sessions. Previously students would be required to go outside of Ethiopia to receive training in microsurgical skills. Project Harar medical Volunteers from the NHS took part in the development of this training scheme in collaboration with Yekatit 12 Medical School, Addis Ababa, Ethiopia.
- **Patient Follow-up, Research and Evaluation:** Throughout the year we record medical information including age, weight, and gender of all our patients and take pre- and post- treatment photography. This year we have found that children are increasingly arriving undernourished. Approximately 10% of young patients are not strong enough for surgery and we have developed a nutrition support package in response to this. Patients are followed up and monitored so that they may return for surgery when weight and health improve.
- **Partnering with the Ministry of Health:** Thanks to our advocacy efforts, cleft lip and palate has now been formally recognised by the government as a significant cause of malnutrition and chronic ill-health in children. Furthermore, Project Harar has been formally recognised as a key player in addressing this health issue, and in 2016 we signed an MOU with the national government, where the importance of our role was acknowledged.

### Performance and achievements

The Board of Trustees elected to change the Financial Year end to December to align with reporting in Ethiopia. With this change the income in the current period is based on a 9 month period rather than a full year. Accordingly total income decreased by 34% to £152,828 compared to the previous year on a pro rata basis. As with the previous year an increased proportion of unrestricted funding allows for greater flexibility in allocating resources.

As we entered the financial period continued civil unrest in Ethiopia prevented work in some regions. We are grateful to Comic Relief who allowed redirection of funds from the programme in Afar (due to continued conflict in that area) to contribute to support our cleft programme in other regions of Ethiopia.

# PROJECT HARAR

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## **DIRECTORS' AND TRUSTEES' REPORT (CONTINUED) FOR THE PERIOD ENDED 31 DECEMBER 2021**

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### **Performance and achievements (continued)**

Whilst the exchange rate continued to be beneficial, inflation in Ethiopia has continued at approximately 27% impacting costs of fuel and food locally. Project Harar Ethiopia has secured additional funding locally which has complimented the ongoing cleft work funded by Project Harar from the UK.

The trustees continued to take a prudent approach to expenditure on charitable activities in line with reduced income. However, cleft treatment programmes took place where it was possible to do so. In the period to December 2021, we treated 327 patients with cleft lip and palate in the following regions: 201 in Oromia; 83 in Amhara and 43 In Southern Nationalities Nations and People Region (SNNPR). A further 39 children who presented for treatment were unwell or undernourished and given support including nutrition and advice to return for surgery when they were strong enough. Early intervention is key to the success of an outcome for an individual patient. The impact will be on improved nutrition, physical development, and speech. Early treatment also ensures that children do not have to go through years of isolation, bullying and exclusion from school, and later are able to work and earn a living.

Since 2008, Project Harar has developed an extensive outreach network and has licences and partnerships that can enable it to work nationally across Ethiopia - a country with a population of more than 117 million. We first expanded our reach and services to cover the entire Oromia region. From 2014 onwards, we provided our services in the Somali and Southern Nations (SNNPR) regions. There has been increased identification as a result of training workshops including those with religious and community leaders. The state of Emergency in Ethiopia lifted in January. Our cleft programme delivery in Amhara is presently limited but patients continue to be identified here and in Afar. While in the medium to long term we look forward to a return to a more normalised operating environment, the patient need is increasing, creating pent up demand for our services going forward.

Since it was established in 2001, the charity has now supported more than 9,000 Ethiopians with cleft lip and palate to access surgery and nutritional support, trained more than 10,000 Ethiopian health workers in cleft management and other facial disfigurements, and treated more than 500 patients with the most severe facial disfigurements. Many hundreds have also received speech and language therapy and social support. Project Harar has been agile in its response to uncertainties in Ethiopia. The charity will continue to provide comprehensive care to our patients so that they are able to achieve their potential and live as productive members of their communities.

In 2021 we took part in The Big Give Christmas challenge. We thank our pledgers and Ethiopiaid for once again being our Champion.

A grant awarded in October 2021 from the Tropical Health and Education Trust (THET), funded by Health Education England, enabled us to further develop our collaborative training programme with Yekatit 12 Hospital and Medical School in Ethiopia, continuing into 2022, through a remote training programme. This funding supported the provision high quality simulator medical training equipment and technology including 3D cameras to develop and film training modules and enable participants to take part in remote training exercises.

Volunteers from the UK National Health Service (NHS) including consultant surgeons, consultant anaesthetists, and registrars developed and filmed practical step by step modules. This included training in the management of difficult airway management using specialist mannequins. This training is highly relevant for treating trauma patients and those requiring hospitalisation for Covid. Equipment has been provided and training for nurses in nasogastric feeding techniques and tracheostomy care has also been developed. Provision of microsurgical training kits to and skills training delivered at Yekatit 12 was a first for Ethiopia. 3D moulded stands are used alongside Smartphones acting as microscopes to deliver simulator training and practise where previously surgeons had to travel overseas for this opportunity. 10 volunteers from the NHS were involved in developing and filming the surgical, anaesthetic and nursing training modules 40 candidates from eight different hospitals in Ethiopia have benefitted from this training so far with some sessions now being delivered by those trained in the first round. This type of global collaboration is mutually beneficial for health systems involved

# PROJECT HARAR

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## **DIRECTORS' AND TRUSTEES' REPORT (CONTINUED) FOR THE PERIOD ENDED 31 DECEMBER 2021**

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### **Performance and achievements (continued)**

We acknowledge and thank all Trusts and Foundations who have supported Project Harar. We would thank Ethiopiaid for their support and extend our thanks to our corporate fundraising partners and all individual donors who make our work possible.

