

ARTICLE 25

England & Wales · Charity number 1112621

Details

Other names	ARCHITECTS FOR AID, A4A
Status	Registered
Legal form	Charitable company
Company number	05608022
Registered	2006-01-03
Register	View on the Charity Commission register

Contact

Address	6th Floor One Canada Square London E14 5AB
Phone	02031979800
Email	office-manager@article-25.org
Website	www.article-25.org

Activities

Objects: THE RELIEF AND ASSISTANCE OF PEOPLE IN ANY PART OF THE WORLD WHO ARE AFFECTED BY WAR OR NATURAL DISASTER, TROUBLE OR CATASTROPHE, IN PARTICULAR BY THE SUPPLY OF ARCHITECTURAL AND REBUILDING EXPERTISE AND AID TO SUCH PERSONS

Activities: Providing professional expertise, working with aid agencies, charities and communities worldwide to enable better building to improve health, learning and resilience to disaster wherever there is poverty or need. Working to undertake research and increase knowledge of development and humanitarian work in relation to the built environment.

Classification

- **How:** 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, The Prevention Or Relief Of Poverty, Overseas Aid/famine Relief, Accommodation/housing, Environment/conservation/heritage, Economic/community Development/employment
- **Who:** The General Public/mankind

Geography

- **Area of benefit:** WORLDWIDE
- Botswana
- Burkina Faso
- Burma
- Cameroon
- Chad
- Congo (Democratic Republic)
- Dominica
- Guinea-bissau
- India
- Kenya
- Malawi
- Montserrat
- Morocco
- Mozambique
- Nepal
- Niger
- Rwanda
- South Africa
- South Sudan
- Tanzania

Finances

Period end	Income	Expenditure	Assets	Employees
2024-12-31	£1,050,826	£1,404,181	£-95,091	8
2023-08-31	£1,340,498	£1,132,290	£258,264	8
2022-08-31	£752,893	£777,463	£50,056	7
2021-08-31	£899,121	£841,711	£74,626	7
2020-08-31	£765,314	£743,064	£17,216	6

Trustees

Name	Role	Appointed
Denise Bennetts	Chair	2019-10-10
Damian Delahunty		2017-10-11
Guy Grainger		2017-07-04
Natalie Thingelstad		2020-04-08
Paul Clark		2023-10-01
Phil Coffey		2024-07-10
Philip Andrew Hudson		2020-04-08

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England & Wales - Charity number 1112621

Accounts

Charity registration number 1112621

Company registration number 05608022 (England and Wales)

ARTICLE 25

ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 31 DECEMBER 2024

ARTICLE 25

LEGAL AND ADMINISTRATIVE INFORMATION

Chief Executive	G Holding	
Trustees	D Bennetts (Chair) P Clark D J R Delahunty G Grainger P Hudson N Thingelstad P Coffey	(Appointed 25 October 2023) (Appointed 10 July 2024)
Patron	Lord Foster of Thames Bank	
Charity number	1112621	
Company number	05608022	
Principal address	6th Floor 1 Canada Square London United Kingdom E14 5AB	
Registered office	6th Floor 1 Canada Square London United Kingdom E14 5AB	
Independent examiner	Azets Audit Services Westpoint Lynch Wood Peterborough Cambridgeshire United Kingdom PE2 6FZ	
Bankers	The Cooperative Bank plc Central Commercial Branch PO Box 250 Skelmersdale WN8 6WT Bank of Scotland Plc PO Box 1000 United Kingdom BX2 1LB	

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ARTICLE 25

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) FOR THE PERIOD ENDED 31 DECEMBER 2024

The trustees present their annual report and financial statements for the period ended 31 December 2024.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charitable company's governing document, 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).

Chief Executive Statement

I am delighted to introduce Article 25's Annual Accounts for the financial period 2023-2024, showcasing the profound difference our architectural projects have made across the Global South. This year, our work has brought tangible change to healthcare, education, housing, and beyond, reflecting our unwavering commitment to designing and delivering high-quality hospitals, schools, and homes in communities that need them most.

In this financial year we completed the first phase of a Children's Village in Boma n'Gombe, Tanzania and have started on Phase 2. We broke ground on a clinic in Marrakesh, Morocco for pre- and post-operative care of children born with cleft lip and cleft palate. We are in construction on the refurbishment of a hospital floor in Casablanca with new operating theatres which will be used for cleft lip and cleft palate operations by Operation Smile Morocco. We also completed a feasibility study for a major expansion of a hospital in western Nepal for the United Mission of Nepal and a further study to rebuild a hospital in northern Ghana for the charity AfriKids. In Rwanda we secured initial funding for a cheesemaking dairy for a farmers' cooperative and have begun design of the first phase.

Each project is a testament to the power of thoughtful design to transform lives and build a brighter future. The results speak for themselves. The schools we've built are now providing education to over 2,300 students, while our healthcare facilities have served more than 550,000 people in just one year. These achievements exemplify the lasting impact of our work.

None of this would be possible without the support of our dedicated Trustees, Ambassadors, committed staff, volunteers, corporate supporters and generous donors – to whom I am exceptionally grateful.

During the year our projects have earned prestigious accolades, including the International Award for Excellence from RIBA this year. These awards highlight our unwavering commitment to quality and innovation, even in the face of challenges.

This year alone, we've worked on thirteen transformative construction projects, all of which will be briefly highlighted on the following pages.

On behalf of myself and the Trustees, I want to thank most warmly our hard-working staff and volunteer team, our partners in the many countries where we work, our professional collaborators who help us to deliver these projects and, of course, our donors and supporters both small and large, who help to build and maintain our charity so that it is as resilient as the buildings we create and the communities we support across the world.

Gemma Holding

Chief Executive – Article 25

ARTICLE 25

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) *FOR THE PERIOD ENDED 31 DECEMBER 2024*

Objectives and Activities For The Public Benefit

Objectives and activities

The trustees have considered the guidance published by the Charity Commission and have concluded that the charitable company's core activities satisfactorily address the principles of identifiable public benefit and demonstrate that the charitable company has fulfilled the public benefit requirement under the Charities Act 2011.

Article 25 provides building design solutions and key construction project management skills to the International Development community. Focusing on the core areas of buildings for housing, learning, health, and where appropriate, resilience to disasters, we aim to apply these skills where they make the greatest beneficial difference to the most disadvantaged communities. We continue to deliver these objectives through close collaborations with NGOs and community groups internationally.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charitable company should undertake.

The description under the headings "Achievements and performance" and "Financial review" meet the company law requirements for the trustees to present a strategic report.

Achievements and performance

Article 25 continues to deliver essential design and construction skills to those who would otherwise have no access to such services. We work with partners across the built environment sector to provide engineering and cost management skills to benefit some of the poorest and most disadvantaged communities in the world. Throughout our work, capacity development remains a constant priority. Our construction projects are used to develop the skills of workers in the communities of our local partners and to increase long-term resilience, leaving behind a community better able to build safely for itself. We improve the long-term performance of a project by engaging the end-users from inception to completion. This positively affects the sustainability of a project and builds the capacity of those local partners who take responsibility for the project and its sustainable operation.

Article 25 is one of the few organisations globally delivering this technical work as a primary objective and from a small base of operations. Our projects have a positive impact on hundreds of thousands of beneficiaries over time.

Article 25 safeguards the effectiveness of its work through maintaining high professional standards and by monitoring outputs. We examine the long-term sustainability of each project to ensure a lasting impact is achieved.

Financial review

It is the policy of the charitable company that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three and six month's expenditure. The trustees consider that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the charitable company's current activities while consideration is given to ways in which additional funds may be raised. The results for the period are very disappointing, this arising from delays in the commencement of projects and an imbalance of work between projects which generate a contribution to overheads and those which are subsidized. The trustees are working to restore the level of reserves, following the losses incurred in the period.

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TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE PERIOD ENDED 31 DECEMBER 2024

Structure, governance and management

Governing document

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

Recruitment and appointment of new trustees

The existing Trustees appoint new Trustees. Their terms and responsibilities are outlined in a trustee recruitment policy that was implemented in 2016. Trustees of the charity are also Directors of the Limited Company. We apply a rotation of Directors and as per our Articles of Association; one third of the Directors must retire each year but may be re-elected.

Paul Clark was appointed on 25th October 2023 with Mark Catton and Jack Pringle resigning on 17th April 2024. Mark Astarita sadly died on 26th April 2024. His enthusiasm and skill is greatly missed.

Organisational aims

Article 25 was founded originally under the name Architects for Aid and was set up to provide better housing for those in need and to work with partner NGOs to provide built solutions wherever there is disaster, poverty or need. Renamed Article 25 in 2009, the charity aims to promote safe housing, access to education, and healthcare as a human right, and is named after the 25th Article of the Universal Declaration of Human Rights, which is the article of the declaration relating to the built environment.

Organisational structure

Our organisational structure comprises a Board of Trustees, a Senior Management Team led by the Chief Executive who reports to the Board, the Staff and Volunteers. The team of staff and volunteers is organised into projects and charity management (including fundraising and communications), headed by the Director of Projects and Chief Executive respectively. The Trustees during the period were:

D Bennetts (Chair)	
M J Catton	(Resigned 17 April 2024)
P Clark	(Appointed 25 October 2023)
D J R Delahunty	
G Grainger	
P Hudson	
J B Pringle	(Resigned 17 April 2024)
N Thingelstad	
M E Astarita	(Deceased 26 April 2024)
P Coffey	(Appointed 10 July 2024)

Related parties

Article 25 works with partner NGOs, INGOs, charities, development agencies and governments in the UK and overseas. Article 25 receives the donation of skills from various professional parties who assist in the delivery of our projects.

Article 25 introduces capacity building in architecture, engineering and construction to international development projects. The organisation also provides continuing education to professional firms and larger agencies as a way of increasing the impact of its work.

Risk management

All Article 25 projects and operations are assessed for their potential risks in delivery before significant charity resources are dedicated to the project. A risk register is maintained by the Chief Executive and Director of Projects and is presented for approval at the quarterly trustee board meetings.

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TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE PERIOD ENDED 31 DECEMBER 2024

The charity also liaises with local and international bodies (for example the High Commission or Embassy departments as appropriate) when undertaking the management of work overseas and dealing with any issues of controversy or potential controversy when working alone, or with any collaborating entity. Article 25 operates a safeguarding policy.

Overseas project travel is assessed for risks ahead of each field trip. If necessary, staff and volunteers undergo any required hostile environment and first aid briefings prior to going abroad. All travelers are covered under an Article 25 insurance policy, specifically provided for NGO workers; they are briefed on pertinent local social issues and are instructed to carry emergency contact details. Each location is researched in advance and advice sought from FCDO and in-country sources, particularly from our local partners who have detailed knowledge of conditions in the field. Our legal advisors have advised that we have, through the training and documentation we use, achieved effective limitation for our liability regarding risks in sending participants on overseas projects and that they have sufficient information to meet standards of "informed consent" to participate as staff or volunteers for Article 25.

Article 25 also has public liability and professional indemnity insurance to offset any risk incurred in the course of conducting our work at home and overseas.

Achievements and Performance

Article 25 provides architectural design and construction management expertise to disadvantaged communities across the world. We focus on:

Healthcare – creating safe, resilient hospitals and clinics.

Education – designing schools that expand opportunities for children, including those with disabilities.

Housing – delivering disaster-resilient homes and safe shelter

Resilience – ensuring our buildings withstand climate change, seismic events, and other risks.

The trustees confirm that these activities continue to deliver identifiable public benefit and contribute to the achievement of 16 of the 17 UN Sustainable Development Goals.

In the past year, Article 25's work has reached communities around the world on a remarkable scale. Our healthcare facilities provided treatment and care for more than **550,000 patients**, while our schools are now educating over **2,300 children**, opening up opportunities for brighter futures. Through our housing projects, over **1,600 people** now live in safer, more resilient homes.

The ripple effects of our work extend far beyond these direct beneficiaries. Our buildings are now places of work for approximately **2,000 clinicians** in hospitals and **2,400 people** employed during construction, strengthening livelihoods and supporting local economies.

During 2023–24, we worked on **ten separate projects** across the globe, each of which contributed to lasting improvements in education, healthcare, and shelter. Collectively, our programmes touched lives in **35 countries** and supported **16 of the 17 United Nations Sustainable Development Goals**.

Our commitment to excellence and innovation has also been recognised internationally, with **three prestigious awards** presented to our projects this year, affirming the quality of our designs and their positive impact.

Behind these numbers is the power of partnership. For every pound donated, we secured an equivalent pound in professional pro bono support, doubling the value of contributions and ensuring that every resource is maximised. This generosity amounted to more than **14,000 volunteer and professional hours** dedicated to our projects.

Together, these achievements represent far more than statistics: they tell the story of lives improved, futures secured, and communities empowered through thoughtful, sustainable design.

ARTICLE 25

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE PERIOD ENDED 31 DECEMBER 2024

Projects we've worked on during the financial period

1. Cheka Sana Shelter - Mwanza, Tanzania

This project aims to provide safe, temporary shelter for street-connected children in Mwanza, Tanzania. The project offers vulnerable children a secure environment; housing up to 40 children in dormitories, with shared dining and classroom spaces to foster a sense of community.

2. Child Support Tanzania - Tanzania

This project enables children with disabilities to join a mainstream school curriculum at age five. The design includes spacious, well-lit classrooms for 160 children, a dining hall, music rooms, computer rooms, physiotherapy spaces, a sensory garden and outdoor play areas and a sports field.

3. Kao La Amani Children's Village - Boma Ng'ombe / Tanzania

This project provides vulnerable children of all ages a new home. The project consists of six cottages for groups of children, each with its own live-in 'Mama'. Designed as a safe place where children of different ages can grow and develop together, it includes intimate living and study spaces and expansive areas for sport and play.

4. New National Hospital - St John's / Montserrat

This project encompasses the design and delivery of a new purpose-built hospital taking into account the challenging environment and the difficulty to source materials due to its isolated location. Article 25 architects designed a new 57,000 sq ft, 25-bed hospital to be located on the site of the existing Glendon Hospital in St John's, Montserrat. Construction works on the New National Hospital started in 2025

5. Volcano Interpretation Centre - Montserrat

Article 25 completed the concept design for 2 options for a volcano interpretation centre, with an exhibition area of approx. 100sqm, located in the area adjacent to the National Museum of Montserrat. Article 25 issued its report to the Government in Nov. 2024 and are awaiting a response before actioning any next steps.

6. Boufi Hospital - Morocco

Article 25 commenced the refurbishment of floor one of the Bouafi Hospital in Casablanca. Article 25 created two new operating theatres, a sterilization suite, a neonatal intensive care ward, a paediatric intensive care ward and staff areas for changing and resting.

7. Blues Creamery - Rwanda

Article 25 provided the masterplan for the site includes commercial-scale cheese-making facilities, hospitality, community spaces, and educational areas, all within an off-grid development. The project acts as an inspiration for sustainability globally, hitting 16 of the UN's 17 Sustainable Development Goals.

8. Muzaffarpur Hospital - India

Article 25 completed the feasibility study for the outpatient department alongside a flood mitigation strategy report. Ahead of moving onto Stage 2, the Development of design options and Cost estimate, TLM India stopped the project in May 2024 due to unforeseen circumstances. The project is currently on hold.

9. Anandaban Mycobacterial Research Laboratory - Nepal

Article 25 produced a proposal for a 1,100sqm new laboratory and a 500sqm refurbishment in two buildings which will house a Vivarium, Pharmacy and Blood Bank. The buildings were also designed to improve thermal comfort, with limited use of air conditioning, given the necessary requirement to meet biosafety or operational requirements. Due to a devastating landslide during the year this project has now been put on hold.

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TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE PERIOD ENDED 31 DECEMBER 2024

10. Collège Amadou Hampaté Bâ - Niger

Article 25 designed and delivered new classrooms and associated facilities that will enable the college to accommodate up to 1,200 children from primary school age right through to sixth form. Our work on this project was recognised by multiple international awards; including: RIBA Awards of Excellence 2024 and the AIA UK Awards 2024.

Looking ahead

In the coming year, we will commence seven new construction projects – in addition to existing projects mentioned above. These include five eye clinics in Kenya, including a pediatric eye unit, a hospital in Laos and a primary school in Tanzania.

Fundraising

Corporate Partnership Support

We are delighted that our More Than A Building corporate partnership program continues to be excellent source of both financial and pro-bono support. More Than a Building is set to generate over £200,000 of unrestricted, predictable income over the coming year.

We would like to extend a huge thank you to our More Than a Building Ambassadors and More Than a Building members.

Support from generous individuals

We continued to receive significant donations from individuals this year- and we would like to thank our major donors for their continued generosity towards Article 25 and our work.

FINANCIAL REVIEW

While our day-to-day operations are supported by cash accounting, accounting standards require us to recognise income and expenditure by accrual accounting within the relevant period. Besides income and expenditures this includes accounting for donations in kind and voluntary services provided by our partners.

The Statement of Financial Activities shows a net deficit, on unrestricted funds, for the period of £193,612 (2023: shortfall of £7,156) and our unrestricted reserves stand at (£171,273) (2023: £22,939) in total. The trustees are very disappointed in the financial performance in the period and took action to reduce costs in the autumn of 2024. The financial position has been stabilized since the year end and the trustees are working towards restoring the balance sheet to a positive position.

Going concern is addressed in note 1.2 of the financial statements.

None of the trustees has any beneficial interest in the company. All of the trustees are members of the company and guarantee to contribute £1 in the event of a winding up.

The trustees' report was approved by the Board of Trustees.

D Bennetts (Chair)

Trustee

23 September 2025

ARTICLE 25

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF ARTICLE 25

I report to the trustees on my examination of the financial statements of Article 25 (the charitable company) for the period ended 31 December 2024.

