

Registered Company Number: 4346286

Report of the Trustees and Directors
and Financial Statements for the
year ended 31 March 2021
for
Hope International Development Agency

Hope International Development Agency

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for the year ended 31 March 2021

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Hope International Development Agency

Company Information
for the year ended 31 March 2021

Directors and Trustees:	Mrs R S Armstrong C H Dick C J Haywood Mrs C M Poulson D M Newport S L Paton
Secretary:	Mrs C M Poulson
Registered Office:	125 West Hill Road Wandsworth London SW18 5HN
Registered Company Number:	4346286
Registered Charity Number:	1094573
Bankers:	NatWest 225 High Street Lincoln LN2 1AZ
Independent Examiner:	J Howard FCA Azets UK 2 nd Floor, Regis House 45 King William Street London EC4R 9AN

Hope International Development Agency
Report of the Trustees
for the year ended 31 March 2021

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 March 2021. The trustees have adopted the provisions of 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 2015).

OBJECTIVES AND ACTIVITIES FOR THE PUBLIC BENEFIT

Objectives and aims

The objectives of the charity are as follows:

1. To relieve poverty by:
 - a. assisting poor people in developing countries to help themselves;
 - b. motivating people in the UK to action in support of the developing world; and
 - c. facilitating and providing a mechanism for active participation between the people of the UK and the developing world.
2. To inform and educate people in the UK regarding issues relating to the developing world.

Significant activities

2020/21 was a good year for Hope UK considering the uncertainty and disruption caused by the COVID-19 pandemic. Thanks to the incredible commitment of our supporters, a total of £75,058 was raised to support Hope Ethiopia's water, sanitation and livelihood projects. This enabled Hope UK to raise all of the remaining funds needed to complete the ongoing projects in the rural communities of Zala Dola and Garadida in southern Ethiopia.

The project in Zala Dola commenced in October 2019, involving the capping of two springs and installing nearly 6km of pipeline, 10 water points, 8 wash basins and 120 pit latrines for 1,484 men, women and children. The construction of the water system was completed in early 2020, and the benefits of the new-found access to clean water were already being evidenced by fewer reported trips to the local health post and a reduction in school absences. Work continued in 2020/21 to provide ongoing community support in the form of training on the maintenance of the water system, hygiene and sanitation education and the establishment of Self Help Groups for 140 women.

The project in Garadida commenced in August 2020, starting with the construction of a water reservoir, 5km of pipeline, 8 water points and 7 wash basins for the community of 1,176 men, women and children. This also included bringing clean water to a local school and health post from the newly capped spring. Work will continue into the next financial year to provide comprehensive health education and livelihood skills training for the remainder of the 24-month project. Benefits have already been seen in the form of improved health and personal hygiene, as well as from the loans issued by the 15 Self Help Groups, enabling the women to establish their own income-generating enterprises.

As in previous years, Hope UK additionally granted to Hope Cambodia a donation specifically made for water projects in that country, to the tune of £4,450.

In spite of the disruption caused by the pandemic, we were greatly encouraged and thankful for the continued support of our longstanding and regular donors. We also received continued support from grant making bodies, receiving ten grants totalling £35,256. We were particularly pleased to have raised over £10,000 as part of the Big Give campaign in November, with donations kindly matched by another charity, Ethiopiaid. Also noteworthy was a creative lockdown solo-initiative by a committed supporter of Hope UK, who ran an impressive 72 km and in doing so raised over £1,300.

Hope International Development Agency
Report of the Trustees
for the year ended 31 March 2021

Significant activities (continued)

Understandably, donations from events, schools and churches dropped significantly in 2020/21 due to the various social restrictions in place during the course of the year. Our costs (non-grant expenditure) were similar to previous years at around £8,500 and represented only 9.8% of total expenditure.

In a year of an unprecedented global health crisis, Hope UK continued in pursuit of its mission, at a time when access to clean water, hygiene and sanitation has never been more important.

Impact Case Study

Married and a mother of six children, Kehami is one of the beneficiaries of HOPE 's recent project in Garadida. She was socially and economically deprived and dependent on her husband as he was the only person earning money in the family. In addition, the lack of access to local water meant Kehami spent much of her day collecting water from an unprotected spring nearby, as well as knowing little about the importance of hygiene and sanitation.

Kehami joined the Self Help Group set up as part of the project and receive training on the benefits of saving and how to engage in micro-businesses. Kehami started saving regularly, took out a loan from her group and started baking Injera, one of the staple foods in Ethiopia, to sell to the community. After much success and repaying her loan with interest, she has opened a small restaurant, expanding her source of income, enabling her to support the growing needs and interests of her family. Now Kehami says she is much happier with what she is doing and is very grateful for Hope's support.