Project Harar is proud to be a founding member of the Circle of Cleft Care Professionals and a member of Face Equality International.

We continue to work with Transforming Faces on a programme for development of capacity and delivery of speech therapy in Ethiopia.

### **Future developments**

A number of risk factors will affect our work in the next 12 months. The pandemic with its new variant Omicron continues to affect our ability to fundraise, our working practices in the UK and the ability to mobilise and treat patients in Ethiopia. Security issues are impacting the movement safety of our partners in Ethiopia, and our ability to treat patients. Inflation and the exchange rate is a risk to funding of the organization.

We have implemented the following strategies to cope with these challenges:

In the UK we have set up and continue to use a Co Working space. We have two full time staff in the UK, the UK office has a Chief Executive and a Communications & Fundraising Officer.

Project Harar is working to continue to diversify its funding base in 2021. The charity will also continue to seek funding from major institutional funders and foundations in order to expand our reach and provide comprehensive cleft care to as many patients as possible.

Increased security of funding will mitigate inflation and exchange rate risks.

We will continue to work in partnership with the Ethiopian Ministry of Health whose support of people with facial disfigurements, particularly children and young people with cleft, has been key to Project Harar's success in reaching so many patients in Ethiopia.

We will also continue to build partnerships with other organisations in order to expand our reach, and be flexible in our approach to responding to need.

### **Reserves policy**

It is the policy of the charity that unrestricted funds that are not designated for any particular use should be maintained at a level equivalent to three month's total expenditure and placed on bank deposit. The trustees consider that this level of reserves should ensure that in the event of a significant drop in funding, they will be able to continue the charity's current activities while consideration is given to ways in which additional funds may be raised.

# PROJECT HARAR

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## DIRECTORS' AND TRUSTEES' REPORT (CONTINUED) FOR THE PERIOD ENDED 31 DECEMBER 2021

---

### Structure, governance and management

Project Harar (Limited by guarantee) is a company limited by guarantee having no share capital. The company is governed by its Memorandum and Articles of Association and the provisions and recommendations of the Charity Commission. The company is managed by its trustees.

The charitable company relies on the generous donations of the public, businesses and private charitable trusts.

### Director and trustees

The following have held office since 1 April 2021:

Denise Farley	(trustee and director)
Prof Mark McGurk	(trustee and director)
Vinod Patel	(trustee and director)
Lucy Connolly	(trustee and director)
Charles Chad	(trustee and director)

### Review of transactions and financial position

Overall expenditure in the current period was £151,342 (2021 - £216,615) a decrease of 30%. At the balance sheet date, the total funds of the charity had been maintained at £174,720 (2021 - £173,234).

### Risk management

The company director has considered the risks to which the charitable company is exposed and has reviewed those risks and established systems and procedures to manage those risks.

### Investments

Under its Memorandum and Articles of Association the charitable company has the power to make investments which the trustees see fit.

This report has been prepared in accordance with the special provisions applicable to companies entitled to the small companies exemption.

The trustees' report was approved by the Board of Trustees



Lucy Connolly  
Director

19 October 2022

# PROJECT HARAR

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## INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF PROJECT HARAR FOR THE PERIOD ENDED 31 DECEMBER 2021

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I report to the trustees on my examination of the accounts of Project Harar (the charity) for the period ended 31 December 2021.

### Responsibilities and basis of report

As the trustees of the charity (and also its directors for the purpose 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).

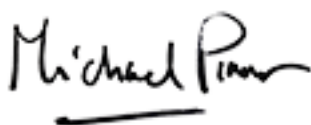
Having satisfied myself that the accounts of the charity are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the charity's accounts carried out under section 145 of the Charities Act 2011 (the 2011 Act). In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

### Independent examiner's statement

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

- accounting records were not kept in respect of the charity as required by section 386 of the 2006 Act; or
- the accounts do not accord with those records; or
- 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
- 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 (FRS102).

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.



.....

**Name:** Michael Pinner ACA

**Relevant professional body:** Institute of Chartered Accountants in England and Wales

**Address:** Errington Langer Pinner  
Pyramid House  
954 High Road  
London N12 9RT

**Date:** 19 October 2022

## PROJECT HARAR

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### PROFIT AND LOSS ACCOUNT FOR THE PERIOD ENDED 31 DECEMBER 2021

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	Notes	2021 £	2021 £
Income		152,789	312,834
Expenditure		(151,342)	(216,615)
<b>Operating profit/(loss)</b>		<u>1,447</u>	<u>92,619</u>
Bank interest received		<u>39</u>	<u>76</u>
<b>Profit/(loss) on ordinary activities before taxation</b>		<u>1,486</u>	<u>96,295</u>
Tax on profit/(loss) on ordinary activities	9	<u>-</u>	<u>-</u>
<b>Profit/(loss) for the year</b>		<u><u>1,486</u></u>	<u><u>96,295</u></u>