Responsibilities and basis of report

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

Having satisfied myself that the financial statements 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 the charitable company's financial statements carried out under section 145 of the Charities Act 2011 (the 2011 Act). In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

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

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

- 1 accounting records were not kept in respect of the charitable company as required by section 386 of the 2006 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements 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 financial statements 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).

Without qualifying my examination, I draw attention to note 1.3 in the accounts concerning the charity's ability to continue as a going concern.

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

Azets Audit Services

Westpoint
Lynch Wood
Peterborough
Cambridgeshire
PE2 6FZ
United Kingdom

Dated: 25 September 2025

ARTICLE 25

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE PERIOD ENDED 31 DECEMBER 2024

Current financial period

		Unrestricted funds general 2024 £	Unrestricted funds designated 2024 £	Restricted funds 2024 £	Total period ended 31 December 2024 £	Total year ended 31 August 2023 £
	Notes					
Income from:						
Donations and legacies	3	494,389	-	-	494,389	497,809
Charitable activities	4	122,927	433,500	-	556,427	842,684
Investments	5	10	-	-	10	5
Total income		617,326	433,500	-	1,050,826	1,340,498
Expenditure on:						
Raising funds	6	201,022	-	-	201,022	122,075
Charitable activities	7	609,916	396,508	196,735	1,203,159	1,010,215
Total expenditure		810,938	396,508	196,735	1,404,181	1,132,290
Net (expenditure)/income for the period/year		(193,612)	36,992	(196,735)	(353,355)	208,208
Fund balances at 1 September 2023		22,339	-	235,925	258,264	50,056
Fund balances at 31 December 2024		(171,273)	36,992	39,190	(95,091)	258,264

The statement of financial activities includes all gains and losses recognised in the period.

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

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STATEMENT OF FINANCIAL ACTIVITIES (CONTINUED) INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE PERIOD ENDED 31 DECEMBER 2024

Prior financial year

		Unrestricted funds general 2023 £	Unrestricted funds designated 2023 £	Restricted funds 2023 £	Total 2023 £
	Notes				
Income from:					
Donations and legacies	3	278,241	-	219,568	497,809
Charitable activities	4	265,575	577,109	-	842,684
Investments	5	5	-	-	5
Total income		543,821	577,109	219,568	1,340,498
Expenditure on:					
Raising funds	6	122,075	-	-	122,075
Charitable activities	7	428,902	577,109	4,204	1,010,215
Total expenditure		550,977	577,109	4,204	1,132,290
Net (expenditure)/income for the year/ Net movement in funds		(7,156)	-	215,364	208,208
Fund balances at 1 September 2022		29,495	-	20,561	50,056
Fund balances at 31 August 2023		22,339	-	235,925	258,264

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BALANCE SHEET

AS AT 31 DECEMBER 2024

	Notes	As at 31 December 2024		As at 31 August 2023	
		£	£	£	£
Current assets					
Debtors	12	97,584		158,164	
Cash at bank and in hand		105,343		402,778	
		<u>202,927</u>		<u>560,942</u>	
Creditors: amounts falling due within one year	13	(237,357)		(229,344)	
Net current (liabilities)/assets			(34,430)		331,598
Creditors: amounts falling due after more than one year	14		(60,661)		(73,334)
Net (liabilities)/assets			<u>(95,091)</u>		<u>258,264</u>
Income funds					
Restricted funds	18		39,190		235,925
Unrestricted funds			(134,281)		22,339
			<u>(95,091)</u>		<u>258,264</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 2024.

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

The members have not required the company to obtain an audit of its financial statements for the period in question in accordance with section 476.

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

The financial statements were approved by the Trustees on 23 September 2025

D Bennetts (Chair)
Trustee

P Clark
Trustee

Company registration number 05608022

ARTICLE 25

STATEMENT OF CASH FLOWS

FOR THE PERIOD ENDED 31 DECEMBER 2024

		Period ended 31 December 2024	Year ended 31 August 2023
	Notes	£	£
Cash flows from operating activities			
Cash (absorbed by)/generated from operations	22	(304,772)	360,631
Investing activities			
Investment income received		10	5
Net cash generated from investing activities		10	5
Financing activities			
Additional borrowings		20,000	-
Repayment of bank loans		(12,673)	(9,999)
Net cash generated from/(used in) financing activities		7,327	(9,999)
Net (decrease)/increase in cash and cash equivalents		(297,435)	350,637
Cash and cash equivalents at beginning of period		402,778	52,141
Cash and cash equivalents at end of period		105,343	402,778

ARTICLE 25

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 DECEMBER 2024

1 Accounting policies

Charity information

Article 25 is a private company limited by guarantee incorporated in England and Wales. The registered office is 6th Floor, 1 Canada Square, London, E14 5AB, United Kingdom.

1.1 Reporting period

The financial statements are presented for a period of 16 months ending on 31 December 2024, as such the comparative amounts, for the year ended 31 August 2023, presented in the financial statements (including the related notes) are not entirely comparable.

1.2 Accounting convention

The financial statements have been prepared in accordance with the charitable company's governing document, the Companies Act 2006, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "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 charitable company is a Public Benefit Entity as defined by FRS 102.

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

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

1.3 Going concern

The financial performance in the period fell significantly short of expectations, with the balance sheet at the period end showing a deficit on unrestricted activities of £134,281. This was a result of delayed contracts, and an imbalance between projects which generate a contribution and those which are more heavily subsidized. As a result, costs were cut in Q4 2024 and again in Q1 2025, such that the charity is now operating on a sustainable basis.

At 31st December 2024 the charity had four main creditors:

i: A term loan of £55,000, which is repayable on 12 months written notice to repay. As at the date of approval of the financial statements no such notice had been issued.

ii: A loan of £20,000 which has been repaid post year end.

iii: A Covid bounceback loan of approximately £15,000 which is being repaid monthly through to the summer of 2026.

iv: A third party debt of approximately £90,000, which has been progressively repaid in 2025. As at the date of approval of the financial statements this debt had been reduced to £18,000 and will be paid off by the end of November 2025.

The Trustees have prepared a cashflow which includes the impact of a number of expected projects and shows the charity remaining cash positive for the next 12 months. Therefore at the time of approving the financial statements, the trustees have a reasonable expectation that the charitable company has adequate resources to continue in operational existence for the foreseeable future. On this basis, the Trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.4 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

ARTICLE 25

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE PERIOD ENDED 31 DECEMBER 2024

1 Accounting policies

(Continued)

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

1.5 Income

Income is recognised when the charitable company is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charitable company has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charitable company has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

1.6 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement, and the amount of the obligation can be measured reliably.

Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

1.7 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Computers	33% straight line
-----------	-------------------

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

1.8 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

ARTICLE 25

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE PERIOD ENDED 31 DECEMBER 2024

1 Accounting policies

(Continued)

1.9 Financial instruments

The charitable 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 charitable company's balance sheet when the charitable 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.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans 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.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations 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.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charitable company's contractual obligations expire or are discharged or cancelled.

1.10 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charitable company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.11 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

ARTICLE 25

NOTES TO THE FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 31 DECEMBER 2024

COMPARATIVES ARE STATED FOR THE YEAR ENDED 31 AUGUST 2023

2 Critical accounting estimates and judgements

In the application of the charitable company'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.

There were no critical accounts estimates or judgements made in the period (2023: none).

3 Donations and legacies

	Unrestricted funds general	Total	Unrestricted funds general	Restricted funds	Total
	31 December 2024	31 December 2024	31 August 2023	31 August 2023	31 August 2023
	£	£	£	£	£
Donations and gifts	270,065	270,065	149,241	-	149,241
Legacies receivable	-	-	-	219,568	219,568
Membership fees	91,268	91,268	-	-	-
Donated goods and services	133,056	133,056	129,000	-	129,000
	<u>494,389</u>	<u>494,389</u>	<u>278,241</u>	<u>219,568</u>	<u>497,809</u>

4 Charitable activities

	31 December 2024	31 August 2023
	£	£
Grant income	556,427	813,328
Fundraising activities	-	29,356
	<u>556,427</u>	<u>842,684</u>
Analysis by fund		
Unrestricted funds - general	122,927	265,575
Unrestricted funds - designated	433,500	577,109
	<u>556,427</u>	<u>842,684</u>

ARTICLE 25

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 DECEMBER 2024

COMPARATIVES ARE STATED FOR THE YEAR ENDED 31 AUGUST 2023

5 Investments

	Unrestricted funds general 31 December 2024 £	Unrestricted funds general 31 August 2023 £
Interest receivable	10	5

6 Raising funds

	Unrestricted funds general 31 December 2024 £	Unrestricted funds general 31 August 2023 £
<u>Fundraising and publicity</u>		
Fundraising events	108,811	12,395
Advertising	621	29,120
Staff costs	91,590	80,560
	<u>201,022</u>	<u>122,075</u>
Fundraising and publicity	201,022	122,075

ARTICLE 25

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 DECEMBER 2024

COMPARATIVES ARE STATED FOR THE YEAR ENDED 31 AUGUST 2023

7 Charitable activities

	31 December 2024 £	31 August 2023 £
Staff costs	417,273	225,720
Travel expenditure	24,289	69,536
Mission costs	446,125	485,453
	<u>887,687</u>	<u>780,709</u>
Share of support costs (see note 8)	289,288	220,076
Share of governance costs (see note 8)	26,184	9,430
	<u>1,203,159</u>	<u>1,010,215</u>
Analysis by fund		
Unrestricted funds - general	609,916	428,902
Unrestricted funds - designated	396,508	577,109
Restricted funds	196,735	4,204
	<u>1,203,159</u>	<u>1,010,215</u>

8 Support costs

	Support costs £	Governance costs £	31 December 2024 £	Support costs £	Governance costs £	31 August 2023 £
Staff costs	74,054	-	74,054	84,124	-	84,124
Depreciation	-	-	-	425	-	425
Rent, Rates and Service Charge	145,993	-	145,993	82,288	-	82,288
Communications	7,110	-	7,110	8,235	-	8,235
Office costs	11,041	-	11,041	7,746	-	7,746
Insurance	20,869	-	20,869	9,870	-	9,870
Computer costs	28,268	-	28,268	26,696	-	26,696
Bank charges and interest payable	1,953	-	1,953	692	-	692
Independent examiner / Audit fees	-	5,000	5,000	-	7,500	7,500
Accountancy	-	1,600	1,600	-	1,930	1,930
Legal and professional	-	19,584	19,584	-	-	-
	<u>289,288</u>	<u>26,184</u>	<u>315,472</u>	<u>220,076</u>	<u>9,430</u>	<u>229,506</u>
Analysed between Charitable activities	<u>289,288</u>	<u>26,184</u>	<u>315,472</u>	<u>220,076</u>	<u>9,430</u>	<u>229,506</u>

ARTICLE 25

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 DECEMBER 2024

COMPARATIVES ARE STATED FOR THE YEAR ENDED 31 AUGUST 2023

9 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charitable company during the period.

10 Employees

The average monthly number of employees during the period was:

	31 December 2024 Number	31 August 2023 Number
Salaried employees	8	8
Professionals who donate their time (nil cost)	13	18
Total	21	26

ARTICLE 25

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 DECEMBER 2024

COMPARATIVES ARE STATED FOR THE YEAR ENDED 31 AUGUST 2023

10 Employees

(Continued)

	£	£
Paid staff		
Wages and salaries	517,949	348,336
Social security costs	53,179	34,075
Other pension costs	11,789	7,993
	<u>582,917</u>	<u>390,404</u>
Time donated		
Professional resource	<u>71,056</u>	<u>76,300</u>

Key management personnel

The key management personnel of the charitable company comprise the trustees and the senior management team. The total amount of key management personnel benefits (including employer pension contributions) received by key management personnel for their services to the charitable company was £192,655 (2023: £152,856), although this is a 16 month period compared with a 12 month period in 2023.

Higher paid staff

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

	31 December 2024 Number	31 August 2023 Number
£60,001 - £70,000	1	1
£70,001 - £80,000	<u>1</u>	<u>1</u>

11 Taxation

The charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

12 Debtors

	31 December 2024 £	31 August 2023 £
Amounts falling due within one year:		
Trade debtors	42,061	-
Other debtors	47,425	-
Prepayments and accrued income	8,098	158,164
	<u>97,584</u>	<u>158,164</u>

ARTICLE 25

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 DECEMBER 2024

COMPARATIVES ARE STATED FOR THE YEAR ENDED 31 AUGUST 2023

13 Creditors: amounts falling due within one year

		31 December 2024	31 August 2023
	Notes	£	£
Bank loans	15	10,000	10,000
Other borrowings		20,000	-
Other taxation and social security		10,069	9,687
Trade creditors		121,613	-
Other creditors		-	10,816
Accruals and deferred income		75,675	198,841
		<u>237,357</u>	<u>229,344</u>

14 Creditors: amounts falling due after more than one year

		31 December 2024	31 August 2023
	Notes	£	£
Bank loans	15	5,661	18,334
Other borrowings		55,000	55,000
		<u>60,661</u>	<u>73,334</u>

15 Loans and overdrafts

		31 December 2024	31 August 2023
		£	£
Bank loans		15,661	28,334
Other loans		75,000	55,000
		<u>90,661</u>	<u>83,334</u>
Payable within one year		30,000	10,000
Payable after one year		<u>60,661</u>	<u>73,334</u>

Of the loans £55,000 (2023: £55,000) is unsecured, interest free and repayable on 12 months written notice by the lender and £20,000 (2023: £Nil) is unsecured, interest free and repayable on demand. The loan of £20,000 was repaid subsequent to the year end.

The remainder of the loan balance is a bounce back loan that is unsecured and interest is charged at 2.5% from June 2021 – June 2026.

ARTICLE 25

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 DECEMBER 2024

COMPARATIVES ARE STATED FOR THE YEAR ENDED 31 AUGUST 2023

16 Retirement benefit schemes

Defined contribution schemes

The charitable company operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the charitable company in an independently administered fund.

The charge to profit or loss in respect of defined contribution schemes was £10,374 (2023 - £6,648).

ARTICLE 25

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 DECEMBER 2024
COMPARATIVES ARE STATED FOR THE YEAR ENDED 31 AUGUST 2023

17 Unrestricted funds - designated

These are unrestricted funds which are material to the charitable company's activities made up as follows:

	Movement in funds				Movement in funds			
	Balance at 1 September 2022	Incoming resources	Resources expended	Transfers	Balance at 1 September 2023	Incoming resources	Resources expended	Balance at 31 December 2024
	£	£	£	£	£	£	£	£
Glendon Hospital Montserrat	-	577,109	(577,109)	-	-	433,500	(396,508)	36,992
	-	577,109	(577,109)	-	-	433,500	(396,508)	36,992

ARTICLE 25

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 DECEMBER 2024

COMPARATIVES ARE STATED FOR THE YEAR ENDED 31 AUGUST 2023

18 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Movement in funds				
	Balance at 1 September 2022	Incoming resources	Resources expended	Balance at 1 September 2023	Resources expended
	£	£	£	£	£
Warm and Healthy Homes	7,343	-	-	7,343	(5,088)
Child Support Tanzania	10	-	(10)	-	-
Yangon Hand Hygiene	194	-	(194)	-	-
Operation Smile Marrakesh	13,014	-	(4,000)	9,014	-
Rwanda Dairy bequest	-	219,568	-	219,568	(191,647)
	<u>20,561</u>	<u>219,568</u>	<u>(4,204)</u>	<u>235,925</u>	<u>(196,735)</u>

19 Analysis of net assets between funds

	Unrestricted funds 2024	Designated funds 2024	Restricted funds 2024	Total Unrestricted funds 2024	Designated funds 2023	Restricted funds 2023	Total
	£	£	£	£	£	£	£
Fund balances at 31 December 2024 are represented by:							
Current assets/(liabilities)	(110,612)	36,992	39,190	(34,430)	95,673	-	331,598
Long term liabilities	(60,661)	-	-	(60,661)	(73,334)	-	(73,334)
	<u>(171,273)</u>	<u>36,992</u>	<u>39,190</u>	<u>(95,091)</u>	<u>22,339</u>	<u>-</u>	<u>258,264</u>

ARTICLE 25

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 DECEMBER 2024

COMPARATIVES ARE STATED FOR THE YEAR ENDED 31 AUGUST 2023

20 Operating lease commitments

At the reporting end date the charitable company had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	31 December 2024 £	31 August 2023 £
Within one year	5,683	5,683
Between two and five years	3,792	9,475
	<u>9,475</u>	<u>15,158</u>

21 Related party transactions

Transactions with related parties

During the 16 month period there was unrestricted income from the trustees totalling £50,000 (2023 - £35,000)

22 Cash generated from operations

	31 December 2024 £	31 August 2023 £
(Deficit)/surplus for the period	(353,355)	208,208
Adjustments for:		
Investment income recognised in statement of financial activities	(10)	(5)
Depreciation and impairment of tangible fixed assets	-	425
Movements in working capital:		
Decrease/(increase) in debtors	60,580	(65,293)
(Decrease) in creditors	(11,987)	(51,297)
Cash (absorbed by)/generated from operations	<u>(304,772)</u>	<u>92,038</u>
Difference	-	(232,348)
Per cash flow statement page	<u>(304,772)</u>	<u>(140,310)</u>

ARTICLE 25

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 DECEMBER 2024

COMPARATIVES ARE STATED FOR THE YEAR ENDED 31 AUGUST 2023

23 Analysis of changes in net funds

	At 1 September 2023 £	Cash flows £	At 31 December 2024 £
Cash at bank and in hand	402,778	(297,435)	105,343
Loans falling due within one year	(10,000)	(20,000)	(30,000)
Loans falling due after more than one year	(73,334)	12,673	(60,661)
	<u>319,444</u>	<u>(304,762)</u>	<u>14,682</u>

ARTICLE 25

England & Wales - Charity number 1112621

Accounts

Charity registration number 1112621

Company registration number 05608022 (England and Wales)

ARTICLE 25

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 AUGUST 2023

ARTICLE 25

LEGAL AND ADMINISTRATIVE INFORMATION

Chief Executive Director of Projects	G Holding B Sennewald	
Trustees	D Bennetts (Chair) P Clark D J R Delahunty G Grainger P Hudson N Thingelstad	(Appointed 25 October 2023)
Patron	Lord Foster of Thames Bank	
Charity number	1112621	
Company number	05608022	
Principal address	6th Floor 1 Canada Square London United Kingdom E14 5AB	
Registered office	6th Floor 1 Canada Square London United Kingdom E14 5AB	
Auditor	Azets Audit Services Westpoint Lynch Wood Peterborough Cambridgeshire United Kingdom PE2 6FZ	
Bankers	The Cooperative Bank plc Central Commercial Branch PO Box 250 Skelmersdale WN8 6WT Bank of Scotland Plc PO Box 1000 United Kingdom BX2 1LB	

ARTICLE 25

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ARTICLE 25

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 AUGUST 2023

The trustees present their annual report and financial statements for the year ended 31 August 2023.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charitable company's governing document, 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).