FINANCIAL REVIEW

Reserves policy

The Trustees have reviewed the reserves of the charity. The trustees' policy is to maintain reserves at the minimum level needed to meet known expenditure commitments in the next three months, in order to maximise the grants made to HOPE overseas. The trustees consider that the current level of reserves in the unrestricted and restricted funds is adequate for this purpose.

All other funds raised by the organisation are transferred to HOPE partners overseas (principally in Ethiopia), as funds allow, usually twice a year but with additional ad hoc transfers as required.

Principal funding sources

The vast majority of funding during the period was donations from individuals and organisations. A small amount was received from the sale of decorations and gifts.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Recruitment and appointment of new trustees

No new trustees were appointed in 2020/21.

Hope International Development Agency
Report of the Trustees
for the year ended 31 March 2021

Related parties

The objectives of the charity are consistent with those of its partner organisation, Hope International Development Agency (Canada), and there is a considerable degree of interdependence between the two charities. As the Head Office for Hope as a whole, the Canada office is responsible for oversight and governance of the Ethiopia portfolio which is wholly managed and run by Hope International Development Agency Ethiopia. Hope International Development Agency Ethiopia is registered with the Ethiopian government as an official non-government organisation.

Risk management

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

Hope International Development Agency
Report of the Trustees
for the year ended 31 March 2021

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number
4346286 (England and Wales)

Registered Charity number
1094573

Registered office
125 West Hill Road
Wandsworth
London
SW18 5HN

Trustees

Mrs R S Armstrong
C H Dick
C J Haywood
Mrs C M Poulson
D M Newport
S L Paton

Company Secretary
Mrs C M Poulson

Statement of trustees' responsibilities

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

Company law requires the trustees to prepare financial statements for each financial year, 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 the year. In preparing these financial statements, the trustees are required to:

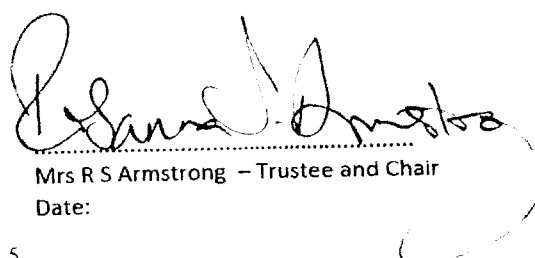
- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP 2015 (FRS 102);
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

The trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

This report has been prepared in accordance with the Statement of Recommended Practice: 'Accounting and Reporting by Charities' and in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to smaller entities.

Approved by the Board and signed on its behalf:

ON BEHALF OF THE BOARD:


Mrs R S Armstrong – Trustee and Chair
Date:

Independent Examiner's Report to the Trustees of
Hope International Development Agency

I report to the charity trustees on my examination of the accounts of the charitable company for the year ended 31 March 2021.

Responsibilities and basis of report

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

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

Independent examiner's statement

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

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

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



John Howard FCA
Chartered Accountant
Azets UK
2nd Floor, Regis House
45 King William Street
London
EC4R 9AN

Date: 21 December 2021

Hope International Development Agency
Statement of Financial Activities (Including Income and Expenditure Account)
for the year ended 31 March 2021

	Note	Unrestricted Funds	Restricted Funds	Total 2021	Total 2020
		£	£	£	£
Incoming Resources					
Voluntary income:	2				
Donations, grants and legacies		28,630	41,365	69,995	105,143
Events and initiatives		50	2,135	2,185	16,369
Gift aid		1,990	888	2,878	3,660
		<hr/>	<hr/>	<hr/>	<hr/>
Total incoming resources		30,670	44,388	75,058	125,171
		<hr/>	<hr/>	<hr/>	<hr/>
Resources Expended					
Raising Funds	3	7,792	76	7,868	9,234
Charitable activities:					
Grants to HOPE projects	4	-	70,739	70,739	109,359
Governance costs	6	13	-	13	13
		<hr/>	<hr/>	<hr/>	<hr/>
Total resources expended		7,805	70,815	78,620	118,606
		<hr/>	<hr/>	<hr/>	<hr/>
Net (outgoing)/incoming resources before transfers		22,865	(26,427)	(3,562)	6,565
Transfers		(26,085)	26,085	-	-
		<hr/>	<hr/>	<hr/>	<hr/>
Net (outgoing)/incoming resources after transfers		(3,220)	(342)	(3,562)	6,565
Total funds brought forward		10,311	342	10,653	4,088
		<hr/>	<hr/>	<hr/>	<hr/>
Total funds carried forward		7,091	-	7,091	10,653
		<hr/>	<hr/>	<hr/>	<hr/>

The notes form part of these financial statements

Hope International Development Agency
Balance Sheet as at 31 March 2021
(Company number – 4346286)

	<u>Notes</u>	At 31 March <u>2021</u> £	At 31 March <u>2020</u> £
Current assets			
Stock	7	54	54
Debtors	8	1,740	8,040
Cash at bank		5,936	3,407
		7,730	11,501
Current liabilities			
Other creditors	9	639	848
		7,091	10,653
Net Current assets and Net assets			
Income Funds			
Restricted funds	12	-	342
Unrestricted funds	12	7,091	10,311
		7,091	10,653

The company is entitled to exemption from audit under section 477 of the Companies Act 2006 for the year ended 31 March 2021.