The profit and loss account includes all gains and losses recognised in the year

All income and expenditure derive from continuing activities

# PROJECT HARAR

## STATEMENT OF FINANCIAL ACTIVITIES FOR THE PERIOD ENDED 31 DECEMBER 2021

	Unrestricted Funds	Restricted Funds	Total 2021	Total 2021
	£	£	£	£
<b>Incoming resources</b>				
Donations and grants	92,682	60,107	152,789	279,727
Income from events	-	-	-	33,107
Other income	-	-	-	-
Interest receivable	39	-	39	76
	<hr/>	<hr/>	<hr/>	<hr/>
<b>Total incoming resources</b>	92,721	60,107	152,828	312,910
	<hr/>	<hr/>	<hr/>	<hr/>
<b>Resources expended</b>				
<b>Cost of generating funds</b>	28,996	-	28,996	38,033
<b>Expenditure on charitable activities</b>				
Cleft programme	-	64,691	64,691	92,422
Complex surgical programme	-	43,547	43,547	63,556
Fund transfers	50,490	(50,490)	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
<b>Other costs</b>				
IT & communications	4,384	628	5,012	10,240
Staff and trustee travel	-	-	-	113
General insurance	-	-	-	-
Professional and governance costs	1,362	-	1,362	2,472
Training and development	-	-	-	-
Office rent and utilities	5,494	-	5,494	7,294
Bank charges	538	-	538	532
Sundry expenses	1,702	-	1,702	1,953
	<hr/>	<hr/>	<hr/>	<hr/>
<b>Total resources expended</b>	92,966	58,376	151,342	216,615
	<hr/>	<hr/>	<hr/>	<hr/>
<b>Net incoming/(outgoing) resources for the period ended 31 December 2021</b>	(245)	1,731	1,486	96,295
<b>Fund balances brought forward at 1 April 2021</b>	168,734	4,500	173,234	76,939
	<hr/>	<hr/>	<hr/>	<hr/>
<b>Fund balances carried forward at 31 December 2021</b>	168,489	6,231	174,720	173,234
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

# PROJECT HARAR

## BALANCE SHEET AS AT 31 DECEMBER 2021

		2021		2021	
	Notes	£	£	£	£
<b>Current assets</b>					
Debtors	3	9,732		9,755	
Cash at bank and in hand	4	213,632		218,809	
		<u>223,364</u>		<u>228,564</u>	
<b>Creditors: amounts falling due within one year</b>		<u>(13,644)</u>		<u>(15,330)</u>	
<b>Net current assets</b>			209,720		213,234
<b>Creditors: amounts falling due after more than one year</b>			<u>(35,000)</u>		<u>(40,000)</u>
<b>Total net assets</b>			<u>174,720</u>		<u>173,234</u>
<b>Fund balances</b>					
General fund	6		140,689		140,934
Reserve fund	6		27,800		27,800
Designated funds	6		-		-
Restricted funds	6		6,231		4,500
			<u>174,720</u>		<u>173,234</u>
<b>Total funds</b>			<u>174,720</u>		<u>173,234</u>

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the period ended 31 December 2021. No member of the company has deposited a notice, pursuant to section 476, requiring an audit of these accounts.

The trustees' responsibilities for ensuring that the charity keeps accounting records which comply with section 386 of the Act and for preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial period and of its incoming resources and application of resources, including its income and expenditure, for the financial period in accordance with the requirements of sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to accounts, so far as applicable to the company.

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

The accounts were approved by the Trustees on 19 October 2022

  
Lucy Connolly  
Director  
Company Registration No. 4300840

# PROJECT HARAR

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## NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 DECEMBER 2021

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### 1. Accounting policies

#### Charity information

Project Harar is a private charitable company limited by guarantee incorporated in England and Wales. The registered office is Pyramid House, 954 High Road, London N12 9RT.

#### 1.1 Accounting convention

The financial statements have been prepared in accordance with the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)". The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

The accounts are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The accounts have been prepared under the historical cost convention. The principle accounting policies adopted are set out below.

#### 1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the accounts.

#### 1.3 Incoming resources

All incoming resources are included in the statement of financial activities when the charity is entitled to the income and the amount can be quantified with reasonable accuracy. The specific policies are applied to particular categories of income:

- Income from donations and grants, including capital grants, is included in incoming resources of unrestricted funds when receivable.
- When donors impose conditions and grants are for particular restricted purposes, this income is included in incoming resources of restricted funds when receivable.
- Donated goods, services and facilities are included at the value to the charity where this can be quantified.

#### 1.4 Investments

Investments held as fixed assets are revalued at mid-market value at the balance sheet date and the gain or loss taken to the statement of financial activities.

# PROJECT HARAR

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## NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 DECEMBER 2021 (CONTINUED)

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### 1. Accounting policies (Continued)

#### 1.5 Foreign exchange transactions

Transactions in foreign currencies are recorded at the average rate of exchange for the period. Assets and liabilities denominated in foreign currency are similarly translated at an appropriate rate of exchange at the balance sheet date. All differences are taken to the statement of financial activities.

#### 1.6 Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the company's balance sheet when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

##### **Basic financial assets**

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

##### **Classification of financial liabilities**

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

##### **Basic financial liabilities**

Basic financial liabilities, including creditors, bank loans, loans from fellow group companies and preference shares that are classified as debt, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

# PROJECT HARAR

## NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 DECEMBER 2021 (CONTINUED)

### 1. Accounting policies (Continued)

#### 1.7 Fund accounting

Funds held by the charity are either:

- *Unrestricted funds* – these are funds which can be used in accordance with the charitable objects at the discretion of the Trustees. Designated funds are unrestricted funds earmarked by the trustees for particular purposes.
- *Restricted funds* – these are funds that can only be used for particular restricted purposes within the object of the charity. Restrictions also apply when specified by the donor or when funds are raised for particular purposes. Expenditure that meets these criteria is identified in the fund.

### 2. Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

3. Debtors	2021 £	2021 £
Other debtors and accrued income	9,732	9,755
	-----	-----
	9,732	9,755
	=====	=====

4. Cash at bank and in hand	2021 £	2021 £
Current account	78	78
Deposit accounts	213,554	218,731
	-----	-----
	213,632	218,809
	=====	=====

### 5. Legal Status

The charity is a company limited by guarantee and has no share capital. The liability of each member in the event of winding up is limited to £10.