Chair's Introduction

Article 25 supports and empowers communities around the world to design and build housing, schools and medical facilities, enabling local development, alleviating poverty, and improving equality of access to a safe place to live, education, and healthcare. We also often help to rebuild lives and livelihoods in the wake of disasters and conflicts. By working closely with local people, we develop an acute understanding of prevailing conditions, capacity and resources. Using the best principles of architecture and engineering we design resilient, functional, beautiful and safe places for housing, education and healthcare. Working on the ground alongside these communities, we supervise construction; and through training support we exchange knowledge and skills with people to build greater capacity within that community. The end result is never just a building that serves to increase access to safe housing, learning, and better health, it is also the legacy of a community with greater resilience and more opportunities to enjoy a thriving future. In 18 years, Article 25 has carried out over 100 projects in 36 countries.

In this financial year we completed the first phase of a Children's Village in Boma n'Gombe, Tanzania and have started on Phase 2. We broke ground on a clinic in Marrakesh, Morocco for pre- and post-operative care of children born with cleft lip and cleft palate. We are in construction on the refurbishment of a hospital floor in Casablanca with new operating theatres which will be used for cleft lip and cleft palate operations by Operation Smile Morocco. We also completed a feasibility study for a major expansion of a hospital in western Nepal for the United Mission of Nepal and a further study to rebuild of a hospital in northern Ghana for the charity AfriKids. In Rwanda we secured initial funding for a cheesemaking dairy for a farmers' cooperative and have begun design of the first phase.

We continued to work on a four-year programme of design and construction supervision for the Housing Recovery Programme of the island of Dominica. The programme is planned to replace approximately 450 houses lost in Hurricane Maria, with disaster resilient construction. 262 houses were completed in 2022/23.

We are continuing to work in close partnership with Child Support Tanzania have now completed four phases of construction. The first two phases of construction are also complete at a school in Niamey, Niger.

The design work for a community hospital on the island of Montserrat is now in its final stages and expected to be complete by the end of the year. This hospital will replace one destroyed in a volcanic eruption in 1997. A Trauma Centre in Nepal for the Leprosy Mission is nearing construction completion. At the same we are designing a new clinical and research laboratory adjacent to the hospital.

On behalf of the Trustees, I want to thank most warmly our hard-working staff and volunteer team, our partners in the many countries where we work, our professional collaborators who help us to deliver these projects and, of course, our donors and supporters both small and large, who help to build and maintain our charity so that it is as resilient as the buildings we create and the communities we support across the world.

ARTICLE 25

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2023

Objectives and Activities For The Public Benefit

Objectives and activities

The trustees have considered the guidance published by the Charity Commission and have concluded that the charitable company's core activities satisfactorily address the principles of identifiable public benefit and demonstrate that the charitable company has fulfilled the public benefit requirement under the Charities Act 2011.

Article 25 provides building design solutions and key construction project management skills to the International Development community. Focusing on the core areas of buildings for housing, learning, health, and where appropriate, resilience to disasters, we aim to apply these skills where they make the greatest beneficial difference to the most disadvantaged communities. We continue to deliver these objectives through close collaborations with NGOs and community groups internationally.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charitable company should undertake.

The description under the headings "Achievements and performance" and "Financial review" meet the company law requirements for the trustees to present a strategic report.

Achievements and performance

Article 25 continues to deliver essential design and construction skills to those who would otherwise have no access to such services. We work with partners across the built environment sector to provide engineering and cost management skills to benefit some of the poorest and most disadvantaged communities in the world.

Throughout our work, capacity development remains a constant priority. Our construction projects are used to develop the skills of workers in the communities of our local partners and to increase long-term resilience, leaving behind a community better able to build safely for itself. We improve the long-term performance of a project by engaging the end-users from inception to completion. This positively affects the sustainability of a project and builds the capacity of those local partners who take responsibility for the project and its sustainable operation.

Article 25 is one of the few organisations globally delivering this technical work as a primary objective and from a small base of operations. Our projects have a positive impact on hundreds of thousands of beneficiaries over time.

Article 25 safeguards the effectiveness of its work through maintaining high professional standards and by monitoring outputs. We examine the long-term sustainability of each project to ensure a lasting impact is achieved.

Financial review

It is the policy of the charitable company that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three and six month's expenditure. The trustees consider that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the charitable company's current activities while consideration is given to ways in which additional funds may be raised. This level of reserves has been maintained throughout the year.

ARTICLE 25

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2023

Structure, governance and management

Governing document

The charity is controlled by its governing document, a Memorandum and Articles of Association, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006. The Articles of Association were updated by Trustee Natalie Thingelstad and finalised in early 2022/23.

Recruitment and appointment of new trustees

The existing Trustees appoint trustees. Their terms and responsibilities are outlined in a trustee recruitment policy that was implemented in 2016. Trustees of the charity are also Directors of the Limited Company. We apply a rotation of Directors and as per our Articles of Association; one third of the Directors must retire each year but may be re-elected.

No trustees resigned or were appointed during 2022-23, however there have been changes since the year end, including the sad death of Mark Astarita. We intend to make further appointments, seeking to further diversify the skills and expertise we have access to at board level.

Organisational aims

Article 25 was founded originally under the name Architects for Aid and was set up to provide better housing for those in need and to work with partner NGOs to provide built solutions wherever there is disaster, poverty or need. Renamed Article 25 in 2009, the charity aims to promote safe housing, access to education, and healthcare as a human right, and is named after the 25th Article of the Universal Declaration of Human Rights, which is the article of the declaration relating to the built environment.

Organisational structure

Our organisational structure comprises a Board of Trustees, a Senior Management Team led by the Chief Executive who reports to the Board, the Staff and Volunteers. The team of staff and volunteers is organised into projects and charity management (including fundraising and communications), headed by the Director of Projects and Chief Executive respectively.

M Astarita	(Deceased 26 April 2024)
D Bennetts (Chair)	
M J Catton	(Resigned 17 April 2024)
P Clark	(Appointed 25 October 2023)
D J R Delahunty	
G Grainger	
P Hudson	
J B Pringle	(Resigned 17 April 2024)
N Thingelstad	

Related parties

Article 25 works with partner NGOs, INGOs, charities, development agencies and governments in the UK and overseas. Article 25 receives the donation of skills from various professional parties who assist in the delivery of our projects.

Article 25 introduces capacity building in architecture, engineering and construction to international development projects. The organisation also provides continuing education to professional firms and larger agencies as a way of increasing the impact of its work.

Risk management

All Article 25 projects and operations are assessed for their potential risks in delivery before significant charity resources are dedicated to the project. A risk register is maintained by the Chief Executive and Director of Projects and is presented for approval at the quarterly trustee board meetings.

ARTICLE 25

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2023

The charity also liaises with local and international bodies (for example the High Commission or Embassy departments as appropriate) when undertaking the management of work overseas and dealing with any issues of controversy or potential controversy when working alone, or with any collaborating entity. Article 25 operates a safeguarding policy.

Overseas project travel is assessed for risks ahead of each field trip. If necessary, staff and volunteers undergo any required hostile environment and first aid briefings prior to going abroad. All travelers are covered under an Article 25 insurance policy, specifically provided for NGO workers; they are briefed on pertinent local social issues and are instructed to carry emergency contact details. Each location is researched in advance and advice sought from FCDO and in-country sources, particularly from our local partners who have detailed knowledge of conditions in the field. Our legal advisors have advised that we have, through the training and documentation we use, achieved effective limitation for our liability regarding risks in sending participants on overseas projects and that they have sufficient information to meet standards of "informed consent" to participate as staff or volunteers for Article 25.

Article 25 also has public liability and professional indemnity insurance to offset any risk incurred in the course of conducting our work at home and overseas.

Construction Projects

Housing

Dominica

This is a disaster recovery programme to replace 450 houses lost across the island of Dominica in Hurricane Maria. Rather than building blocks of flats for the families made homeless, each family can apply for a house to be built on their own land, maintaining their ability to farm and to keep their neighbours and local community. Families can choose one of six model houses that will be adapted to the access and slopes of the site and built by a small contractor. As each house has its own timelines, the overall project is a "rolling" programme with various stages of design and construction occurring simultaneously. 407 planning applications have been submitted and 331 have been approved, 330 tenders have been awarded. Families have moved into 262 completed houses.

Tanzania

We have completed construction of the first phase of a Children's Village for orphaned children in northern Tanzania. Phase 2 construction started in April 2023. Our partner charity Tir na n'Og received additional funding for the development of food security on the adjacent farm which will be integrated into the next phase of the project. We have a Tanzanian team of an architect and an engineering firm to advise during construction and our Tanzanian site architect will continue to supervise works through Phase 2.

Education

Niger

Phases 1 and 2 of Collège Amadou Hampaté Bâ were completed in 2022-23. The first four classrooms, two latrine blocks and the Guard's house had been handed over to the client for the start of the school year in October 2021. The sports fields, water tower and other infrastructure works are also complete. Further we completed construction on the refurbishment of four older classroom blocks and the original administration building.

Tanzania

Phase 3 of the Child Support Tanzania school project, which consists of a kitchen and a dining/assembly hall has been completed and is in use. Phase 4, a classroom and physiotherapy room have now also been completed. A grant has been received from Christian Blind Mission to construct 5 more classrooms and further developments will include comprehensive grading of the site and completion of the sanitation design.

Health

Montserrat

The final design of the new hospital is well underway as well as the refurbishment of an older building to house hospital support functions while the new building is under construction. Construction is expected to start toward the end of fiscal year in 2024.

ARTICLE 25

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2023

Morocco (Casablanca)

The renovation of one floor into operating theatres and neonatal and paediatric intensive care wards has been designed and construction is underway. We are working with a local Moroccan architect and Moroccan engineers on this project.

Morocco (Marrakesh)

We have completed all designs of this centre which will be used for continuing care of patients with cleft palate and cleft lip before and after surgery. Our Moroccan partner engineers have completed their work as well. A Moroccan architect based in Marrakesh has been appointed to work with Article 25 to supervise the construction.

Nepal (Lele)

The construction of the Trauma Centre at Anandaban Hospital is close to completion.

We are in the final stage of design for a laboratory, adjacent to the Trauma Centre, to serve the clinical and research needs of the Leprosy Hospital. As the site is in an active seismic zone, we invited a globally recognised structural engineering firm with strong seismic credentials to analyse the geotechnical conditions and develop the structural concepts and an international services consultancy to design the mechanical and electrical engineering concepts. Nepali engineers are now completing the structural and services designs.

Nepal (Tansen)

We have completed a Feasibility Study for the regeneration of a 200-bed hospital in Western Nepal for the United Mission Nepal. The project will be implemented over two or more phases and will provide new clinical facilities and replace older buildings constructed in the 1950's and 1970's with earthquake resilient new buildings. This project is awaiting funding.

Ghana

We are working with the charity AfriKids to rebuild a hospital in Bolgatanga in northern Ghana. After completing a feasibility study for rebuilding the hospital, we designed the completion of a partially constructed building, including a new operating theatre and adjacent wards. The design and construction of new buildings is currently awaiting funding.

Community Enterprise

Rwanda

Having completed a feasibility study during the last fiscal year, we started design for a cheesemaking dairy for a farmers' cooperative in the eastern province of Rwanda. The farmers are already selling milk from their large herds of cattle but want to add value and increase their economic potential by making and selling cheese in future. The ambition is to make this project carbon neutral. It involves a large number of partners: the farmers' co-operative, the Rwandan Dairy Board, Blues Creamery from Ireland for expertise in cheesemaking and marketing, University College Dublin and Rwandan scientists from the Ministry of Agriculture for a cattle breeding programme and carbon neutral management of cattle.

Future Project Work

For 2023-24 we look forward to completing the second phase of the Children's Village in northern Tanzania. Design of Phase 5 of the Pre-school for disabled and able-bodied children in Mbeya should be completed by the end of the fiscal year. The Operation Smile clinic in Marrakech should commence construction and the hospital refurbishment at Bouafi Hospital in Casablanca should be complete. We expect to be in construction on the new hospital in Montserrat. We will have completed the Trauma Centre at the Leprosy Mission hospital at Anandaban in Nepal started construction on the adjacent Research Laboratory. We also hope to start design work on the hospital project in Tansen, Nepal.

We expect to be ready to tender the dairy in Rwanda and hope to start design on the replacement hospital in Ghana.

Progress against Strategy

Article 25 adopted its new three-year strategy this year, which runs from 2023-2026. It focuses on five strategic priorities for the organisation. We are pleased to report that we have made good progress against the strategy in its first year. The results against the five strategic objectives are outlined below.

ARTICLE 25

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2023

Become the 'go-to' architectural organisation within the international development community for design and build projects.

How we did in 2023

- **Better presenting ourselves and our work**

During 2023, Article 25 delivered a brand refresh, and designed and launched a new website to show case what we do. The new website is stronger, more comprehensive, and better articulates what we do - and how other NGO's can work with us.

- **Better engagement with our NGO and International Development Colleagues**

Article 25 is now a member of Bond. Bond is the UK network for over 400 organisations working in International Development.

We have joined the UN Global Alliance for Buildings and Construction the leading global platform for governments, civil society, research, and intergovernmental organisations who are committed to zero-emission, efficient and resilient buildings and construction sector.

We have also joined the Global Network in Civil Society for Disaster Reduction (GNDR); the largest international network of civil society organisations working together to strengthen the resilience of communities most at risk of disasters. The partnership will allow us to connect and collaborate with those working at all stages of disaster reduction, risk management and disaster response - opening up potential new avenues for project acquisition.

We have also applied for United Nations Consultative Status.

We look forward to working with our colleagues in this space to deliver better buildings for those who need it most across the world.

Increase the number and scale of our projects.

How we did in 2023

- **Three new construction projects started.**

During the year, Article 25 secured three new projects, as detailed above. This is solid progress against our goal of acquiring ten new projects over the course of the three-year strategy. The new business model we have adopted has allowed us to better allocate our limited resources to allow us to undertake more projects in the places that need them most.

Create and Measure greater impact from our projects.

How we did in 2023

- **Whole Life Carbon Assessments for our buildings**

We know that the buildings designed and constructed by Article 25 are exceptional and life changing, not just today – but for decades to come. We want to better capture our impact better, for both people and planet.

We are passionate about sustainability, and we are committed to a monitoring and reducing our carbon footprint.

As part of this we are undertaking a Whole Life-Cycle Carbon Assessment for the Kao La Amani Children's Village project in Boma, northern Tanzania.

The goal of the Carbon Assessment is to understand the carbon intensity of this construction, identify where the most emissions occur in the scheme, and learn lessons to improve embodied carbon performance for future projects. The Carbon Assessment will be clear, comprehensive, auditable, and provide reliable evidence on the sustainability of architecture delivered by Article 25.

ARTICLE 25

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2023

We're using One Click LCA for our calculations and creating a report with infographics for clear communication of the results. We aim to establish a template for other buildings with this initial assessment – before we roll this out across our projects.

• Winner Structural Awards 2023

We strive to create meaningful and lasting impact for communities around the globe, and were delighted when our project, Collège Amadou Hampaté Bâ, was announced as the winner 2023 at the Structural Awards. The building was presented the award for 'using sustainable local materials and enabling positive social impact'. This demonstrates the incredible efforts of our partner, MHA Structural Design – who worked on this project with us on a pro-bono basis. As ever, we would like to extend our huge thanks to MHA for working with us – this award is testament to their incredible efforts.

Generate more income to ensure the organisation is sustainable.

How we did in 2023

• Better analysis of project costings

We were pleased that in 2023 the organisation generated more income than ever before since its inception, with the income for the charity exceeding £1 million for the first time.

We achieved this by adopting a new business model, whereby Article 25 better shares the financial burden of projects with our partners, and this has helped drive crucial revenue for the charity.

• More Than a Building – Corporate Support

In 2023, we launched our new corporate partnership programme, More Than A Building and we have been delighted at the support we have received from our friends across the construction sector. We held the launch event at the House of Commons, and this was an excellent way to celebrate the initiative. We would like to extend our thanks to Ascot Design for co-hosting it with us and for their financial support for the event.

We are delighted that the network has got off to such a great start in its first year and intend to build on the success of More Than a Building in 2024 by continuing to increase the membership across the sector.

At the time of writing, we would like to extend a huge thank you to our More Than a Building members below some of these supporters joined post year end.

Platinum - £10,000+

Skidmore, Owings & Merrill (SOM)
WSP
Canary Wharf Group

Gold - £5,000+

Tindall Riley
Bennetts Associates
Agilite
Gardiner and Theobald
Ramboll
Ascot Design
Ridge LLP

Silver (£1,000+)

Sheppard Robson
AHMM
Assael
Barratt Developments
Max Fordham
MHA Structural Design
Pillbrow and Partners
Derwent London
HTA
Jackson Coles
Montgomery Group
Heyne Tillett Steele

Support from generous individuals

We continued to receive significant donations from individuals this year- and we would like to thank our major donors for their continued generosity towards Article 25 and our work.