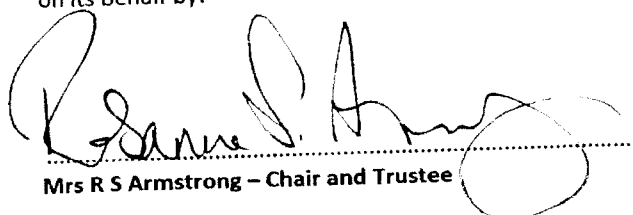
The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2021 in accordance with section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- a) Ensuring that the company keeps accounting records which comply with section 386 and 387 of the companies Act 2006 and
- b) Preparing financial statements which give a true and fair view of the statement of affairs of the company as at the end of each financial year and of its surplus or deficit for each 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 financial statements, so far as applicable to the company.

The financial statements have been prepared in accordance with the special provisions of Part 15 of Companies Act 2006 relating to small companies.

The financial statements were approved by the Boards of Trustees on 19 November 2021 and were signed on its behalf by:


 Mrs R S Armstrong – Chair and Trustee

The notes form part of these financial statements

Hope International Development Agency
Notes to the Financial Statements
for the year ended 31 March 2021

1. Accounting Policies

(a) General information and basis of preparation

Hope International Development Agency is a company limited by guarantee in the United Kingdom. The address of the registered office is given in the charity information on page 1 of these financial statements. The nature of the charity's operations and principal activities are set out on page 2.

The charitable company constitutes a public benefit entity as defined by FRS 102. The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16 July 2014, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102). The Charities Act 2011, the Companies Act 2016 and UK Generally Accepted Practice as it applies from 1 January 2015.

The financial statements are prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The financial statements are prepared in sterling which is the functional currency of the charity.

The significant accounting policies applied in the preparation to these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

There has been no change to the accounting policies (valuation rules and methods of accounting) since last year.

(b) Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The cost of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

(c) Incoming resources

All incoming resources are included in the Statement of Financial Activities (SoFA) when the charity is legally entitled to the income after any performance conditions have been met, the amount can be measured reliably and it is probable that the income will be received.

Donations and legacies are recognised in the financial statements when the charity is convinced that there is entitlement to the income, there is certainty of receipt and the amount in question is measurable.

Donated facilities are included at the value to the charity where this can be quantified and a third party is bearing the cost. No amounts are included in the financial statements for services donated by volunteers.

Hope International Development Agency
Notes to the Financial Statements
for the year ended 31 March 2021

1. Accounting Policies - continued

(d) Resources expended

Expenditure is recognised when a liability is incurred. Grant payments are recognised when a constructive obligation arises that result in the payment being unavoidable.

- Costs of generating funds are those costs incurred in attracting voluntary income.
- Charitable activities include expenditure associated with the projects supported by the charity and include both the direct costs and support costs relating to these activities.
- Governance costs include those incurred in the governance of the charity and its assets and are primarily associated with constitutional and statutory requirements.

(e) Stock

Stocks are stated at the lower of cost and net realisable value.

(f) Debtors

Other debtors are recognised at the settlement amount due.

(g) Cash at bank and in hand

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

(h) Creditors

Creditors are recognised when there is a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably.

Other creditors and accruals are recognised at their settlement amount

(i) 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 their settlement value.

(j) Foreign currencies

Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction.

(j) Judgements and key sources of estimation uncertainty

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.

Hope International Development Agency
Notes to the Financial Statements
for the year ended 31 March 2021

2. Voluntary income

	Unrestricted Funds	Restricted Funds	2021 Total	2020 Total
	£	£	£	£
Committed (regular) giving	13,879	1,090	14,969	13,046
Donations, grants & legacies	14,751	40,275	55,026	92,096
Events and initiatives:				
Decorations and gifts	50	-	50	575
Ethiopian Cooking fundraiser	-	620	620	-
Run 4H20	-	-	-	15,350
Ethiopian Quiz Night	-	205	205	-
Sam Runs for HOPE	-	1,310	1,310	-
Hike for Hope	-	-	-	314
Jacky's Birthday and Sam Party	-	-	-	130
Gift aid	1,990	888	2,878	3,660
	30,670	44,388	75,058	125,171