# PROJECT HARAR

## NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 DECEMBER 2021 (CONTINUED)

### 6. Analysis of charitable funds

#### Analysis of unrestricted funds movements

	Balance at 1 April 2021	Incoming Resources resources expended		Balance at 31 December 2021
	£	£	£	£
General fund	140,934	92,721	(92,966)	140,689
Reserves fund	27,800	-	-	27,800
Designated	-	-	-	-
	<u>168,734</u>	<u>92,721</u>	<u>(92,966)*</u>	<u>168,489</u>
	=====	=====	=====	=====

#### Analysis of restricted funds movement

	Balance at 1 April 2021	Incoming Resources resources expended		Balance at 31 December 2021
	£	£	£	£
Cleft programme	-	31,019	(31,019)	-
Complex surgical programme	-	17,200	(17,200)	-
Comic Relief	4,500	-	-	4,500
Kickstart Scheme	-	11,888	(10,157)	1,731
	<u>4,500</u>	<u>60,107</u>	<u>(58,376)**</u>	<u>6,231</u>
	=====	=====	=====	=====

\* including £50,490 transferred to restricted funds

\*\* including £50,490 transferred from general funds

Name of the fund	Description, nature and purpose of the fund
Cleft programme	To provide for outreach field work to identify low income, rural patients – particularly children and young people – with cleft lip and palate and co-ordinate and support their access to free treatment by Ethiopian surgeons. Also includes follow-up patient assessments, speech and language therapy, secondary patient referrals and monitoring and evaluation.
Complex surgical programme	To facilitate the free treatment and support of low income, rural patients with complex facial disfigurements as a result of noma, burns, tumours, animals attacks and accidents, by a UK and international medical team.
Comic Relief	Project Harar was awarded a grant of £112,733 over three years in August 2017, for a programme in the Afar region of Ethiopia to provide mothers with nutritional and feeding support for their cleft child.
Kickstart Scheme	Project Harar took part in the Kickstart scheme during this period enabling us to employ two candidates consecutively with a month crossover to handover and enable skills sharing between the candidates. The scheme funded 25 hours per week at the National Living wage depending on age, plus a grant of £1,500 for set up and training of each candidate.

# PROJECT HARAR

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## NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 DECEMBER 2021 (CONTINUED)

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**7. Staff costs**

	<b>2021</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
UK staff	79,685 =====	88,715 =====

The average weekly number of staff remunerated during the period, calculated on a full time equivalent basis was:

	<b>2021</b>	<b>2021</b>
	<b>2.00</b>	<b>2.00</b>
Administration in UK	====	====

The trustees received no remuneration or reimbursements in the current or previous period.

**8. Related party transactions**

During the period trustees made donations towards the cost of the Complex Surgical Programme.

**9. Tax exempt status**

As a registered charity the company is exempt from corporation tax.

**PROJECT HARAR**

England & Wales - Charity number 1094272

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# Accounts

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**PROJECT HARAR  
A COMPANY LIMITED BY GUARANTEE**

**Report and Financial Statements  
For the Year ended  
31 March 2021**

**Charity number: 1094272**

**Company number: 4300840**

**Prepared by:  
Errington Langer Pinner  
Chartered Accountants  
Pyramid House  
954 High Road  
London N12 9RT**

# PROJECT HARAR

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# PROJECT HARAR

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## COMPANY INFORMATION FOR THE YEAR ENDED 31 MARCH 2021

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<b>Directors</b>	Denise Farley Prof Mark McGurk Vinod Patel Lucy Connolly Charles Chad
<b>Trustees</b>	Denise Farley Prof Mark McGurk Vinod Patel Lucy Connolly Charles Chad
<b>Chief Executive Officer</b>	Jacquelyn Riley
<b>Company number</b>	4300840
<b>Charity Number</b>	1094272
<b>Registered Office</b>	Pyramid House 954 High Road London N12 9RT
<b>Independent Examiner</b>	Michael Pinner ACA Errington Langer Pinner Chartered Accountants Pyramid House 954 High Road London N12 9RT

# PROJECT HARAR

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## DIRECTORS' AND TRUSTEES' REPORT FOR THE YEAR ENDED 31 MARCH 2021

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The Trustees present their Report along with the Financial Statements of the charity for the year ended 31 March 2021. The Financial Statements have been prepared in accordance with the accounting policies set out on pages 10 - 12 and comply with the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (as amended for accounting periods commencing from 1 January 2016).

### Objectives and activities

The objectives of the charity are the relief of poverty, the preservation and protection of human health and the advancement of education in Ethiopia, particularly amongst children and young people.

Project Harar's primary function in the UK is partnership building, fundraising and advocacy to support our colleagues at Project Harar Ethiopia to implement our shared charitable objectives. It also jointly manages the annual complex surgical programme with Project Harar Ethiopia.

### How our activities deliver public benefit

The Trustees have, throughout the period, paid regard to the Charity Commission's guidance on public benefit in dealing with the aims and activities of the charity.

Project Harar is a health outreach organisation serving remote and impoverished small communities, mainly in the Oromia, Amhara, Southern Nations (SNNPR) and Afar regions of Ethiopia. The principal area of charitable activity is the securing of professional medical treatment and support for rural Ethiopians, especially children and young people, identified by our outreach work, who are unable to access or afford the surgery and support they require for cleft lip and palate and other facial disfigurements.