ARTICLE 25

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2023

10x10

Our art auction, 10 x10, was held in May 2023 and we were incredibly grateful for all those who contributed to this event. The event raised a net profit of £30,000 towards our work - and a huge thank you to the artists, buyers and volunteers who made this possible.

The Big Give

Article 25 participated in The Big Give for the first time this year and raised an incredible £51,000 against our target of £50,000.

Employ a communications strategy that better communicates our impact

How we did in 2023

In 2023 we made an investment into our communications – to ensure that the people that need to know about us, are aware of Article 25 -whether that be other NGO's needing a building designed and delivered, potential corporate partners, or donors.

The brand refresh and new website now better communicates what we do as an organisation – how we do it, and why.

This year, we undertook extensive interviews and gathered video footage on the ground in Tanzania. This was a valuable opportunity to document our progress at two existing projects sites (The Childrens Village in Boma and Child Support Tanzania) and visit and interview a new project partner, Cheka Sana. This opportunity enabled us to document the voices of some of the most important stakeholders of our projects – the children that use them. The footage and interviews collected on this field trip and have translated into new videos for Article 25 – and these interviews have given a valuable insight into the impact of our work 'on the ground' and for us to share the views of people using our buildings.

In addition, we were successful in generating a number of mentions in the media during the year – further promoting our important work to a wider audience.

FINANCIAL REVIEW

While our day-to-day operations are supported by cash accounting, accounting standards require us to recognise income and expenditure by accrual accounting within the relevant period. Besides income and expenditures this includes accounting for donations in kind and voluntary services provided by our partners.

The Statement of Financial Activities shows a net deficit, on unrestricted funds, for the year of £7,156 (2022: shortfall of £24,570) and our unrestricted reserves stand at £22,939 (2022: £50,056) in total. The trustees are confident that the charity is a going concern. Further details are given in note 1.2 to the financial statements.

None of the trustees has any beneficial interest in the company. All of the trustees are members of the company and guarantee to contribute £1 in the event of a winding up.

Reserves Policy

The charity aims to have a policy of holding 3 months payroll costs in unrestricted reserves. At 31st August 2023, our unrestricted reserves of £22,339 were significantly below the target of £100,000. The trustees are taking action to address this shortfall, with a view to increasing reserves in each of the next two financial years, to a level of approximately £100,000.

Auditor

In accordance with the company's articles, a resolution proposing that Azets Audit Services be reappointed as auditor of the company will be put at a General Meeting.

ARTICLE 25

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2023

The trustees' report was approved by the Board of Trustees.



.....
D Bennetts (Chair)
Trustee



.....
P Clark
Trustee

Date: 24th May 2024

ARTICLE 25

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 AUGUST 2023

The trustees, who are also the directors of Article 25 for the purpose 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 that 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;
- make judgements and estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

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

ARTICLE 25

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF ARTICLE 25

Opinion

We have audited the financial statements of Article 25 (the 'charitable company') for the year ended 31 August 2023 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 August 2023 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial statements* section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

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

We have nothing to report in this regard.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

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

ARTICLE 25

INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE TRUSTEES OF ARTICLE 25

Responsibilities of trustees

As explained more fully in the statement of trustees' responsibilities, the trustees, who are also the directors of the charitable company for the purpose of company law, are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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

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

Extent to which the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above and on the Financial Reporting Council's website, to detect material misstatements in respect of irregularities, including fraud.

We obtain and update our understanding of the entity, its activities, its control environment, and likely future developments, including in relation to the legal and regulatory framework applicable and how the entity is complying with that framework. Based on this understanding, we identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. This includes consideration of the risk of acts by the entity that were contrary to applicable laws and regulations, including fraud.

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

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

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

ARTICLE 25

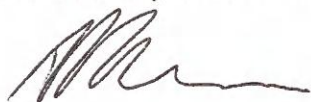
INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE TRUSTEES OF ARTICLE 25

Other matters which we are required to address

The financial statements of Article 25 for the year ended 31 August 2022 are unaudited.

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Tracey Richardson BSc (Hons) FCA (Senior Statutory Auditor)
for and on behalf of Azets Audit Services

21/5/24
.....

Chartered Accountants
Statutory Auditor

Westpoint
Lynch Wood
Peterborough
Cambridgeshire
United Kingdom
PE2 6FZ

Azets Audit Services is eligible for appointment as auditor of the charitable company by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

ARTICLE 25

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 AUGUST 2023

Current financial year						
		Unrestricted funds general 2023	Unrestricted funds designated 2023	Restricted funds 2023	Total 2023	Total 2022
	Notes	£	£	£	£	£
Income from:						
Donations and legacies	3	278,241	-	219,568	497,809	353,500
Charitable activities	4	265,575	577,109	-	842,684	399,393
Investments	5	5	-	-	5	-
Total income		543,821	577,109	219,568	1,340,498	752,893
Expenditure on:						
Raising funds	6	122,075	-	-	122,075	92,172
Charitable activities	7	428,902	577,109	4,204	1,010,215	685,291
Total expenditure		550,977	577,109	4,204	1,132,290	777,463
Net (expenditure)/income for the year/ Net movement in funds		(7,156)	-	215,364	208,208	(24,570)
Fund balances at 1 September 2022		29,495	-	20,561	50,056	74,626
Fund balances at 31 August 2023		22,339	-	235,925	258,264	50,056

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

ARTICLE 25

STATEMENT OF FINANCIAL ACTIVITIES (CONTINUED) INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 AUGUST 2023

Prior financial year				
		Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £
	Notes			
<u>Income from:</u>				
Donations and legacies	3	351,500	2,000	353,500
Charitable activities	4	399,393	-	399,393
Total income		<u>750,893</u>	<u>2,000</u>	<u>752,893</u>
<u>Expenditure on:</u>				
Raising funds	6	<u>92,172</u>	<u>-</u>	<u>92,172</u>
Charitable activities	7	<u>659,974</u>	<u>25,317</u>	<u>685,291</u>
Total expenditure		<u>752,146</u>	<u>25,317</u>	<u>777,463</u>
Net (expenditure)/income for the year/ Net movement in funds		(1,253)	(23,317)	(24,570)
Fund balances at 1 September 2021		<u>30,748</u>	<u>43,878</u>	<u>74,626</u>
Fund balances at 31 August 2022		<u><u>29,495</u></u>	<u><u>20,561</u></u>	<u><u>50,056</u></u>

ARTICLE 25

BALANCE SHEET

AS AT 31 AUGUST 2023

	Notes	2023 £	£	2022 £	£
Fixed assets					
Tangible assets	12		-		425
Current assets					
Debtors	13	158,164		137,055	
Cash at bank and in hand		402,778		52,141	
		<u>560,942</u>		<u>189,196</u>	
Creditors: amounts falling due within one year	15	<u>(229,344)</u>		<u>(86,232)</u>	
Net current assets			331,598		102,964
Total assets less current liabilities			331,598		103,389
Creditors: amounts falling due after more than one year	16		(73,334)		(53,333)
Net assets			<u>258,264</u>		<u>50,056</u>
Income funds					
Restricted funds	19	235,925		20,561	
Unrestricted funds		22,339		29,495	
		<u>258,264</u>		<u>50,056</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 August 2023, although an audit has been carried out under section 144 of the Charities Act 2011.

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

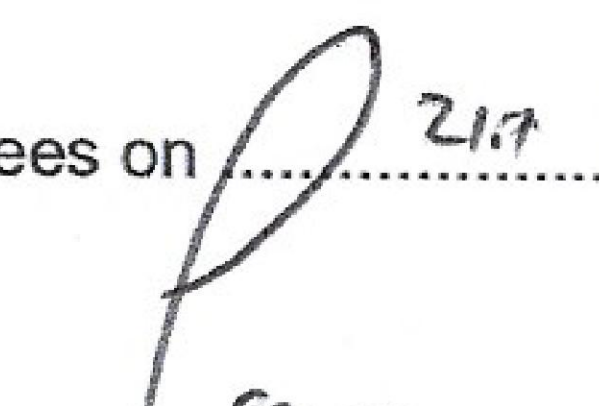
The members have not required the company to obtain an audit of its financial statements under the requirements of the Companies Act 2006, for the year in question in accordance with section 476.

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

The financial statements were approved by the Trustees on 21.7.17 2024



D Bennetts (Chair)
Trustee


P Clark
Trustee

Company registration number 05608022

ARTICLE 25

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 AUGUST 2023

	Notes	2023 £	£	2022 £	£
Cash flows from operating activities					
Cash generated from/(absorbed by) operations	23		360,631		(140,310)
Investing activities					
Investment income received		5		-	
Net cash generated from/(used in) investing activities			5		-
Financing activities					
Repayment of borrowings		-		55,000	
Repayment of bank loans		(9,999)		38,333	
Net cash (used in)/generated from financing activities			(9,999)		93,333
Net increase/(decrease) in cash and cash equivalents			350,637		(46,977)
Cash and cash equivalents at beginning of year			52,141		99,118
Cash and cash equivalents at end of year			402,778		52,141

ARTICLE 25

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2023

1 Accounting policies

Charity information

Article 25 is a private company limited by guarantee incorporated in England and Wales. The registered office is 6th Floor, 1 Canada Square, London, E14 5AB, United Kingdom.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charitable company's governing document, the Companies Act 2006, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "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 charitable company is a Public Benefit Entity as defined by FRS 102.

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

The financial statements have been prepared under the historical cost convention,. The principal 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 charitable company 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 financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

1.4 Income

Income is recognised when the charitable company is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charitable company has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charitable company has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

ARTICLE 25

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2023

1 Accounting policies

(Continued)

1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement, and the amount of the obligation can be measured reliably.

Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Computers	33% straight line
-----------	-------------------

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

1.7 Impairment of fixed assets

At each reporting end date, the charitable company reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.8 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.9 Financial instruments

The charitable 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 charitable company's balance sheet when the charitable 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.

ARTICLE 25

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

1 Accounting policies

(Continued)

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans 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.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations 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.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charitable company's contractual obligations expire or are discharged or cancelled.

1.10 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charitable company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.11 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

2 Critical accounting estimates and judgements

In the application of the charitable company'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.

There were no critical accounts estimates or judgements made in the year (2022: none).

ARTICLE 25

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

3 Donations and legacies

	Unrestricted funds general 2023 £	Restricted funds 2023 £	Total 2023 £	Unrestricted funds general 2022 £	Restricted funds 2022 £	Total 2022 £
Donations and gifts	149,241	-	149,241	188,560	2,000	190,560
Legacies receivable	-	219,568	219,568	-	-	-
Donated goods and services	129,000	-	129,000	162,940	-	162,940
	<u>278,241</u>	<u>219,568</u>	<u>497,809</u>	<u>351,500</u>	<u>2,000</u>	<u>353,500</u>

4 Charitable activities

	2023 £	2022 £
Grant income	813,328	358,196
Fundraising activities	29,356	41,197
	<u>842,684</u>	<u>399,393</u>
Analysis by fund		
Unrestricted funds - general	265,575	399,393
Unrestricted funds - designated	577,109	-
	<u>842,684</u>	<u>399,393</u>

5 Investments

	Unrestricted funds general 2023 £	Total 2022 £
Interest receivable	<u>5</u>	<u>-</u>

ARTICLE 25

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

6 Raising funds

	Unrestricted funds general 2023 £	Unrestricted funds general 2022 £
<u>Fundraising and publicity</u>		
Fundraising events	12,395	12,952
Advertising	29,120	4,583
Staff costs	80,560	74,637
Fundraising and publicity	122,075	92,172
	<u>122,075</u>	<u>92,172</u>

7 Charitable activities

	2023 £	2022 £
Staff costs	225,720	230,026
Travel expenditure	69,536	34,169
Mission costs	485,453	180,918
	780,709	445,113
Share of support costs (see note 8)	220,076	236,206
Share of governance costs (see note 8)	9,430	3,972
	<u>1,010,215</u>	<u>685,291</u>
Analysis by fund		
Unrestricted funds - general	428,902	659,974
Unrestricted funds - designated	577,109	-
Restricted funds	4,204	25,317
	<u>1,010,215</u>	<u>685,291</u>

ARTICLE 25

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2023

8 Support costs

	Support costs	Governance costs	2023	Support costs	Governance costs	2022
	£	£	£	£	£	£
Staff costs	84,124	-	84,124	52,158	-	52,158
Depreciation	425	-	425	850	-	850
Rent, Rates and Service Charge	82,288	-	82,288	143,568	-	143,568
Communications	8,235	-	8,235	6,686	-	6,686
Office costs	7,746	-	7,746	7,023	-	7,023
Insurance	9,870	-	9,870	7,677	-	7,677
Computer costs	26,696	-	26,696	17,457	-	17,457
Bank charges and interest payable	692	-	692	787	-	787
Audit fees	-	7,500	7,500	-	-	-
Accountancy	-	1,930	1,930	-	3,972	3,972
	<u>220,076</u>	<u>9,430</u>	<u>229,506</u>	<u>236,206</u>	<u>3,972</u>	<u>240,178</u>
Analysed between Charitable activities	<u>220,076</u>	<u>9,430</u>	<u>229,506</u>	<u>236,206</u>	<u>3,972</u>	<u>240,178</u>

Governance costs includes payments to the auditors of £7,500 (2022- £Nil) for audit fees.

9 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charitable company during the year.

10 Employees

The average monthly number of employees during the year was:

	2023 Number	2022 Number
Salaried employees	<u>8</u>	<u>7</u>
Professionals who donate their time (nil cost)	<u>18</u>	<u>18</u>
	<u>18</u>	<u>18</u>
Total	<u>26</u>	<u>25</u>

ARTICLE 25

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

		(Continued)	
10	Employees		
	Employment costs	2023 £	2022 £
	Paid staff		
	Wages and salaries	348,336	317,396
	Social security costs	34,075	32,015
	Other pension costs	7,993	7,410
		<u>390,404</u>	<u>356,821</u>
	Time donated		
	Professional resource	<u>76,300</u>	<u>62,940</u>

Key management personnel

The key management personnel of the charitable company comprise the trustees and the senior management team. The total amount of key management personnel benefits (including employer pension contributions) received by key management personnel for their services to the charitable company was £152,856 (2022: £149,425).

Higher paid staff

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

	2023 Number	2022 Number
£60,001 - £70,000	1	1
£70,001 - £80,000	<u>1</u>	<u>-</u>

11 Taxation

The charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

ARTICLE 25

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

12 Tangible fixed assets

	Computers £
Cost	
At 1 September 2022	2,550
At 31 August 2023	2,550
Depreciation and impairment	
At 1 September 2022	2,125
Depreciation charged in the year	425
At 31 August 2023	2,550
Carrying amount	
At 31 August 2023	-
At 31 August 2022	425

13 Debtors

	2023 £	2022 £
Amounts falling due within one year:		
Prepayments and accrued income	158,164	137,055

14 Loans and overdrafts

	2023 £	2022 £
Bank loans	28,334	38,333
Other loans	55,000	55,000
	83,334	93,333
Payable within one year	10,000	40,000
Payable after one year	73,334	53,333

Of the loans £55,000 (2022: £55,000) is unsecured, interest free and repayable on 12 months written notice by the lender.

The remainder of the loan balance is a bounce back loan that is unsecured and interest is charged at 2.5% from June 2021 – June 2026.

ARTICLE 25

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

15 Creditors: amounts falling due within one year

	Notes	2023 £	2022 £
Bank loans	14	10,000	10,000
Other borrowings		-	30,000
Other taxation and social security		9,687	9,582
Other creditors		10,816	10,800
Accruals and deferred income		198,841	25,850
		<u>229,344</u>	<u>86,232</u>

16 Creditors: amounts falling due after more than one year

	Notes	2023 £	2022 £
Bank loans	14	18,334	28,333
Other borrowings		55,000	25,000
		<u>73,334</u>	<u>53,333</u>

17 Retirement benefit schemes

Defined contribution schemes

The charitable company operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the charitable company in an independently administered fund.

The charge to profit or loss in respect of defined contribution schemes was £6,648 (2022 - £6,062).

