

**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 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. 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 Ethiopiaid 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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<b>Name:</b>	Michael Pinner ACA
<b>Relevant professional body:</b>	Institute of Chartered Accountants in England and Wales
<b>Address:</b>	Errington Langer Pinner Pyramid House 954 High Road London N12 9RT
<b>Date:</b>	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)
		<hr/>	<hr/>
Operating profit/(loss)		92,619	(74,186)
Bank interest received		76	60
		<hr/>	<hr/>
Profit/(loss) on ordinary activities before taxation		96,295	(74,126)
Tax on profit/(loss) on ordinary activities	9	-	-
		<hr/>	<hr/>
Profit/(loss) for the year		<u>96,295</u>	<u>(74,126)</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
<b>Total incoming resources</b>	<b>244,114</b>	<b>68,796</b>	<b>312,910</b>	<b>411,916</b>
<b>Resources expended</b>				
<b>Cost of generating funds</b>	<b>38,033</b>	<b>-</b>	<b>38,033</b>	<b>90,131</b>
<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)	-	-
<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
<b>Total resources expended</b>	<b>104,691</b>	<b>111,924</b>	<b>216,615</b>	<b>486,042</b>
<b>Net incoming/(outgoing) resources for the year ended 31 March 2021</b>	<b>139,423</b>	<b>(43,128)</b>	<b>96,295</b>	<b>(74,126)</b>
<b>Fund balances brought forward at 1 April 2020</b>	<b>29,311</b>	<b>47,628</b>	<b>76,939</b>	<b>151,065</b>
<b>Fund balances carried forward at 31 March 2021</b>	<b>168,734</b>	<b>4,500</b>	<b>173,234</b>	<b>76,939</b>
	=====	=====	=====	=====

## PROJECT HARAR

### BALANCE SHEET AS AT 31 MARCH 2021

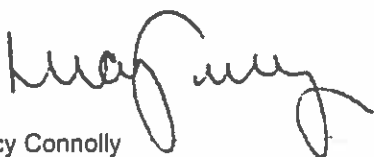
		2021		2020	
	Notes	£	£	£	£
<b>Current assets</b>					
Debtors	3	9,755		9,759	
Cash at bank and in hand	4	218,809		75,707	
		228,564		85,466	
<b>Creditors: amounts falling due within one year</b>		(55,330)		(8,527)	
<b>Net current assets</b>			173,234		76,939
<b>Total assets</b>			173,234		76,939
<b>Fund 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	
<b>Total funds</b>			173,234		76,939

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
	<hr/>	<hr/>
	9,755	9,757
	=====	=====

4. Cash at bank and in hand	2021 £	2020 £
Current account	78	78
Deposit accounts	218,731	75,630
	<hr/>	<hr/>
	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)
Reserves fund	27,800	-	-
Designated	-	-	-
	29,311	244,114	(104,691)*
	=====	=====	=====
			168,734
			=====

#### 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)
	47,628	68,796	(111,924)**
	=====	=====	=====
			4,500
			=====

\* 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**

	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
UK staff	88,715	102,381
	=====	=====

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

	<b>2021</b>	<b>2020</b>
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.