The life-changing surgery and comprehensive aftercare that patients receive, including speech and language therapy and nutritional support, help rebuild facial function and appearance, improve health and enable them to become accepted members of their communities, free from bullying and discrimination. Children can return to school and later earn a living, changing their life prospects forever.

This year we have continued to focus on two key areas, early and comprehensive medical treatment for cleft lip and palate in rural Ethiopia, and treatment of complex facial disfigurement for children and adults from rural communities and the Ethiopian health system and also extending our services to include Emergency Covid Response through the following key initiatives:

- **Cleft Programme:** Project Harar provides life-changing surgery and support for children with cleft lip and palate through outreach services, awareness-raising activities, nutritional support and speech and language therapy. The onset of the covid pandemic Covid 19 severely impacted our Programme work addressing the needs of patients with Cleft lip and palate in Ethiopia. Between March and October 2020 movement was restricted within the country and elective operations were cancelled in Addis hospitals and surgeons would not fly from Addis from other regions. Surgical partners stopped providing surgery for cleft lip and palate during this time. However Project Harar continued awareness raising with regard to cleft lip and palate and to support families in need of treatment with advice and support, as well as Emergency Covid Response including information sharing surrounding Covid and the provision of PPE, water barrels and soap for handwashing. In October 2020 some elective surgery started again, and we were able to relaunch the mobilisation of patients for cleft with new Covid measure in place. We also implemented a targeted nutrition programme, alongside the existing programme working with other agencies, supporting young patients who are undernourished so that they can become strong enough for surgery.
- **Health and Social Worker Training:** We provide training in facial disfigurements to government health and social workers who can access even the most remote communities. They identify and refer patients to us for surgery and support, and they work with mothers, parents and other community members to dispel the myths surrounding cleft – thereby helping to reduce stigma.

# PROJECT HARAR

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## DIRECTORS' AND TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

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### How our activities deliver public benefit (continued)

This year the work has expanded to include Covid response and disseminating information to keep people safe. This year programme officers used their skills in TOTs (trainer of trainer schemes) to support the government Covid response.

- **Community-based Speech and Language Therapy:** In partnership with Transforming Faces, we have also continued a SLP programme based in the community, as many patients find it difficult to travel to Addis Ababa which has the only SLP unit in Ethiopia. This has developed to include remote delivery of speech therapy and training local health representatives and caregivers to work with the child directly.
- **Complex Surgical Programme:** Due to Covid what has traditionally been an annual in person collaborative Complex Surgical Mission could not be delivered. Project Harar further developed processes to work remotely and further developed its remote follow up programme for patients, referring those that required follow up treatment to Yekatit Hospital for further treatment.
- **Partnerships with Health Professionals in Ethiopia:** Project Harar is committed to developing the capacity of all those with whom they work in Ethiopia. During the complex programme, our medical team works closely with Ethiopian medical professionals, exchanging ideas and presenting and attending key learning sessions. This year it has not been possible for a volunteer team to travel to Ethiopia.
- **Collaboration and skills sharing:** The lecture programme has been extended and delivered remotely as a case-based teaching session with Yekatit 12 hospitals which was extended to presentations from medical expert from UK, Ethiopia and other parts of the world and a broader reach of attendees. In this way skill sharing has continued helping to build the expertise of Ethiopian, and a broader community of surgeons, anaesthetists, resident doctors and nurses in complex facial surgery, reconstruction and post-operative care. Furthermore a 6-month online lecture programme was developed in collaboration with Yekatit 12 Hospital and UCLH Head and Neck Academic Centre.
- **Patient Follow-up, Research and Evaluation:** Throughout the year, we record medical information of all our patients and take pre- and post- treatment photography. This year patient follow-up was conducted remotely working with local health authority representatives, with photographs and video footage being sent for remote assessment as well as regionally based Project Harar Programme officers, with patients being referred back to Yekatit 12 hospital for further surgery or therapy if required.
- **Partnering with the Ministry of Health:** Thanks to our advocacy efforts, cleft lip and palate has now been formally recognised by the government as a significant cause of malnutrition and chronic ill-health in children. Furthermore, Project Harar has been formally recognised as a key player in addressing this health issue, and in 2016 we signed an MOU with the national government, where the importance of our role was acknowledged.

### Performance and achievements

Charity income decreased by 24% from 411,865 in 2020 to 312,834 in 2021, however as with the previous year an increased proportion of unrestricted funding allow for greater flexibility in allocating resources.

As we entered the financial year in a global pandemic, we are grateful to Comic Relief who allowed redirection of funds to contribute to and support 3 months of programme overhead of Project Harar in Ethiopia. Emergency funding of £25,000 to support the sustainability of our work was awarded from Ethiopiaid. An exceptional £50,000 was received from the Cotmore Trust on the closing out of their Fund. Meeting Needs provided £5000 of emergency funding for Covid Response enabling the provision of water barrels and soap. This pilot leveraged a further funding in Ethiopia to extend the programme. In May 2020 we benefited from a very successful Radio 4 appeal raising over £67,000.

# PROJECT HARAR

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## **DIRECTORS' AND TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021**

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### **Performance and achievements (continued)**

We have benefitted again this year from an improved exchange rate with Ethiopia, although this was mitigated by inflation of approximately 25% impacting fuel and food locally. Project Harar Ethiopia has secured additional funding locally which has complimented the ongoing cleft work funded by Project Harar from the UK.

Expenditure on charitable activities decreased due to taking a prudent approach in line with reduced income, most of our cleft programming, being put on hold and not being able to hold the annual Collaborative Complex Programme at Yekatit Hospital. In addition the lease on the Hampstead, London office was terminated in December 2020.