18 Unrestricted funds - designated

These are unrestricted funds which are material to the charitable company's activities made up as follows:

	Balance at 1 September 2022 £	Movement in funds		Balance at 31 August 2023 £
		Incoming resources £	Resources expended £	
Glendon Hospital Montserrat	-	577,109	(577,109)	-
	<u>-</u>	<u>577,109</u>	<u>(577,109)</u>	<u>-</u>

ARTICLE 25

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

19 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Movement in funds			Movement in funds			Balance at
	Incoming	Resources	Balance at	Incoming	Resources	Balance at	31 August
	resources	expended	1 September	resources	expended	2022	2023
	£	£	£	£	£	£	£
Warm and Healthy Homes	-	-	7,343	-	-	7,343	7,343
Child Support Tanzania	2,000	(2,000)	10	-	(10)	-	-
Glendon Hospital Montserrat	-	(7,124)	7,124	-	-	-	-
Yangon Hand Hygiene	-	(5,474)	5,668	-	(194)	-	-
Operation Smile Marrakesh	-	(10,719)	23,733	-	(4,000)	9,014	9,014
Rwanda Dairy bequest	-	-	-	219,568	-	219,568	219,568
	2,000	(25,317)	43,878	219,568	(4,204)	235,925	235,925

20 Analysis of net assets between funds

	Unrestricted funds		Designated funds		Restricted funds		Total Unrestricted funds		Restricted funds		Total
	2023	£	2023	£	2023	£	2023	£	2022	£	2022
Fund balances at 31 August 2023 are represented by:											
Tangible assets	-	-	-	-	-	-	425	-	-	-	425
Current assets/(liabilities)	95,673	-	-	-	235,925	-	82,403	20,561	20,561	-	102,964
Long term liabilities	(73,334)	-	-	-	-	-	(53,333)	-	-	-	(53,333)
	22,339	-	-	-	235,925	-	29,495	20,561	20,561	-	50,056

ARTICLE 25

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

21 Operating lease commitments

At the reporting end date the charitable company had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2023 £	2022 £
Within one year	5,683	5,683
Between two and five years	9,475	15,158
	<u>15,158</u>	<u>20,841</u>

22 Related party transactions

Transactions with related parties

During the year there was unrestricted income from the trustees and connected companies totalling £35,000 (2022 - £15,000)

23 Cash generated from operations

	2023 £	2022 £
Surplus/(deficit) for the year	208,208	(24,570)
Adjustments for:		
Investment income recognised in statement of financial activities	(5)	-
Depreciation and impairment of tangible fixed assets	425	850
Movements in working capital:		
(Increase) in debtors	(21,109)	(65,293)
Increase/(decrease) in creditors	173,112	(51,297)
Cash generated from/(absorbed by) operations	<u>360,631</u>	<u>(140,310)</u>

24 Analysis of changes in net funds/(debt)

	At 1 September 2022 £	Cash flows £	At 31 August 2023 £
Cash at bank and in hand	52,141	350,637	402,778
Loans falling due within one year	(40,000)	30,000	(10,000)
Loans falling due after more than one year	(53,333)	(20,001)	(73,334)
	<u>(41,192)</u>	<u>360,636</u>	<u>319,444</u>

ARTICLE 25

England & Wales - Charity number 1112621

Accounts

REGISTERED COMPANY NUMBER: 05608022 (England and Wales)
REGISTERED CHARITY NUMBER: 1112621

ARTICLE 25

**TRUSTEES REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022**

ARTICLE 25
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FOR THE YEAR ENDED 31 AUGUST 2022

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**ARTICLE 25
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 AUGUST 2022**

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number	:	05608022 (England and Wales)
Registered Charity number	:	1112621
Registered office and principal office	:	6 th Floor 1 Canada Square London E14 5AB
Managing Director	:	G Holding (started 25/4/22) D Murray (left 27/4/22)
Directors and Trustees	:	D Bennetts, Chair J B Pringle M J Catton G Grainger D J R Delahunty C Soyinka (resigned 15/4/22) P Hudson N Thingelstad M Astarita (appointed 11/7/22)
Patron	:	Lord Foster of Thames Bank
Independent Examiner	:	David Green MA (Cantab) ACA Azets Suites B & D Burnham Yard Beaconsfield Buckinghamshire HP9 2JH
Bankers	:	The Co-operative Bank P.O. Box 250, Dell House, Skelmersdale Lancashire WN8 6WT Bank of Scotland PO Box 1000 BX2 1LB

The Trustees, who are also directors of the charitable company for the purposes of the Companies Act 2006, present their annual report and the financial statements for the period ended 31 August 2022 which are prepared to meet the requirements for a Director's Report and accounts for Companies Act purposes. The financial statements have been prepared in accordance with the accounting policies set out in note 3 to the accounts and comply with the Companies Act 2006 and the Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standards applicable in the UK and Republic of Ireland (FRS 102).

ARTICLE 25
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 AUGUST 2022

CHAIR'S INTRODUCTION

Article 25 supports and empowers communities around the world to design and build housing, schools and medical facilities, enabling local development, alleviating poverty, and improving equality of access to a safe place to live, education, and healthcare. We also often help to rebuild lives and livelihoods in the wake of disasters and conflicts. By working closely with local people, we develop an acute understanding of prevailing conditions, capacity and resources. Using the best principles of architecture and engineering we design resilient, functional, beautiful and safe places for housing, education and healthcare. Working on the ground alongside these communities, we supervise construction; and through training support we exchange knowledge and skills with people to build greater capacity within that community. The end result is never just a building that serves to increase access to safe housing, learning, and better health, it is also the legacy of a community with greater resilience and more opportunities to enjoy a thriving future. In 17 years, Article 25 has carried out over 100 projects in 36 countries.

In this financial year we started several new projects. We began the refurbishment of a hospital floor in Casablanca with new operating theatres which will be used for cleft lip and cleft palate operations by Operation Smile Morocco. We also completed a feasibility study for a major expansion of a hospital in western Nepal for the United Mission of Nepal and began a study for the rebuild of a hospital in northern Ghana for the charity AfriKids. In Rwanda we were asked to explore the possibility of building a cheesemaking dairy for a farmers' cooperative in the eastern province of the country.

We continue to work on a four-year programme of design and construction supervision for the Housing Recovery Programme of the island of Dominica. The programme is planned to replace approximately 450 houses lost in Hurricane Maria, with disaster resilient construction. Over 100 houses were completed in 2021/22. We are also supervising the construction of a Children's Village for orphaned children in northern Tanzania; the first phase is expected to be completed at the end of 2022.

We are continuing to work in close partnership with Child Support Tanzania and Able Child Africa, we have now completed four phases of construction. The first two phases of construction are also complete at a school in Niamey, Niger.

Having completed the Preliminary Design of a community hospital on the island of Montserrat in February 2020, we are now working on final drawings and specifications with the expectation of starting construction in 2023. This hospital will replace one destroyed in a volcanic eruption in 1997. A Trauma Centre in Nepal for the Leprosy Mission is nearing construction completion. And we are currently designing and clinical and research laboratory on this same site.

One staff change occurred in 2021-22, Managing director David Murray left in April 2022. In the same month Gemma Holding was appointed to the same role.

On behalf of the Trustees, I want to thank most warmly our hard-working staff and volunteer team, our partners in the many countries where we work, our professional collaborators who help us to deliver these projects and, of course, our donors and supporters both small and large, who help to build and maintain our charity so that it is as resilient as the buildings we create and the communities we support across the world.

ARTICLE 25
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 AUGUST 2022

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a Memorandum and Articles of Association, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006. The Memorandum and Articles of Association is the charity's governing document. The Articles of Association are currently being updated by Trustee Natalie Thingelstad and were finalised in early 2022/23.

Recruitment and appointment of new trustees

The existing Trustees appoint trustees. Their terms and responsibilities are outlined in a trustee recruitment policy that was implemented in 2016. Trustees of the charity are also Directors of the Limited Company. We apply a rotation of Directors and as per our Articles of Association; one third of the Directors must retire each year but may be re-elected.

During 2021-22, we saw one trustees retire from the board – Chris Soyinka - and we appointed one new trustee – Mark Astarita. We intend to make further appointments, mindful of our aims of equality, diversity, and inclusion, whilst seeking to further diversify the skills and expertise we have access to at board level.

Organisational aims

Article 25 was founded originally under the name Architects for Aid and was set up to provide better housing for those in need and to work with partner NGOs to provide built solutions wherever there is disaster, poverty or need. Renamed Article 25 in 2009, the charity aims to promote safe housing, access to education, and healthcare as a human right, and is named after the 25th Article of the Universal Declaration of Human Rights, which is the article of the declaration relating to the built environment.

Organisational structure

Our organisational structure comprises a Board of Trustees, a Senior Management Team, the Staff and Volunteers. The team of staff and volunteers is organised into projects and charity management (including fundraising and communications), each headed by a director.

Related parties

Article 25 works with partner NGOs, INGOs, charities, development agencies and governments in the UK and overseas. Article 25 receives the donation of skills from various professional parties who assist in the delivery of our projects.

Article 25 introduces capacity building construction and architecture and engineering skills to international development projects. The organisation also provides continuing education to professional firms and larger agencies as a way to increase the impact of its work.

Risk management

All Article 25 projects and operations are assessed for their potential risks in delivery before significant charity resources are dedicated to the project. A risk register is maintained by the Managing Director and Director of Projects and is presented for approval at the quarterly trustee board meetings.

The charity also liaises with local and international bodies (for example the High Commission or Embassy departments as appropriate) when undertaking the management of work overseas and dealing with any issues of controversy or potential controversy when working alone, or with any collaborating entity. Article 25 operates a safeguarding policy.

**ARTICLE 25
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 AUGUST 2022**

Overseas project travel is assessed for risks ahead of each field trip. If necessary, staff and volunteers undergo any required hostile environment and first aid briefings prior to going abroad. All travellers are covered under an Article 25 insurance policy, specifically provided for NGO workers; they are briefed on pertinent local social issues and are instructed to carry emergency contact details. Each location is researched in advance and advice sought from FCDO and in-country sources, particularly from our local partners who have detailed knowledge of conditions in the field. Our legal advisors have advised that we have, through the training and documentation we use, achieved effective limitation for our liability regarding risks in sending participants on overseas projects and that they have sufficient information to meet standards of "informed consent" to participate as staff or volunteers for Article 25.

Article 25 also has public liability and professional indemnity insurance to offset any risk incurred in the course of conducting our work at home and overseas.

ARTICLE 25
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 AUGUST 2022

OBJECTIVES AND ACTIVITIES FOR THE PUBLIC BENEFIT

Objectives and Aims

The trustees have considered the guidance published by the Charity Commission and have concluded that the charitable company's core activities satisfactorily address the principles of identifiable public benefit and demonstrate that the charitable company has fulfilled the public benefit requirement under the Charities Act 2011.

Article 25 provides building design solutions and key construction project management skills to the International Development community. Focusing on the core areas of buildings for housing, learning, health, and where appropriate, resilience to disasters, we aim to apply these skills where they make the greatest beneficial difference to the most disadvantaged communities. We continue to deliver these objectives through close collaborations with NGOs and community groups internationally.

ACHIEVEMENT AND PERFORMANCE

Charitable Activities

Article 25 continues to deliver essential design and construction skills to those who would otherwise have no access to such services. We work with partners across the built environment sector to provide design, construction management and engineering skills to benefit some of the poorest and most disadvantaged communities in the world.

Throughout our work, capacity development remains a constant priority. Our construction projects are used to develop the skills of workers in the communities of our local partners and to increase long-term resilience, leaving behind a community better able to build safely for itself. We improve the long-term performance of a project by engaging the end-users from inception to completion. This positively affects the sustainability of a project and builds the capacity of those local partners who take responsibility for the project and its sustainable operation.

Article 25 is one of the few organisations globally delivering this technical work as a primary objective and from a small base of operations. Our projects have a positive impact on hundreds of thousands of beneficiaries over time.

Article 25 safeguards the effectiveness of its work through maintaining high professional standards and by monitoring outputs. We examine the long-term sustainability of each project to ensure a lasting impact is achieved.

Housing

Dominica

This is a disaster recovery programme to replace 450 houses lost across the island of Dominica in Hurricane Maria. Rather than building blocks of flats for the families made homeless, each family can apply for a house to be built on their own land, maintaining their ability to farm and to keep their neighbours and local community. Families can choose one of six model houses that will be adapted to

**ARTICLE 25
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 AUGUST 2022**

the access and slopes of the site and built by a small contractor. As each house has its own timelines, the overall project is a “rolling” programme with various stages of design and construction occurring simultaneously. 414 beneficiaries have been enrolled to date and our Dominican team have carried out 355 site surveys 331 planning applications have been submitted and 331 have been approved, 225 tenders have been awarded. Families have moved into 188 completed houses.

Tanzania

We have completed the design and first phase of construction of a Children’s Village for orphaned children in northern Tanzania, Phase 2 is due to start construction in March or April 2023. Our partner charity Tir na n’Og have received additional funding for the development of food security on the adjacent farm which will be integrated into the next phase of the project. We have a Tanzanian team of an architect and an engineering firm to advise during construction and our Tanzanian site architect will continue to supervise works through Phase 2.

Learning

Niger

The first four classrooms, two latrine blocks and the Guard’s house were completed and handed over to the client for the start of the school year in October 2021. The sports fields, water tower and other infrastructure works are also complete. Phase 3 is due to start in this fiscal year.

Tanzania

Phase 3 of this school project, which consists of a kitchen and a dining/assembly hall has been completed and is in use. Phase 4, a classroom and physiotherapy room has now also been completed. A new grant has been received from Cure Myotonic Dystrophy to construct more classrooms and further developments will include comprehensive grading of the site and completion of the sanitation design.

Health

Montserrat

After completing the preliminary design for a new national hospital Article 25 and its engineering team are continuing with the final design of the new hospital and refurbishing an older building to house hospital support functions while the new building is under construction. Construction is expected to start toward the end of fiscal year 22-23.

Morocco (Casablanca).

The renovation of one floor into operating theatres and neonatal and paediatric intensive care wards has been designed and construction is underway. We are working with a local Moroccan architect and Moroccan engineers on this project.

**ARTICLE 25
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 AUGUST 2022**

Morocco (Marrakech)

We have completed the design of this centre which will be used for continuing care of patients with cleft palate and cleft lip before and after surgery. We are working with a local Bureau d'Études to carry out the engineering drawings for construction. A Moroccan architect based in Marrakesh will work with Article 25 to supervise the construction.

Myanmar

We have not been able to resume work in Myanmar and have closed out our contract.

Nepal (Lele)

The construction of the Trauma Centre at Anandaban Hospital is close to completion.

We are in the final stage of design for a laboratory, adjacent to the Trauma Centre, to serve the clinical and research needs of the Leprosy Hospital. As the site is in an active seismic zone, we invited a globally recognised structural engineering firm with strong seismic credentials to analyse the geotechnical conditions and develop the structural concepts and an international services consultancy to design the mechanical and electrical engineering concepts. Nepali engineers have now taken on the final design for all design disciplines; collaboration with their U.K. counterparts will continue through design and construction.

Nepal (Tansen)

We have completed a Feasibility Study for the regeneration of a 200-bed hospital in Western Nepal for the United Mission Nepal. The project will be implemented over two or more phases and will provide new clinical facilities and replace older buildings constructed in the 1950's and 1970's with earthquake resilient new buildings. A funding review is currently underway for this project.

Ghana

We were asked by the charity AfriKids to study the feasibility of rebuilding their hospital in Bolgatanga, northern Ghana which had to be demolished due to the collapse of some walls and areas of roof. This study has been completed. It identifies reconstruction in three phases. The initial phase will be to locate a new operating theatre in a partially constructed building, so the hospital can continue to function and maintain its accreditation.

Community Enterprise

Rwanda

We have completed a Feasibility Study for a cheesemaking dairy for a farmers' cooperative in the eastern province of Rwanda. The farmers are already selling milk from their large herds of cattle but want to add value and increase their economic potential by making and selling cheese in future. This will be Article 25's first community enterprise project. The ambition is to make this project carbon neutral. It involves a large number of partners: the farmer's co-operative, the Rwandan Dairy Board, Blues Creamery from Ireland for expertise in cheesemaking and marketing, University College Dublin

**ARTICLE 25
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 AUGUST 2022**

and Rwandan scientists from the Ministry of Agriculture for a cattle breeding programme and carbon neutral management of cattle.

When the project moves into design, we will seek out engineering partners with experience in bio-gas and other sustainable methods for delivering hot and cold water, and cooling for the cheese ripening rooms.

FINANCIAL REVIEW

While our day-to-day operations are supported by cash accounting, accounting standards require us to recognise income and expenditure by accrual accounting within the relevant period. Besides income and expenditures this includes accounting for donations in kind and voluntary services provided by our partners.

The Statement of Financial Activities shows net shortfall for the year of £24,570 (2021: surplus of £57,410) and our reserves stand at £50,056 (2021: £74,626) in total. The income for the year generated from donations and legacies was £353,500 (2021: £401,296) and the income from charitable activities was £399,393 (2021: £490,793). The worsening in the financial position was due to fewer fundraising activities due to Covid and several projects being at an early stage when fewer cost contributions are generated.

RESERVES POLICY

The charity aims to have a policy of holding 3 months of reserves. The average actual reserves for the fiscal year were less than twice the monthly operating cost due to a drop off in fundraising income. We have made it a key priority to attain a truly sustainable flow of finance. Following from the end of fiscal year 2021-22 we have adopted a new policy with respect to balancing our charitable project activities so that in future cost contributions will equal costs on at least 65% of our projects.

FUTURE DEVELOPMENTS

For the period May – August 2022 the incoming Managing Director set about devising a three-year organisational strategy for 2023-2026, following an initial 360 appraisal of the organisation. This was signed off by the Board in October 2022. This document outlines five strategic areas of focus for the organisation, with a view to stabilising the organisation financially over the period of the strategy, recognising that Article 25 must deliver financial stability before we can invest for growth.

The five strategic priorities for Article 25 over the period are:

- Become the 'go-to' architectural organisation within the international development community for design and build projects

We will do this through increased engagement with other INGO's, governments and key stakeholders. Communications and engagement strategy to focus on an INGO audience.

- Increase the number and scale of Article 25 projects

**ARTICLE 25
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 AUGUST 2022**

We will do this by securing at least 10 new projects during the course of the strategy, using the new operating model for surplus generating, cost recovery and subsidised projects, (30/50/20 ratio) and adopt a proactive approach to project leads. We will use agreed assessment tools (based on the Social Return on Investment) at all stages: leads, EOI, shortlist, outline bid, appointment, feasibility study and final bid and appointment, to ensure Article 25 is delivering significant and measurable environmental, social and economic benefits on all aspects of our projects.

- Create and measure greater impact from Article 25 projects

We will do this by evaluating Social Return on Investment (SROI) to demonstrate the social, economic, environmental and financial value that results from our activities to attract new investment and project partners. Use SROI to inform our communication strategy with stakeholders to leverage investment, partnership and improve tenders.

- Raise more funds to ensure financial sustainability

Increase cost contribution from projects (as per business model) from 40% of total project value to 65%. Adopt the new fundraising strategy and use fundraised income to invest in organisational infrastructure, fundraising capabilities and build up reserves - rather than using fundraised income to plug existing shortfall.

- Employ a communications strategy that better communicate our impact to an INGO audience

We will do this by identifying key stakeholders and develop a targeted communications strategy, based on evidenced data. Move from predominantly architect and public facing communications to a strategy focused on the wider INGO sector and governments.