3. Raising Funds

	2021	2020
	£	£
Fundraising costs (including Global Giving charges)	400	239
Decorations and gifts	-	30
Events (all restricted)	-	-
Administration	8,232	7,910
Posting, printing and reproduction	52	122
Travel and subsistence costs	(836)	898
Training	20	35
	7,868	9,234
Restricted costs included in the above	76	117

Hope International Development Agency
Notes to the Financial Statements
for the year ended 31 March 2021

4. Details of Charitable Activities

	<u>2021</u>	<u>2020</u>
	£	£
Grant funding		
HOPE Ethiopia	66,100	106,305
HOPE Cambodia	4,450	2,934
Bank charges	189	120
	<hr/>	<hr/>
	70,739	109,359
	<hr/>	<hr/>

In 2021 and 2020 all of the grant funding expenditure related to restricted expenditure.

5. Grant payable

The charitable activities are undertaken on behalf of the charity by partner organisations. The grants sent to Hope Ethiopia were used to fund clean water supplies and their management, as well as to promote safe sanitation and hygienic practice, and to establish and support women's self-help groups amongst communities in Southern Ethiopia. All Hope's activities in Ethiopia are done in full consultation and partnership with the district authorities on the basis of a signed Memorandum of Understanding. The grant sent to Hope Cambodia was for water projects in Pursat, for which the sum had been specifically donated by a single donor.

6. Governance Costs

	<u>2021</u>	<u>2020</u>
	£	£
Companies House fees	13	13
	<hr/>	<hr/>
	13	13
	<hr/>	<hr/>

Azets UK very kindly provide their services without charge.

In 2021 and 2020, all of the governance costs related to unrestricted expenditure.

7. Stock

	<u>2021</u>	<u>2020</u>
	£	£
Goods for resale	54	54
	<hr/>	<hr/>
	54	54
	<hr/>	<hr/>

8. Debtors

	<u>2021</u>	<u>2020</u>
	£	£
Other debtors	1,740	8,040
	<hr/>	<hr/>
	1,740	8,040
	<hr/>	<hr/>

Other debtors in 2020 included Gift Aid and restricted donations. 2021 includes Gift Aid only.

Hope International Development Agency
Notes to the Financial Statements
for the year ended 31 March 2021

9. Creditors due within one year

	<u>2021</u>	<u>2020</u>
	£	£
Other creditors	639	848
	<u>639</u>	<u>848</u>

10. Trustees' remuneration and expenses

No Trustees received nor waived any remuneration during the year (2020: £nil). They are entitled to claim expenses for attending meetings and duties directly related to their duties as trustee.

In 2020/21, £nil (2019/20 £nil) was claimed by trustees in relation to travel expenses.

11. Related Party

There are no related party transactions during the period (2020: £nil)

12. Movement in funds for the year

	<u>Opening</u> <u>Balance</u>	<u>Incoming</u> <u>Resources</u>	<u>Resources</u> <u>Expended</u>	<u>Transfer</u>	<u>Closing</u> <u>Balance</u>
	£	£	£	£	£
Hope Int'l - Cambodia	-	4,500	(4,473)	(27)	-
Hope Int'l - Ethiopia	342	39,888	(66,342)	26,112	-
	<u>342</u>	<u>44,388</u>	<u>(70,815)</u>	<u>26,085</u>	<u>-</u>
Total Restricted Funds	342	44,388	(70,815)	26,085	-
Unrestricted funds	10,311	30,670	(7,805)	(26,085)	7,091
	<u>10,311</u>	<u>30,670</u>	<u>(7,805)</u>	<u>(26,085)</u>	<u>7,091</u>
Total Funds	10,653	75,058	(78,620)	-	7,091

12a. Movement in funds for the prior year

	<u>Opening</u> <u>Balance</u>	<u>Incoming</u> <u>Resources</u>	<u>Resources</u> <u>Expended</u>	<u>Transfer</u>	<u>Closing</u> <u>Balance</u>
	£	£	£	£	£
Hope Int'l - Cambodia	20	3,000	(2,957)	(63)	-
Hope Int'l - Ethiopia	182	103,821	(106,519)	2,858	342
	<u>202</u>	<u>106,821</u>	<u>(109,476)</u>	<u>2,795</u>	<u>342</u>
Total Restricted Funds	202	106,821	(109,476)	2,795	342
Unrestricted funds	3,886	18,350	(9,130)	(2,795)	10,311
	<u>3,886</u>	<u>18,350</u>	<u>(9,130)</u>	<u>(2,795)</u>	<u>10,311</u>
Total Funds	4,088	125,171	(118,606)	-	10,653