In the year to March 2021 between October 2020 and March 2021, following a 6-month halt in elective surgery due to the Covid pandemic, we treated 179 patients with cleft lip and palate in the following regions: Oromia 22 and 157 in Amhara. The initial programmes in Oromia acted as a pilot with new Covid safety measures in place. Early intervention is key to the success of an outcome for an individual patient. The impact will be on improved nutrition, physical development and speech. Early treatment also ensures that children do not have to go through years of isolation, bullying and exclusion from school, and later are able to work and earn a living.

Since 2008, Project has developed an extensive outreach network and has licences and partnerships that can enable it to work nationally across Ethiopia- a country with a population of more that 117 million. We first expanded our reach and services to cover the entire Oromia region. From 2014 onwards, we provided our services in the Somali and Southern Nations (SNNPR) regions. There has been increased identification as a result of training workshops including those with religious and community leaders. Ethiopia is presently in a state of emergency making work difficult in some regions. Our cleft programme delivery in Amhara is presently limited but patients continue to be identified here and in Afar. While in the medium to long term we look forward to a return to a more normalised operating environment, the patient need is increasing, creating pent up demand for our services going forward.

Since it was established in 2002, the charity has now supported more than 9,000 Ethiopians with cleft lip and palate to access surgery and nutritional support, trained more than 2,000 Ethiopian health workers in cleft management and other facial disfigurements, and treated more than 500 patients with the most severe facial disfigurements. Many hundreds have also received speech and language therapy and social support. Project Harar has been agile in its response to Covid and increasing uncertainties in Ethiopia. The charity will continue to provide comprehensive care to our patients so that they are able to achieve their potential and live as productive members of their communities.

Our founder and Trustee Jonathan Crown passed away suddenly in September 2020. He leaves a legacy of kindness. He was committed to supporting the work of the charity and generous of his time and fundraising efforts, particularly in the organisation of major fundraising events.

In 2020 we held an online fundraising event alongside The Big Give Christmas challenge. We thank our pledgers and Ethiopaid for once again being our Champion.

# PROJECT HARAR

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## DIRECTORS' AND TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

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### **Performance and achievements (continued)**

We acknowledge and thank Trusts and Foundations who have supported Project Harar including the Cotmore Trust (£50,000 was granted on the closing out of their fund), Ethiopiaid, Lloyds, EMS Abraham Trust, Morgan Charitable Fund, M and C Freeman Charitable Trust, Fulmer Trust, Fitton Trust, The Alchemy Foundation and The Artemis Charitable Foundation. We would also like to extend our thanks to our corporate fundraising partners and all individual donors who make our work possible.

The Terracycle coffee capsule recycling initiative introduced by Matt Fisher has continued to be a valuable source of funding with £800 raised this year.

Project Harar is proud to be a founding member of the Circle of Cleft Care Professionals and a member of Face Equality International.

We continue to work with Transforming Faces on a programme for development of capacity and delivery of speech therapy in Ethiopia.

### **Future developments**

A number of risk factors will affect our work in the next 12 months. The pandemic with its new variant Omicron continues to affect our ability to fundraise, our working practices in the UK and the ability to mobilise and treat patients in Ethiopia. Security issues are impacting the movement safety of our partners in Ethiopia, and our ability to treat patients.

We have implemented the following strategies to cope with these challenges:

In the UK we have set up and continue to use a Co Working space. We have two full time staff in the UK, the UK office has a Chief Executive and a Communications & Fundraising Officer.

In Ethiopia our outreach team is working with the Federal Ministry of Health. In Amhara they continue to assist in Covid response and are working with other organizations responding with humanitarian relief. In other regions 320 Children have accessed treatment for Cleft Lip and Palate since April this year.

Project Harar is working to continue to diversify its funding base in 2021. The charity will also continue to seek funding from major institutional funders and foundations in order to expand our reach and provide comprehensive cleft care to as many patients as possible.

We will continue to work in partnership with the Ethiopian Ministry of Health whose support of people with facial disfigurements, particularly children and young people with cleft, has been key to Project Harar's success in reaching so many patients in Ethiopia.

We will also continue to build partnerships with other organisations in order to expand our reach, and be flexible in our approach to responding to need.

### **Reserves policy**

It is the policy of the charity that unrestricted funds that are not designated for any particular use should be maintained at a level equivalent to three month's total expenditure and placed on bank deposit. The trustees consider that this level of reserves should ensure that in the event of a significant drop in funding, they will be able to continue the charity's current activities while consideration is given to ways in which additional funds may be raised.

# PROJECT HARAR

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## DIRECTORS, AND TRUSTEES, REPORT (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

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### Structure, governance and management

Project Harar (Limited by guarantee) is a company limited by guarantee having no share capital. The company is governed by its Memorandum and Articles of Association and the provisions and recommendations of the Charity Commission. The company is managed by its trustees.

The charitable company relies on the generous donations of the public, businesses and private charitable trusts.

### Director and trustees

The following have held office since 1 April 2020:

Jonathan Crown	(founder, trustee and director) (deceased 19 September 2020)
Denise Farley	(trustee and director)
Prof Mark McGurk	(trustee and director)
Vinod Patel	(trustee and director)
Lucy Connolly	(trustee and director)
Charles Chad	(trustee and director)

### Review of transactions and financial position

Overall expenditure in the current period was £218,618 (2020 - £486,042) a decrease of 55%. At the balance sheet date, the total funds of the charity had increased to £173,231 (2020 - £76,939).