FUNDRAISING

Cashflow has remained challenging over this financial year, but project activity has increased substantially which should show a positive financial impact in 2022-23.

The incoming Managing Director was tasked by the Board to stabilise the financial position of the organisation and a number of fundraising recommendations are being adopted to do this, as set out in the new strategy. These include:

Major Donor Fundraising

We will maintain and grow our income from major donors. We are extremely grateful to our existing major donors and for their generous and continued commitment to Article 25.

Corporate Partnerships

We will maintain and grow our income from corporate donors. Article 25 will launch a new corporate fundraising campaign in 2023, to bolster our existing base of incredible corporate supporters – without whom our work would simply not be possible.

**ARTICLE 25
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 AUGUST 2022**

Trust Fundraising

Article 25 will test a modest trusts and foundations fundraising programme, an income stream previously not explored by the organisation, in the interests of diversifying our income streams.

Individual Giving

Article 25 will explore new initiatives to bolster our individual giving income such as The Big Give campaign and a specific legacy campaign.

The diversified fundraising effort, coupled with the new financial model for how Article 25 calculates cost contributions for projects, will ensure the charity generates additional unrestricted income and reserves.

Future Project Work

For 2022-23 we look forward to constructing the second phase of the Children's Village in northern Tanzania. We hope to conclude design of the houses in Dominica. Design of Phase 5 of the Pre-school for disabled and able-bodied children in Mbeya should be completed by the end of the fiscal year. The Operation Smile clinic in Marrakech should be mid-way through construction and the hospital refurbishment at Bouafi Hospital in Casablanca should be complete. We expect to be in construction on a new hospital in Montserrat. We should conclude the hospital construction work in Nepal with the Leprosy Mission and have the laboratory in construction. We also hope to start design work on the hospital project, in Tansen, Nepal.

We expect to begin design work on the dairy in Rwanda and on the replacement hospital in Ghana.

RESPONSIBILITIES OF THE BOARD OF TRUSTEES

The Board of Trustees (who are also the Directors of The Charitable Company for 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 income and expenditure, of the charitable company for that year. 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 (FRS102);
- make judgements and estimates that are reasonable and prudent; and
- 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.

**ARTICLE 25
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 AUGUST 2022**

The Board of Trustees are responsible for keeping proper accounting records that 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.

AUDIT

Under the terms of the Charities Act 2011, the Company falls within the range for which no audit is required. However, an independent examination of the accounts is required.

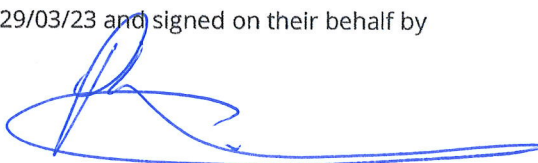
APPROVAL

These financial statements have been prepared in accordance with the Companies Act 2006 and the Charities SORP (FRS102).

Approved by the Board of Trustees on 29/03/23 and signed on their behalf by



D Bennetts



Phil Hudson

ARTICLE 25
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 AUGUST 2022

I report to the trustees on my examination of the accounts of the above charity ("the Trust") for the year ended 31st August 2022.

Responsibilities and basis of report

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

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

Independent examiner's statement

The company's gross income exceeded £250,000 and I am qualified to undertake the examination because a qualified member of the ICAEW.

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

- the accounting records were not kept in respect of the company 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 (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.



David Green, MA (Cantab) ACA
Azets
Suites B & D
Burnham Yard
Beaconsfield
Buckinghamshire
HP9 2JH

19 April 2023

ARTICLE 25
STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 AUGUST 2022

	Notes	2022 Restricted Funds £	2022 Unrestricted Funds £	2022 Total Funds £	2021 Total Funds £
INCOME					
Donations and legacies	4	2,000	351,500	353,500	401,296
Income from charitable activities	5	-	399,393	399,393	490,793
Other income	6	-	-	-	7,032
Total Income		2,000	750,893	752,893	899,121
EXPENDITURE					
Cost of raising funds	8	-	92,172	92,172	49,472
Charitable activities	8	25,317	419,798	445,115	541,391
Support costs	8	-	240,176	240,176	250,848
Total Expenditure		25,317	752,146	777,463	841,711
Net (expenditure)/income		(23,317)	(1,253)	(24,570)	57,410
RECONCILIATION OF FUNDS					
Total funds brought forward as at 1 September 2021		44,878	30,748	74,626	17,216
Total funds carried forward as at 31 August 2022	15	20,561	29,495	50,056	74,626

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

The notes on pages 18 to 26 form part of these financial statements.

ARTICLE 25
BALANCE SHEET
AT 31 AUGUST 2022
Co Reg No 05608022

		2022	2021
		Total	Total
		funds	funds
	Notes	£	£
FIXED ASSETS			
Tangible assets	10	425	1,275
CURRENT ASSETS			
Cash at bank and in hand		52,141	99,118
Debtors	11	137,056	71,763
CREDITORS			
Amounts falling due within one year	12	(86,233)	(59,197)
NET CURRENT ASSETS		102,964	111,684
CREDITORS			
Amounts falling due in more than one year	13	(53,333)	(38,333)
NET ASSETS/LIABILITIES		<u>50,056</u>	<u>74,626</u>
FUNDS			
Restricted funds	15	20,561	43,878
Unrestricted funds	15	<u>29,495</u>	<u>30,748</u>
TOTAL FUNDS		<u>50,056</u>	<u>74,626</u>

For the year ending 31 August 2022 the company was entitled to exemption from audit under Section 477 of the Companies Act 2006 relating to small companies.

No members have required the company to obtain an audit of its accounts for the year in question in accordance with section 476 of the Companies Act 2006.

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

These accounts have been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small charitable companies.

The notes on pages 18 to 26 form part of these financial statements

**ARTICLE 25
BALANCE SHEET
AT 31 AUGUST 2022
Co Reg No 05608022**

The financial statements were approved and authorised for issue by the Board of Trustees on 29 March 2023 and were signed on its behalf by:



Denise Bennetts



Phil Hudson

ARTICLE 25
STATEMENT OF CASH FLOWS
AT 31 AUGUST 2022

	2022	2021
	£	£
Cash flow from operating activities		
Net surplus/(deficit) for the year	(24,570)	57,410
Depreciation of tangible fixed assets	850	4,034
(Increase) / decrease in debtors	(65,293)	(33,557)
Increase / (decrease) in creditors	42,036	(22,037)
Net cash flow from operating activities	<u>(46,977)</u>	<u>5,850</u>
Cash flow from investing activities		
Acquisition of tangible fixed assets	-	-
Net cash flow from investing activities	<u>-</u>	<u>-</u>
Net (decrease) / increase in cash and cash equivalents	<u>(46,977)</u>	<u>5,850</u>
Cash and cash equivalents at 1st September 2021	99,118	93,268
Cash and cash equivalents at 31st August 2022	<u>52,141</u>	<u>99,118</u>

The notes on pages 18 to 26 form part of these financial statements.

ARTICLE 25
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022

1. COMPANY INFORMATION

Article 25 is a private company, limited by guarantee, registered in England Wales. The company's registered number and registered office address can be found on Page 1.

2. STATEMENT OF COMPLIANCE

The financial statements have been prepared in compliance 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) Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006 as they apply to the financial statements of the company for the year ended 31 August 2022.

3. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements have been prepared under the historic cost convention.

The financial statements are presented in sterling (£) which is also the functional currency of the company.

The company meets the definition of a public benefit entity under FRS 102.

Income recognition policies

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.

For donations to be recognised the charity will have been notified of the amounts and the settlement date in writing. If there are conditions attached to the donation and this requires a level of performance before entitlement can be obtained then income is deferred until those conditions are fully met or the fulfilment of those conditions is within the control of the charity and it is probable that they will be fulfilled.

For legacies, the point of entitlement is the earlier of the date of the charity being notified of an impending distribution or the date the legacy is received. At this point income is recognised. On occasion legacies will be notified to the charity however it is not possible to measure the amount expected to be distributed. On these occasions, the legacy is treated as a contingent asset and disclosed.

Investment income is earned through holding assets for investment purposes such as on short term bank deposit and solely comprises bank interest.

ARTICLE 25
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022

Expenditure recognition

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation can be measured reliably. It is categorised under the following headings:

- Costs of raising funds includes the costs associated with the fundraising team, including payroll for the members of that team and the direct costs of fundraising events.
- Expenditure on charitable activities comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. This includes staff costs, mission expenses and associated costs.
- Other expenditure represents those items not falling into the categories above.
- Irrecoverable VAT is charged as an expense against the activity for which expenditure arose.

Allocation of support costs

Charitable expenditure includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. They also include those costs associated with meeting the constitutional and statutory requirements of the charity and include the audit fees and costs linked to the strategic management of the charity.

All costs are allocated between the expenditure categories of the Statement of Financial Activities on a basis designed to reflect the use of the resource.

Debtors

Other debtors are recognised at the settlement amount due. Prepayments are valued at the amount prepaid.

Cash at bank

Cash at bank comprises balances held in various instant access bank accounts and represents highly liquid funds.

Creditors

Creditors and provisions are recognised where the charity has 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. Creditors and provisions are normally recognised at their settlement amount.

Financial instruments

The charity has only 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.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Plant and machinery etc - write off over 3 years

ARTICLE 25
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022

3. ACCOUNTING POLICIES (continued)

Taxation

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

Fund accounting

Unrestricted funds can be used in accordance with the charitable objects at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charitable company. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Going concern

The financial statements have been prepared on a going concern basis as the directors believe that no material uncertainties exist. The directors have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements and are satisfied that the charity will be able to continue as a going concern.

Volunteers and donated services and facilities

Where services are provided to the charity as a donation that would normally be purchased from our suppliers, this contribution is included in the financial statements at an estimate based on the fair value of the contribution to the charity. Donated services and facilities are analysed in note 18. As provided in the SORP (FRS 102) no amount is included in the financial statements for volunteer time.

Operating leases

Rentals applicable to operating leases are charged to the SoFA on a straight-lined basis over the period of the lease.

Critical accounting estimates and areas of judgement

Preparation of the financial statements requires management to make significant judgements and estimates. The items in the financial statements where these judgements and estimate have been made include:

- Volunteers and donated services and facilities (see above)

4. DONATIONS AND LEGACIES

	2022	2021
	£	£
Donations	164,625	208,778
Donations in kind	162,940	167,218
Gift aid	<u>25,935</u>	<u>25,300</u>
	<u>353,500</u>	<u>401,296</u>

Included in donations there is £2,000 (2021: £6,611) of restricted income.

ARTICLE 25
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022

5. INCOME FROM CHARITABLE ACTIVITIES

	2022	2021
	£	£
Fundraising events	41,197	45,625
Grants	<u>358,196</u>	<u>445,758</u>
	<u>399,393</u>	<u>490,793</u>

Included in the Grant Income there is £Nil (2022: £90,752) of restricted income.

6. OTHER INCOME

	2022	2021
	£	£
JRS Government Grant	-	7,032
Sundry income	<u>-</u>	<u>-</u>
Total	<u><u>-</u></u>	<u><u>7,032</u></u>

7. NET INCOMING/(OUTGOING) RESOURCES

Net resources are stated after charging:

	2022	2021
	£	£
Depreciation - owned assets	850	4,034
Independent examination fees	3,600	3,390

8. EXPENDITURE ANALYSIS

	Restricted funds	Unrestricted funds	Total 2022 £	Total 2021 £
Raising funds				
Events	-	17,535	17,535	19,581
Admin	<u>-</u>	<u>74,637</u>	<u>74,637</u>	<u>29,891</u>
	-	92,172	92,172	49,472
Mission				
Professional	-	255,187	255,187	263,916
Delivery	<u>25,317</u>	<u>164,611</u>	<u>189,928</u>	<u>277,475</u>
	<u>25,317</u>	<u>419,798</u>	<u>445,115</u>	<u>541,391</u>

ARTICLE 25
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022

Support Costs (including Governance)

Rent Rates and Service Charge	-	143,568	153,014	153,014
Communications	-	6,686	6,686	7,640
Office	-	60,030	60,030	63,974
Insurance	-	7,677	7,677	6,369
IT	-	17,457	17,457	12,559
Legal & Professional	-	3,972	3,972	7,123
Finance	-	787	787	169
	-	<u>240,176</u>	<u>240,176</u>	<u>250,848</u>
	<u>25,317</u>	<u>752,146</u>	<u>777,463</u>	<u>841,711</u>

In the prior year there was restricted expenditure of £87,609 in relation to Mission: Delivery.

9. STAFF COSTS

Paid Staff

	2022	2021
	£	£
Wages and salaries	317,396	289,735
Social security costs	32,015	28,024
Pension contributions	<u>7,410</u>	<u>6,251</u>
	<u>356,821</u>	<u>324,010</u>

Time Donated

	2021	2021
	£	£
Professional Resource	<u>62,940</u>	<u>64,718</u>
	<u>62,940</u>	<u>64,718</u>

The number of salaried employees averaged 7 (2021: 7) but varied according to project needs. One employee was paid between £60,000 and £70,000 in the current year (two employees were paid between £60,000 and £70,000 in the prior year). Alongside staff there is a larger team of volunteers helping to deliver Article 25's work. The volunteers include those volunteering in Article 25's in-house design team and communications team (averaging 22 in the current and 22 in the prior year) and the professionals and practices volunteering their time from their own practices (averaging 18 part time in the current year and 16 part time in the prior year). The key management personnel are D. Murray (to April 2022), G Holding (from April 2022) and B. Sennewald (2021 D. Murray and B. Sennewald). The total employee benefits of the key management personnel of the charitable company were £149,425 (2021: £142,450).

ARTICLE 25
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022

10. TANGIBLE FIXED ASSETS

	Plant and machinery etc
COST	£
At 1 September 2021	17,079
Additions	-
Disposals	<u>(14,529)</u>
At 31 August 2022	<u>2,550</u>
DEPRECIATION	
At 1 September 2020	15,804
Charge for year	850
On disposal	<u>(14,529)</u>
At 31 August 2021	<u>2,125</u>
NET BOOK VALUE	
At 31 August 2022	<u>425</u>

At 1 September 2021 1,275

11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Prepayments & accrued income	<u>137,056</u>	<u>71,763</u>

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Tax and social security creditor	9,583	7,274
Loans	40,000	10,000
Other creditors	10,800	11,763
Accruals & deferred income	<u>25,850</u>	<u>30,160</u>
	<u>86,233</u>	<u>59,197</u>

13. CREDITORS: AMOUNTS FALLING DUE IN MORE THAN ONE YEAR

	2022	2021
	£	£
Total Loans	<u>93,333</u>	<u>48,333</u>
	<u>93,333</u>	<u>48,333</u>
Loans are repayable as follows:		
Within one year	40,000	10,000
Between one to two years	35,000	10,000
Between two to five years	18,333	28,333
More than five years	-	-

Of the loans £55,000 (2021: £Nil) are unsecured and are interest free. With the remainder of the loan it is a bounce back loan that is unsecured and interest is charged at 2.5% from June 2021 – June 2026.

ARTICLE 25
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022

14. ANALYSIS OF NET ASSETS BETWEEN FUNDS – CURRENT YEAR

	Unrestricted funds £	Restricted funds £	Total funds £
Fixed Assets	425	-	425
Cash	31,580	20,561	52,141
Debtors	137,056	-	137,056
Creditors due in less than one year	(86,233)	-	(86,233)
Creditors due in more than one year	(53,333)	-	(53,333)
	<u>29,495</u>	<u>20,561</u>	<u>50,056</u>

ANALYSIS OF NET ASSETS BETWEEN FUNDS – PREVIOUS YEAR

	Unrestricted funds £	Restricted funds £	Total funds £
Fixed Assets	1,275	-	1,275
Cash	55,240	43,878	99,118
Debtors	71,763	-	71,763
Creditors due in less than one year	(59,197)	-	(59,197)
Creditors due in more than one year	(38,333)	-	(38,333)
	<u>30,748</u>	<u>43,878</u>	<u>74,626</u>

15. MOVEMENT IN FUNDS – Current year

	At 1.9.21 £	Incoming resources £	Resources expended £	At 31.8.22 £
Funds				
Unrestricted	30,748	750,893	(752,146)	29,495
Restricted	<u>43,878</u>	<u>2,000</u>	<u>(25,317)</u>	<u>20,561</u>
TOTAL FUNDS	<u>74,626</u>	<u>752,893</u>	<u>(777,463)</u>	<u>50,056</u>

The Restricted fund comprises of the following:

	At 1.9.21 £	Incoming resources £	Resources expended £	At 31.8.22 £
Project				
Warm & Healthy Homes	7,343	-	-	7,343
Child Support Tanzania	10	2,000	(2,000)	10
Glendon Hospital Montserrat	7,124	-	(7,124)	-
Yangon Hand Hygiene	5,668	-	(5,474)	194
Operation Smile Marrakesh	23,733	-	(10,719)	13,014
TOTAL RESTRICTED FUNDS	<u>43,878</u>	<u>2,000</u>	<u>(25,317)</u>	<u>20,561</u>

The Warm & Healthy Homes project provides workshops for people in London who suffer from fuel poverty.

The Child Support Tanzania project helps run a pre-school in Tanzania for children with physical and mental disabilities to enable them to join a mainstream school curriculum at age five.

ARTICLE 25
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022

The Glendon Hospital Montserrat project is for the initial concept design options for a new general hospital.

The Yangon Hand Hygiene project supports our long-term work at the hospital and devised to support the hospital staff with the provision of hand sanitizers, soaps and restorative plumbing works.

The Operation Smile Marrakesh project aims to provide better access to specialist healthcare and dentistry focussed on cleft lip and cleft palette.

The Beirut Emergency Fund was set up to deliver emergency remedial work on buildings damaged in the major port explosions that shook the city on 4th August 2020.

	At 1.9.20	Incoming resources	Resources expended	At 31.8.21
	£	£	£	£
Funds				
Unrestricted	(16,908)	801,758	(754,102)	30,748
Restricted	<u>34,124</u>	<u>97,363</u>	<u>(87,609)</u>	<u>43,878</u>
TOTAL FUNDS	<u>17,216</u>	<u>899,121</u>	<u>(841,711)</u>	<u>74,626</u>

The Restricted fund comprises of the following:

	At 1.9.20	Incoming resources	Resources expended	At 31.8.21
		£	£	£
Project				
Warm & Healthy Homes	7,343	-	-	7,343
Child Support Tanzania	10	-	-	10
Glendon Hospital Montserrat	20,984	55,019	(68,879)	7,124
Yangon Hand Hygiene	5,787	68	(187)	5,668
Operation Smile Marrakesh	-	35,733	(12,000)	23,733
Beirut Emergency Fund	-	6,543	(6,543)	-
TOTAL RESTRICTED FUNDS	<u>34,124</u>	<u>97,363</u>	<u>(87,609)</u>	<u>43,878</u>

16. RELATED PARTY DISCLOSURES

None of the trustees (or any persons connected with them) received any remuneration during the current or prior years, nor did any of them claim any expenses (2021: Nil). During the year there was unrestricted income from the trustees and persons connected with them totalling £15,000 (2021: £40,000).

17. COMPANY STATUS

The company is limited by guarantee and has no share capital. In accordance with the Memorandum and Articles of the charitable company, the liability of members is limited to £10 each in the event of the winding up of the charitable company. At 31 August 2022 there were 8 members (2021: 8 members).

ARTICLE 25
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022

18. DONATED FACILITIES AND SERVICES

	2022	2021
	£	£
Office space	100,000	100,000
PR	-	2,500
Professional skills donated	62,940	64,718
	162,940	167,218

The income equivalent of the above services and facilities were recognised within incoming resources as a donation, and an equivalent charge included within resources expended.

19. OPERATING LEASES

Total future minimum lease payments under non-cancellable operating leases are as follows:

	2022	2021
	£	£
Less than one year	5,683	5,683
Between one and five years	15,158	19,697
More than five years	-	1,145
	20,841	26,525

20. ANALYSIS OF CHANGES IN NET DEBT

	Balance at beginning of year £	Cash Flow £	Other changes £	Balance at end of year £
Cash at bank and in hand	99,118	(46,977)	-	52,141
Total cash and cash equivalents	99,118	(46,977)	-	52,141
Loans due within one year	(10,000)	(30,000)	-	(40,000)
Loans due in more than one year	(38,333)	(15,000)	-	(53,333)
Total	50,785	(91,977)	-	(41,192)

ARTICLE 25
DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 AUGUST 2022

	Restricted £	Unrestricted £	2022 £	2021 £
INCOME				
Voluntary income				
Donations	2,000	162,625	164,625	208,778
Donations in kind	-	162,940	162,940	167,218
Gift aid	-	25,935	25,935	25,300
Legacy	-	-	-	-
	<u>2,000</u>	<u>351,500</u>	<u>353,500</u>	<u>401,296</u>
Activities for generating funds				
Fundraising events	-	41,197	41,197	45,625
Grants	-	<u>358,196</u>	<u>358,196</u>	<u>445,758</u>
	-	399,393	399,393	490,793
Other income				
JRS Government Grant	-	-	-	7,032
Sundry income	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total incoming resources	2,000	750,893	752,893	899,121
EXPENDITURE				
Costs of generating income				
Wages	-	66,533	66,533	26,260
Social security	-	6,756	6,756	3,076
Pension costs	-	1,348	1,348	555
Promotion	-	4,583	4,583	12,470
Events	-	<u>12,952</u>	<u>12,952</u>	<u>7,111</u>
	-	92,172	92,172	49,472
Charitable activities				
Wages	-	204,589	204,589	212,225
Social security	-	20,322	20,322	18,848
Pension costs	-	5,115	5,115	4,643
Travel	-	25,162	25,162	28,200

This page does not form part of the statutory financial statements.

ARTICLE 25
DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 AUGUST 2022

	Restricted £	Unrestricted £	2022 £	2021 £
Charitable activities				
Sundries	-	-	-	-
Mission expenses	25,317	155,601	180,918	269,187
Foreign travel expenses	-	9,009	9,009	7,553
Visas, vaccinations & medical	-	-	-	735
IT and computer consumables	-	-	-	-
General materials etc	-	-	-	-
	25,317	419,798	445,115	541,391
Governance costs				
Legal and professional fees	-	3,972	3,972	7,123
	-	3,972	3,972	7,123
Support costs				
Rent, rates and water	-	143,568	143,568	153,014
Wages	-	46,274	46,274	51,250
Social security	-	4,937	4,937	6,099
Pension costs	-	946	946	1,053
Office services	-	909	909	191
Recruitment & HR	-	4,320	4,320	445
Insurance	-	7,677	7,677	6,369
Telephone	-	6,686	6,686	7,640
Postage and stationery	-	1,794	1,794	903
IT and computer consumables	-	17,457	17,457	12,559
Depreciation of tangible assets	-	850	850	4,034
	-	235,418	235,418	243,557
Finance				
Bank charges	-	137	137	60
Bank interest	-	650	650	108
	-	650	650	108
Total Expenditure	25,317	752,146	777,463	841,709
Net Income over expenditure	(23,317)	(1,253)	(24,570)	57,410

This page does not form part of the statutory financial statements.

ARTICLE 25

England & Wales - Charity number 1112621

Accounts

REGISTERED COMPANY NUMBER: 05608022 (England and Wales)
REGISTERED CHARITY NUMBER: 1112621

ARTICLE 25

**TRUSTEES REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2021**

ARTICLE 25
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FOR THE YEAR ENDED 31 AUGUST 2021

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ARTICLE 25
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 AUGUST 2021

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number	:	05608022 (England and Wales)
Registered Charity number	:	1112621
Registered office and principal office	:	6 th Floor 1 Canada Square London E14 5AB
Managing Director	:	D Murray
Directors and Trustees	:	S Prasad (resigned 15/4/21) J B Pringle M J Catton A E Bateson (resigned 15/4/21) G Grainger D J R Delahunty D Bennetts (chair from 14/10/20) C Soyinka P Hudson N Thingelstad
Patron	:	Lord Foster of Thames Bank
Independent Examiner	:	David Green MA (Cantab) ACA Azets Suites B & D Burnham Yard Beaconsfield Buckinghamshire HP9 2JH
Bankers	:	The Co-operative Bank P.O.Box 250, Dell House, Skelmersdale Lancashire WN8 6WT Bank of Scotland PO Box 1000 BX2 1LB

The Trustees, who are also directors of the charitable company for the purposes of the Companies Act 2006, present their annual report and the financial statements for the period ended 31 August 2021 which are also prepared to meet the requirements for a Director's report and accounts for Companies Act purposes. The financial statements have been prepared in accordance with the accounting policies set out in note 3 to the accounts and comply with the Companies Act 2006 and the Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standards applicable in the UK and Republic of Ireland (FRS 102).

**ARTICLE 25
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 AUGUST 2021**

CHAIR'S INTRODUCTION

Article 25 supports and empowers communities around the world to design and build housing, schools and medical facilities, enabling local development, alleviating poverty, and improving equality of access to healthcare, education, and a safe place to live. We also often help to rebuild lives and livelihoods in the wake of disasters and conflicts. By working closely with local people, we develop an acute understanding of prevailing conditions, capacity and resources. By applying the best principles of architecture and engineering we design resilient, functional, beautiful and safe places for housing, education and healthcare. Working on the ground alongside these communities, we supervise construction; and through training support we exchange knowledge and skills with people to build greater capacity within that community. The end result is never just a building that serves to increase access to safe housing, learning, and better health, it is also the legacy of a community with greater resilience and more opportunities to enjoy a thriving future. In 15 years, Article 25 has carried out over 95 projects in 36 countries.

This financial year our work continued to be impacted by the necessary response to Covid-19 but the only project to be postponed was our work on Warm and Healthy Homes workshops in London. In July 2020 we started a four-year programme of design and construction supervision for the Housing Recovery Programme of the island of Dominica. The programme is planned to replace approximately 450 houses lost in Hurricane Maria, with disaster resilient construction. We also completed the design of a Children's Village for orphaned children in northern Tanzania (and started construction in October 2021).

We are continuing to work in close partnership with Child Support Tanzania and Able Child Africa, as we near completion of the third phase of construction – a dining hall and kitchen – and the fourth phase – a physiotherapy space and classroom – will move into construction soon after completion of Phase 3. A site architect and architectural assistant are working together onsite to oversee the construction works. For the expansion of a school in Niamey, Niger, our first two phases of construction are now complete.

Having completed the Preliminary Design of a community hospital on the island of Montserrat in February 2020, we are awaiting details of the next tender stage which would enable Article 25 to take this project through to construction. This hospital will replace one destroyed in a volcanic eruption in 1997. In Morocco, we are close to completion of the detailed design for a clinic for Operation Smile in Marrakesh and should soon move into construction. The Masterplan and attendant works for the General Hospital in Yangon, Myanmar, was sadly abruptly halted in February 2021 due to the military coup. A Trauma Centre in Nepal for the Leprosy Mission is nearing construction completion. And we have added a new project to this same site as Leprosy Mission secured funding to create a new laboratory.

Some staff changes occurred in 2020-21, Project Architect Caitriona O'Connor left in January 2021 and Project Architect Josine Lambert left in March 2021. Project Architect Femi Santos joined the team in September 2021.

On behalf of the Trustees, I want to thank most warmly our hard-working staff and volunteer team, our partners in the many countries where we work, our professional collaborators who help us to deliver these projects and, of course, our donors and supporters both small and large, who help to build and maintain our charity so that it is as resilient as the buildings we create and the communities we support across the world.

ARTICLE 25
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 AUGUST 2021

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a Memorandum and Articles of Association, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006. The Memorandum and Articles of Association is the charity's governing document. The Articles of Association are currently being reviewed by Trustee Natalie Thingelstad and are expected to be updated as appropriate.

Recruitment and appointment of new trustees

The existing Trustees appoint trustees. Their terms and responsibilities are outlined in a trustee recruitment policy that was implemented in 2016. Trustees of the charity are also Directors of the Limited Company. We apply a rotation of Directors and as per our Articles of Association; one third of the Directors must retire each year but may be re-elected.

During 2020-21, we saw two trustees retire from the board and we intend to make further appointments, mindful of our aims of equality, diversity, and inclusion, whilst also seeking to further diversify the skills and expertise we have access to at board level. The board appointed trustee Denise Bennetts to Chair at the October 2020 board meeting. We thank the two trustees who stepped down: Sunand Prasad. Ashley Bateson, for their support to the board and the charity as a whole.

COVID -19

Since February 2020, Article 25 has been impacted by the public health crisis of Covid-19. We have undertaken measures to ensure the welfare of staff and people working on our sites, from our offices, and homes. We have also been reviewing the impact on our projects and have implemented measures to mitigate the financial consequences. Among these are temporary furloughs of some staff members and taking up a £50,000 Bounce Back loan in June 2020, offered our bank and backed by the U.K. government. The use of this Bounce Back Loan is subject to certain internal drawdown protocols and held in our reserve account, with board level consideration of cashflow projections as a means of mitigating any future financial shocks relating to the ongoing pandemic. We continue to keep our risk assessments under regular review and revise them based on the latest U.K. government advice.

Organisational aims

Article 25 was founded originally under the name Architects for Aid and was set up to provide better housing for those in need and to work with partner NGOs to provide built solutions wherever there is disaster, poverty or need. Renamed Article 25 in 2009, the charity aims to promote safe housing, access to education, and healthcare as a human right, and is named after the 25th Article of the Universal Declaration of Human Rights, which is the article of the declaration relating to the built environment.

Organisational structure

Our organisational structure comprises a Board of Trustees, a Senior Management Team, the Staff and Volunteers. The team of staff and volunteers is organised into projects and operations (including fundraising and communications).

Related parties

Article 25 works with partner NGOs, INGOs, charities, development agencies and governments in the UK and overseas. Article 25 receives the donation of skills from various professional parties who assist in the delivery of our projects.

Article 25 introduces capacity building in design and construction design skills to international development projects. The organisation also provides continuing education to professional firms and larger agencies in the developing world as a way to increase the impact of its work.

**ARTICLE 25
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 AUGUST 2021**

Risk management

All Article 25 projects and operations are assessed for their potential risks in delivery before significant charity resources are dedicated to the project. A risk register is maintained by the Managing Director and Director of Projects, and is presented for approval at the quarterly trustee board meetings.

The charity also works closely with local and international bodies (for example the High Commission or Embassy departments as appropriate) when undertaking the management of work overseas and dealing with any issues of controversy or potential controversy when working alone, or with any collaborating entity. Article 25 operates a current child protection policy.

Overseas project travel is assessed for risks ahead of each field trip. If necessary, staff and volunteers undergo any required hostile environment and first aid briefings prior to going abroad. All travellers are covered under an Article 25 insurance policy, specifically provided for NGO workers; they are briefed on pertinent local social issues and are instructed to carry emergency contact details. Each location is researched in advance and advice sought from FCO and in-country sources. We work particularly with local partners who have detailed knowledge of conditions in the field.

Article 25 has public liability and professional indemnity insurance to offset any risk incurred in the course of conducting our work at home and overseas. Article 25 has NGO travel insurance for personnel in the field. Our legal advisors have advised that we have, through the training and documentation we use, achieved effective limitation for our liability regarding risks in sending participants on overseas projects and that they have sufficient information to meet standards of "informed consent" to participate as staff or volunteers for Article 25. Article 25 staff and volunteers working overseas or in the UK (as appropriate) are required to sign waivers of liability for any activities they may undertake outside the scope of their Article 25 remit.

**ARTICLE 25
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 AUGUST 2021**

OBJECTIVES AND ACTIVITIES FOR THE PUBLIC BENEFIT

Objectives and aims

The trustees have considered the guidance published by the Charity Commission and have concluded that the charitable company's core activities satisfactorily address the principles of identifiable public benefit and demonstrate that the charitable company has fulfilled the public benefit requirement under the Charities Act 2011.

Article 25 provides building design solutions and key construction project management skills to the International Development community. Focusing on the core areas of buildings for housing, learning, health, and where appropriate, resilience to disasters, we aim to apply these skills where they make the greatest beneficial difference to the most disadvantaged communities. We continue to deliver these objectives through close collaborations with NGOs and community groups internationally. We have expanded our work to provide technical skills to larger humanitarian organisations.

ACHIEVEMENT AND PERFORMANCE

Charitable Activities

Article 25 continues to deliver essential design and construction skills to those who would otherwise have no access to such services. We work with partners across the built environment sector to provide design, construction and engineering skills to benefit some of the poorest and most vulnerable communities in the world.

Throughout all of our work, capacity development remains a constant priority. Our construction projects are used to develop the skills of workers in the communities of our local partners and to increase long-term resilience, leaving behind a community better able to build safely for itself. We improve the long-term performance of a project by engaging the end-users from inception to completion. This positively affects the sustainability of a project and builds the capacity of those local partners who take responsibility for the project and its sustainable operation.

Article 25 is one of the few organisations globally delivering this technical work as a primary objective and from a small base of operations. This demonstrates its ability to have a positive impact on hundreds of thousands of beneficiaries.

Article 25 safeguards the effectiveness of its work through maintaining high professional standards and by monitoring outputs. We examine the long-term sustainability of each project to ensure a lasting impact is achieved.

Housing

Dominica

This project continues moving at a fast pace and there are various stages of the project occurring simultaneously. All 320 beneficiaries enrolled to date have had a visit from our Dominican team to carry out a site survey as well as discuss the various house options. By the end of this financial year, we had submitted 171 planning applications; received 43 planning approvals; submitted 117 tender packs to the

**ARTICLE 25
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 AUGUST 2021**

client and over 60 tenders had been awarded. Article 25 has a site architect on this project to support construction oversight and quality control as well as communication across a complex network of local contractors, government officials, and local beneficiaries.

London

London Warm Homes workshops scheduled to run in the autumn and winter of 2020/2021 had to be postponed due to the COVID pandemic. Workshops are funded and will resume when possible.

Tanzania

We have completed the design of a Children's Village for orphaned children in northern Tanzania, and started construction in October 2021. We have hired a young Tanzanian architect to function as site architect for the project, and she started on site in October.

Learning

Niger

The first four classrooms, two latrine blocks and the Guard's house were completed and handed over to the client for the start of the school year in October 2021. All other works are now complete except for the pumps in the water tower. Phase 3 construction drawings have been updated and are now being priced.

Tanzania

Phase 3 of this school project, which consists of a kitchen and a dining/assembly hall is nearing completion. The roof has been completed and the internal finishes are being carried out and the windows and doors have been installed. We are currently designing the next phase of the project which consists of a physiotherapy room, administration block, several more classrooms and the final components of the sanitation. The funds for this phase come from a legacy donation through our project partner Able Child Africa, as well as a recent grant from Cure Myotonic Dystrophy.

Health

Montserrat

The Preliminary Design of this general hospital is complete. The Government of Montserrat have chosen their preferred design option from the three we presented to them. We are now awaiting an abbreviated tender for the Final Design and Construction Administration.

Morocco (Casablanca).

Our team visited Bouafi Hospital in August 2021 while on a design development trip for the clinic project in Marrakesh. We are currently producing design concepts for the renovation of one floor into operating theatres and neonatal and paediatric intensive care wards. We will be working with local Moroccan engineers on this project.

Morocco (Marrakesh)

We submitted our RIBA Stage 3 drawings for this Operation Smile healthcare facility, and the building received a building permit from the local municipality. We are currently drawing details of all medical spaces while awaiting drawings from the local structural engineer to prepare tender documentation and finalise coordination.