### Risk management

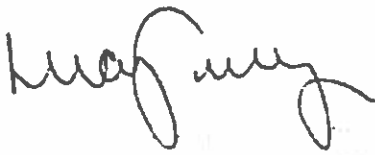
The company director has considered the risks to which the charitable company is exposed and has reviewed those risks and established systems and procedures to manage those risks.

### Investments

Under its Memorandum and Articles of Association the charitable company has the power to make investments which the trustees see fit.

This report has been prepared in accordance with the special provisions applicable to companies entitled to the small companies exemption.

The trustees' report was approved by the Board of Trustees



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Lucy Connolly  
Director

17 December 2021

# PROJECT HARAR

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## INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF PROJECT HARAR FOR THE YEAR ENDED 31 MARCH 2021

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I report to the trustees on my examination of the accounts of Project Harar (the charity) for the year ended 31 March 2021.

### Responsibilities and basis of report

As the trustees of the charity (and also its directors for the purpose 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 charity 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 the charity's accounts carried out under section 145 of the Charities Act 2011 (the 2011 Act). In carrying out my examination I have followed all applicable Directions given by the Charity Commission under section 145 (5) (b) of the 2011 Act.

### Independent examiner's statement

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

- accounting records were not kept in respect of the charity as required by section 386 of the 2006 Act; or
- the accounts do not accord with those records; or
- 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
- 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 (FRS102).

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.



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**Name:** Michael Pinner ACA

**Relevant professional body:** Institute of Chartered Accountants in England and Wales

**Address:** Errington Langer Pinner  
Pyramid House  
954 High Road  
London N12 9RT

**Date:** 17 December 2021

## PROJECT HARAR

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### PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 MARCH 2021

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	Notes	2021 £	2020 £
Income		312,834	411,856
Expenditure		(216,615)	(486,042)
<b>Operating profit/(loss)</b>		<u>92,619</u>	<u>(74,186)</u>
Bank interest received		76	60
<b>Profit/(loss) on ordinary activities before taxation</b>		<u>96,295</u>	<u>(74,126)</u>
Tax on profit/(loss) on ordinary activities	9	-	-
<b>Profit/(loss) for the year</b>		<u><u>96,295</u></u>	<u><u>(74,126)</u></u>

The profit and loss account includes all gains and losses recognised in the year

All income and expenditure derive from continuing activities

# PROJECT HARAR

## STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 MARCH 2021

	Unrestricted Funds	Restricted Funds	Total 2021	Total 2020
	£	£	£	£
<b>Incoming resources</b>				
Donations and grants	210,931	68,796	279,727	220,021
Income from events	33,107	-	33,107	191,835
Other income	-	-	-	-
Interest receivable	76	-	76	60
	<hr/>	<hr/>	<hr/>	<hr/>
<b>Total incoming resources</b>	244,114	68,796	312,910	411,916
	<hr/>	<hr/>	<hr/>	<hr/>
<b>Resources expended</b>				
<b>Cost of generating funds</b>	38,033	-	38,033	90,131
<b>Expenditure on charitable activities</b>				
Cleft programme	-	92,422	92,422	144,182
Complex surgical programme	-	63,556	63,556	171,100
Fund transfers	44,051	(44,051)	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
<b>Other costs</b>				
IT & communications	10,240	-	10,240	9,737
Staff and trustee travel	113	-	113	21,793
General insurance	-	-	-	25,569
Professional and governance costs	2,472	-	2,472	3,517
Training and development	-	-	-	-
Office rent and utilities	7,294	-	7,294	13,508
Bank charges	532	-	532	334
Sundry expenses	1,956	(3)	1,953	6,171
	<hr/>	<hr/>	<hr/>	<hr/>
<b>Total resources expended</b>	104,691	111,924	216,615	486,042
	<hr/>	<hr/>	<hr/>	<hr/>
<b>Net incoming/(outgoing) resources for the year ended 31 March 2021</b>	139,423	(43,128)	96,295	(74,126)
<b>Fund balances brought forward at 1 April 2020</b>	29,311	47,628	76,939	151,065
	<hr/>	<hr/>	<hr/>	<hr/>
<b>Fund balances carried forward at 31 March 2021</b>	168,734	4,500	173,234	76,939
	=====	=====	=====	=====

## PROJECT HARAR

### BALANCE SHEET AS AT 31 MARCH 2021

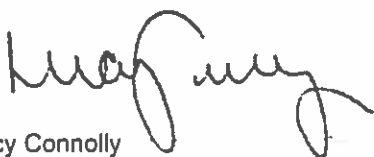
		2021		2020	
	Notes	£	£	£	£
<b>Current assets</b>					
Debtors	3	9,755		9,759	
Cash at bank and in hand	4	218,809		75,707	
		<u>228,564</u>		<u>85,466</u>	
<b>Creditors: amounts falling due within one year</b>		<u>(55,330)</u>		<u>(8,527)</u>	
<b>Net current assets</b>			<u>173,234</u>		<u>76,939</u>
<b>Total assets</b>			<u><u>173,234</u></u>		<u><u>76,939</u></u>
<b>Fund balances</b>					
General fund	6	140,934		1,511	
Reserve fund	6	27,800		27,800	
Designated funds	6	-		-	
Restricted funds	6	4,500		47,628	
		<u>173,234</u>		<u>76,939</u>	
<b>Total funds</b>			<u><u>173,234</u></u>		<u><u>76,939</u></u>

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 March 2021. No member of the company has deposited a notice, pursuant to section 476, requiring an audit of these accounts.

The trustees' responsibilities for ensuring that the charity keeps accounting records which comply with section 386 of the Act and for preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its incoming resources and application of resources, including its income and expenditure, for the financial year in accordance with the requirements of sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to accounts, so far as applicable to the company.

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

The accounts were approved by the Trustees on 17 December 2021



Lucy Connolly  
Director  
Company Registration No. 4300840

# PROJECT HARAR

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## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

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### 1. Accounting policies

#### Charity information

Project Harar is a private charitable company limited by guarantee incorporated in England and Wales. The registered office is Pyramid House, 954 High Road, London N12 9RT.

#### 1.1 Accounting convention

The financial statements have been prepared in accordance with the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)". The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

The accounts are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The accounts have been prepared under the historical cost convention. The principle accounting policies adopted are set out below.

#### 1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the accounts.

#### 1.3 Incoming resources

All incoming resources are included in the statement of financial activities when the charity is entitled to the income and the amount can be quantified with reasonable accuracy. The specific policies are applied to particular categories of income:

- Income from donations and grants, including capital grants, is included in incoming resources of unrestricted funds when receivable.
- When donors impose conditions and grants are for particular restricted purposes, this income is included in incoming resources of restricted funds when receivable.
- Donated goods, services and facilities are included at the value to the charity where this can be quantified.

#### 1.4 Investments

Investments held as fixed assets are revalued at mid-market value at the balance sheet date and the gain or loss taken to the statement of financial activities.

# PROJECT HARAR

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## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021 (CONTINUED)

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### 1. Accounting policies (Continued)

#### 1.5 Foreign exchange transactions

Transactions in foreign currencies are recorded at the average rate of exchange for the period. Assets and liabilities denominated in foreign currency are similarly translated at an appropriate rate of exchange at the balance sheet date. All differences are taken to the statement of financial activities.

#### 1.6 Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the company's balance sheet when the company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

##### **Basic financial assets**

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

##### **Classification of financial liabilities**

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

##### **Basic financial liabilities**

Basic financial liabilities, including creditors, bank loans, loans from fellow group companies and preference shares that are classified as debt, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

# PROJECT HARAR

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021 (CONTINUED)

### 1. Accounting policies (Continued)

#### 1.7 Fund accounting

Funds held by the charity are either:

- *Unrestricted funds* – these are funds which can be used in accordance with the charitable objects at the discretion of the Trustees. Designated funds are unrestricted funds earmarked by the trustees for particular purposes.
- *Restricted funds* – these are funds that can only be used for particular restricted purposes within the object of the charity. Restrictions also apply when specified by the donor or when funds are raised for particular purposes. Expenditure that meets these criteria is identified in the fund.

### 2. Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

3. Debtors	2021 £	2020 £
Other debtors and accrued income	9,755	9,757
	9,755	9,757
	9,755	9,757

4. Cash at bank and in hand	2021 £	2020 £
Current account	78	78
Deposit accounts	218,731	75,630
	218,731	75,630
	218,809	75,708

### 5. Legal Status

The charity is a company limited by guarantee and has no share capital. The liability of each member in the event of winding up is limited to £10.

# PROJECT HARAR

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021 (CONTINUED)

### 6. Analysis of charitable funds

#### Analysis of unrestricted funds movements

	Balance at 1 April 2020	Incoming Resources resources expended		Balance at 31 March 2021
	£	£	£	£
General fund	1,511	244,114	(104,691)	140,934
Reserves fund	27,800	-	-	27,800
Designated	-	-	-	-
	<u>29,311</u>	<u>244,114</u>	<u>(104,691)*</u>	<u>168,734</u>
	=====	=====	=====	=====

#### Analysis of restricted funds movement

	Balance at 1 April 2020	Incoming Resources resources expended		Balance at 31 March 2021
	£	£	£	£
Cleft programme	-	52,319	(52,319)	-
Complex surgical programme	-	1,636	(1,636)	-
Comic Relief	47,628	14,841	(57,969)	4,500
	<u>47,628</u>	<u>68,796</u>	<u>(111,924)**</u>	<u>4,500</u>
	=====	=====	=====	=====

\* including £44,051 transferred to restricted funds

\*\* including £44,051 transferred from general funds

Name of the fund	Description, nature and purpose of the fund
Cleft programme	To provide for outreach field work to identify low income, rural patients – particularly children and young people – with cleft lip and palate and co-ordinate and support their access to free treatment by Ethiopian surgeons. Also includes follow-up patient assessments, speech and language therapy, secondary patient referrals and monitoring and evaluation.
Complex surgical programme	To facilitate the free treatment and support of low income, rural patients with complex facial disfigurements as a result of noma, burns, tumours, animals attacks and accidents, by a UK and international medical team.
Comic Relief	Project Harar was awarded a grant of £112,733 over three years in August 2017, for a programme in the Afar region of Ethiopia to provide mothers with nutritional and feeding support for their cleft child. The grant will also fund training for 350 health workers in the region who will assist Project Harar in identifying and recruiting children with cleft and support mothers with feeding issues.

# PROJECT HARAR

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## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021 (CONTINUED)

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7. Staff costs	2021 £	2020 £
UK staff	88,715 =====	102,381 =====

The average weekly number of staff remunerated during the period, calculated on a full time equivalent basis was:

	2021	2020
Administration in UK	2.00 =====	3.00 =====

The trustees received no remuneration or reimbursements in the current or previous period.

### 8. Related party transactions

During the year trustees made donations towards the cost of the Complex Surgical Programme.

### 9. Tax exempt status

As a registered charity the company is exempt from corporation tax.