**ARTICLE 25
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 AUGUST 2021**

Myanmar

Following the coup d'état of 1st Feb 2021 the project was paused and the local Article 25 team ceased any contact with hospital management and government officials to ensure their safety. Some outstanding work was completed during February and March. As a result of this major disruption, on March 25, our partner charity Rangoon General Hospital Regeneration Trust issued a notice of intent to terminate our contract, and so we closed the project out and delivered outstanding documentation to RGHR in accordance with contract provisions, and in readiness for any re-instatement of work in the future.

Nepal

The external walls of the Trauma Centre at Anandaban Hospital are close to completion. The brick detailing is a modern interpretation of traditional Newari architecture of the Kathmandu valley, which adds texture and depth to the façade. Access ramps, retaining walls and, MEP services and installation of internal doors are also in progress. The contractor requested 6 months extension contract with new completion date in March 2022 due to delays caused by COVID and monsoon season.

We also issued the Feasibility Study for the laboratory project on the same campus and have been given the green light to start design. We start with a geotechnical study to confirm we can build on one of the two potential sites, we will also recruit specialist engineers with extensive seismic experience to help us interpret these geotechnical recommendations. We will also start to bring mechanical and electrical engineers on board, both in the U.K. and in Nepal.

FINANCIAL REVIEW

Based on Accounting standards, we are required to recognise associated income and expenditure within the relevant period. Also, there are some non-cash items that require reporting when putting these accounts together. These non-cash items don't translate to payments out of the account e.g. depreciation/ donated services etc.

Fundraising remains a significant challenge. During 2020-21 Article 25 once again held its 10x10 Drawing the City fundraising auction which has become a prominent event in the architectural diary, albeit this year it was held only as an online (silent) auction. Additionally, members of London's architectural, engineering, and wider community continue to support our work in a variety of ways and we have ongoing positive relationships with our project partners that provide a sustainable source of income. The MD continues to deliver against a fundraising strategy aimed at expanding and diversifying our income via corporate sponsorship, major donors and fundraising challenges. The majority of our events fundraising activities were necessarily postponed pending the ongoing response to Covid-19, but a number of the events developed by the charity are ready to be launched as soon as practicable.

The Statement of Financial Activities shows net surplus for the year of £57,410 (2020: £22,250) and our reserves stand at £74,626 (2020: - £17,216) in total. The income for the year generated from voluntary income was £401,296 (2020: £375,246) and from fundraising events, grants and sponsorship income

ARTICLE 25
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 AUGUST 2021

was £490,793 (2020: £364,913). The improvement in the financial position was due to better and more diversified fundraising activities and improved cost contributions on projects.

RESERVES POLICY

The charity aims to have a policy of holding 3 months of reserves. From time-to-time reserves have fallen below this and we have made it a key priority to attain a truly sustainable flow of finance. We are currently working on further developing our fundraising strategies to bring in additional income.

FUTURE DEVELOPMENTS

Whilst cashflow has remained challenging over this financial year, we have enjoyed greater financial stability compared with the previous financial year, and have been in a position to reduce our long-term loan liabilities because of this.

For 2021/22 we look forward to progressing through the construction of the first phase of the Children's Village in northern Tanzania. We expect to continue to make good progress with construction of the houses in Dominica. Construction of Phase 4 of the Pre-school for disabled and able-bodied children in Mbeya should conclude in 2022. We should be in a position to start construction on the Operation Smile clinic in Marrakesh, as well as a retrofit project at Bouafi Hospital in Casablanca for Operation Smile. We hope to secure the tender to deliver a new hospital in Montserrat, and on the same island, design a Volcano Interpretation Centre. We hope to conclude the hospital construction work in Nepal with Leprosy Mission and progress the design of the Laboratory on the same site, and to start work on another hospital project, this time for the United Mission in Nepal.

Looking ahead, Article 25, will deploy its resources in areas of research (including the post occupancy evaluation of our buildings and our intended impacts on local economic, social, and environmental development); projects and advocacy to ensure that our impact is not only innovative and far-reaching but systematic and scalable. We will also continue to pursue development and growth of our fundraising income, in particular within the Cornerstone Donor programme, and through digital engagement, whilst fundraising events remain somewhat hampered due to the ongoing impact of the pandemic and its associated restrictions.

RESPONSIBILITIES OF THE BOARD OF TRUSTEES

The Board of Trustees (who are also the Directors of The Charitable Company for 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 income and expenditure, of the charitable company for that year. 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 (FRS102);

ARTICLE 25
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 AUGUST 2021

- make judgements and estimates that are reasonable and prudent; and
- 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 Board of Trustees are responsible for keeping proper accounting records that 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.

AUDIT

Under the terms of the Charities Act 2011, the Company falls within the range for which no audit is required. However, an independent examination of the accounts is required.

APPROVAL

These financial statements have been prepared in accordance with the Companies Act 2006 and the Charities SORP (FRS102).

Approved by the Board of Trustees on 29/03/22 and signed on their behalf by



D Bennetts



C Soyinka

ARTICLE 25
INDEPENDENT EXAMINER'S REPORT TO THE MEMBERSHIP OF ARTICLE 25
FOR THE YEAR ENDED 31 AUGUST 2021

I report to the trustees on my examination of the accounts of the above charity ("the Trust") for the year ended 31st August 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 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

The company's gross income exceeded £250,000 and I am qualified to undertake the examination because a qualified member of the ICAEW.

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

- the accounting records were not kept in respect of the company 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 (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.



David Green, MA (Cantab) ACA
Azets
Suites B & D
Burnham Yard
Beaconsfield
Buckinghamshire
HP9 2JH

12 April 2022

ARTICLE 25
STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 AUGUST 2021

	Notes	2021 Restricted Funds £	2021 Unrestricted Funds £	2021 Total Funds £	2020 Total Funds £
INCOME					
Donations and legacies	4	6,611	394,685	401,296	375,246
Income from charitable activities	5	90,752	400,041	490,793	364,913
Other income	6	-	7,032	7,032	25,155
Total Income		97,363	801,758	899,121	765,314
EXPENDITURE					
Cost of raising funds	8	-	49,472	49,472	86,149
Charitable activities	8	87,609	453,782	541,391	423,034
Support costs	8	-	250,848	250,848	233,881
Total Expenditure		87,609	754,102	841,711	743,064
Net (expenditure)/income		9,754	47,656	57,410	22,250
RECONCILIATION OF FUNDS					
Total funds brought forward as at 1 September 2020		34,124	(16,908)	17,216	(5,034)
Total funds carried forward as at 31 August 2021	15	43,878	30,748	74,626	17,216

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

The notes on pages 15 to 24 form part of these financial statements.

**ARTICLE 25
BALANCE SHEET
AT 31 AUGUST 2021
Co Reg No 05608022**

		2021 Total funds £	2020 Total funds £
FIXED ASSETS	Notes		
Tangible assets	10	1,275	5,309
CURRENT ASSETS			
Cash at bank and in hand		99,118	93,268
Debtors	11	71,763	38,206
CREDITORS			
Amounts falling due within one year	12	(59,197)	(42,129)
NET CURRENT ASSETS		111,684	94,654
CREDITORS			
Amounts falling due in more than one year	13	(38,333)	(77,438)
NET ASSETS/LIABILITIES		<u>74,626</u>	<u>17,216</u>
FUNDS			
Restricted funds	15	43,878	34,124
Unrestricted funds	15	<u>30,748</u>	<u>(16,908)</u>
TOTAL FUNDS		<u>74,626</u>	<u>17,216</u>

For the year ending 31 August 2021 the company was entitled to exemption from audit under Section 477 of the Companies Act 2006 relating to small companies.

No members have required the company to obtain an audit of its accounts for the year in question in accordance with section 476 of the Companies Act 2006.

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

These accounts have been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small charitable companies.

ARTICLE 25
BALANCE SHEET
AT 31 AUGUST 2021
Co Reg No 05608022

The financial statements were approved and authorised for issue by the Board of Trustees on 29 March 2022 and were signed on its behalf by:



D Bennetts



C Soyinka

The notes on pages 15 to 24 form part of these financial statements.

ARTICLE 25
STATEMENT OF CASH FLOWS
AT 31 AUGUST 2021

	2021	2020
	£	£
Cash flow from operating activities		
Net surplus/deficit for the year	57,410	22,250
Depreciation of tangible fixed assets	4,034	4,875
(Increase) / decrease in debtors	(33,557)	(36,084)
Increase / (decrease) in creditors	(22,037)	56,694
Net cash flow from operating activities	<u>5,850</u>	<u>47,735</u>
Cash flow from investing activities		
Acquisition of tangible fixed assets	-	(2,550)
Net cash flow from investing activities	<u>-</u>	<u>(2,550)</u>
Net increase in cash and cash equivalents	<u>5,850</u>	<u>45,185</u>
Cash and cash equivalents at 1st September 2020	93,268	48,083
Cash and cash equivalents at 31st August 2021	<u>99,118</u>	<u>93,268</u>

The notes on pages 15 to 24 form part of these financial statements.

ARTICLE 25
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2021

1. COMPANY INFORMATION

Article 25 is a private company, limited by guarantee, registered in England Wales. The company's registered number and registered office address can be found on Page 1.

2. STATEMENT OF COMPLIANCE

The financial statements have been prepared in compliance 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) Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006 as they apply to the financial statements of the company for the year ended 31 August 2021.

3. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements have been prepared under the historic cost convention.

The financial statements are presented in sterling (£) which is also the functional currency of the company.

The company meets the definition of a public benefit entity under FRS 102.

Income recognition policies

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.

For donations to be recognised the charity will have been notified of the amounts and the settlement date in writing. If there are conditions attached to the donation and this requires a level of performance before entitlement can be obtained then income is deferred until those conditions are fully met or the fulfilment of those conditions is within the control of the charity and it is probable that they will be fulfilled.

For legacies, the point of entitlement is the earlier of the date of the charity being notified of an impending distribution or the date the legacy is received. At this point income is recognised. On occasion legacies will be notified to the charity however it is not possible to measure the amount expected to be distributed. On these occasions, the legacy is treated as a contingent asset and disclosed.

Investment income is earned through holding assets for investment purposes such as on short term bank deposit and solely comprises bank interest.

ARTICLE 25
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2021

Expenditure recognition

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation can be measured reliably. It is categorised under the following headings:

- Costs of raising funds includes the costs associated with the fundraising team, including payroll for the members of that team and the direct costs of fundraising events.
- Expenditure on charitable activities comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. This includes staff costs, mission expenses and associated costs.
- Other expenditure represents those items not falling into the categories above.
- Irrecoverable VAT is charged as an expense against the activity for which expenditure arose.

ARTICLE 25
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2021

3. ACCOUNTING POLICIES (continued)

Allocation of support costs

Charitable expenditure includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. They also include those costs associated with meeting the constitutional and statutory requirements of the charity and include the audit fees and costs linked to the strategic management of the charity.

All costs are allocated between the expenditure categories of the Statement of Financial Activities on a basis designed to reflect the use of the resource.

Debtors

Other debtors are recognised at the settlement amount due. Prepayments are valued at the amount prepaid.

Cash at bank

Cash at bank comprises balances held in various instant access bank accounts and represents highly liquid funds.

Creditors

Creditors and provisions are recognised where the charity has 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. Creditors and provisions are normally recognised at their settlement amount.

Financial instruments

The charity has only 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.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Plant and machinery etc	- write off over 3 years
-------------------------	--------------------------

Taxation

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

Fund accounting

Unrestricted funds can be used in accordance with the charitable objects at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charitable company. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Going concern

The financial statements have been prepared on a going concern basis as the directors believe

ARTICLE 25
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2021

that no material uncertainties exist. The directors have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements and are satisfied that the charity will be able to continue as a going concern.

Volunteers and donated services and facilities

Where services are provided to the charity as a donation that would normally be purchased from our suppliers, this contribution is included in the financial statements at an estimate based on the fair value of the contribution to the charity. Donated services and facilities are analysed in note 18. As provided in the SORP (FRS 102) no amount is included in the financial statements for volunteer time.

Operating leases

Rentals applicable to operating leases are charged to the SoFA on a straight-lined basis over the period of the lease.

Critical accounting estimates and areas of judgement

Preparation of the financial statements requires management to make significant judgements and estimates. The items in the financial statements where these judgements and estimate have been made include:

- Volunteers and donated services and facilities (see above)

4. DONATIONS AND LEGACIES

	2021	2020
	£	£
Donations	208,778	140,290
Donations in kind	167,218	216,156
Gift aid	<u>25,300</u>	<u>18,800</u>
	<u>401,296</u>	<u>375,246</u>

Included in donations there is £6,611 (2020: £8,010) of restricted income.

5. INCOME FROM CHARITABLE ACTIVITIES

	2021	2020
	£	£
Fundraising events	45,625	102,625
Grants	<u>445,758</u>	<u>262,288</u>
	<u>490,793</u>	<u>364,913</u>

Included in the Grant Income there is £90,752 (2020: £35,623) of restricted income.

6. OTHER INCOME

	2021	2020
	£	£
JRS Government Grant	7,032	21,760
Sundry income	<u>-</u>	<u>2,395</u>
Total	<u>7,032</u>	<u>25,155</u>

ARTICLE 25
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2021

7. NET INCOMING/(OUTGOING) RESOURCES

Net resources are stated after charging:

	2021	2020
	£	£
Depreciation - owned assets	4,034	4,875
Independent examination fees	3,390	3,300

8. EXPENDITURE ANALYSIS

	Restricted funds	Unrestricted funds	Total 2021 £	Total 2020 £
Raising funds				
Events	-	19,581	19,581	53,017
Admin	-	29,891	29,891	33,132
	-	49,472	49,472	86,149
Mission				
Professional	-	263,916	263,916	206,524
Delivery	87,609	189,866	277,475	216,510
	87,609	453,782	541,391	423,034
Support Costs (including Governance)				
Rent Rates and Service Charge	-	153,014	153,014	149,705
Communications	-	7,640	7,640	8,399
Office	-	63,974	63,974	62,125
Insurance	-	6,369	6,369	1,476
IT	-	12,559	12,559	7,880
Legal & Professional	-	7,123	7,123	4,245
Finance	-	169	169	51
	-	250,848	250,848	233,881
	87,609	754,102	841,711	743,064

In the prior year there was restricted expenditure of £23,299 in relation to Mission: Delivery.

ARTICLE 25
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2021

9. STAFF COSTS

Paid Staff

	2021	2020
	£	£
Wages and salaries	289,735	246,029
Social security costs	28,024	25,191
Pension contributions	<u>6,251</u>	<u>5,312</u>
	<u>324,010</u>	<u>276,532</u>

Time Donated

	2021	2020
	£	£
Professional Resource	<u>64,718</u>	<u>105,017</u>
	<u>64,718</u>	<u>105,017</u>

The number of salaried employees averaged 7 (2020: 6) but varied according to project needs. Two employees were paid between £60,000 and £70,000 in the current year (one employee was paid between £60,000 and £70,000 in the prior year).

Alongside staff there is a larger team of volunteers helping to deliver Article 25's work. The volunteers include those volunteering in Article 25's in-house design team and communications team (averaging 22 in the current and 23 in the prior year) and the professionals and practices volunteering their time from their own practices (averaging 16 part time in the current year and 18 part time in the prior year). The key management personnel are D. Murray and B. Sennewald (2020 D. Murray and B. Sennewald). The total employee benefits of the key management personnel of the charitable company were £142,450 (2020: £125,059).

10. TANGIBLE FIXED ASSETS

	Plant and machinery etc £
COST	
At 1 September 2020	17,079
Additions	-
Disposals	<u>-</u>
At 31 August 2021	<u>17,079</u>
DEPRECIATION	
At 1 September 2020	11,770
Charge for year	4,034
On disposal	<u>-</u>
At 31 August 2021	<u>15,804</u>
NET BOOK VALUE	
At 31 August 2021	<u>1,275</u>
At 1 September 2020	5,309

ARTICLE 25
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2021

11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020
	£	£
Prepayments & accrued income	<u>71,763</u>	<u>38,206</u>

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020
	£	£
Tax and social security creditor	7,274	8,930
Loans	10,000	12,562
Other creditors	11,763	10,685
Accruals & deferred income	<u>30,160</u>	<u>9,952</u>
	<u>59,197</u>	<u>42,129</u>

Included in loans is an unsecured interest free loan of £Nil (2020: £10,000); in October 2020, the donor who provided the loan decided to donate this to the Charity.

13. CREDITORS: AMOUNTS FALLING DUE IN MORE THAN ONE YEAR

	2021	2020
	£	£
Total Loans	<u>48,333</u>	<u>89,998</u>
	<u>48,333</u>	<u>89,998</u>
Loans are repayable as follows:		
Within one year	10,000	12,562
Between one to two years	10,000	39,937
Between two to five years	28,333	29,812
More than five years	-	7,687

Of the loans £Nil (2020: £30,000) are unsecured and are interest free. With the remainder of the loan it is a bounce back loan that is unsecured and interest is charged at 2.5% from June 2021 – June 2026.

14. ANALYSIS OF NET ASSETS BETWEEN FUNDS – CURRENT YEAR

	Unrestricted funds	Restricted funds	Total funds
	£	£	£
Fixed Assets	1,275	-	1,275
Cash	55,240	43,878	99,118
Debtors	71,763	-	71,763
Creditors due in less than one year	(59,197)	-	(59,197)
Creditors due in more than one year	<u>(38,333)</u>	<u>-</u>	<u>(38,333)</u>
	<u>30,748</u>	<u>43,878</u>	<u>74,626</u>

ARTICLE 25
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2021

ANALYSIS OF NET ASSETS BETWEEN FUNDS – PREVIOUS YEAR

	Unrestricted funds £	Restricted funds £	Total funds £
Fixed Assets	5,309	-	5,309
Cash	59,154	34,124	93,268
Debtors	38,206	-	38,206
Creditors due in less than one year	(42,129)	-	(42,129)
Creditors due in more than one year	(77,438)	-	(77,438)
	<u>(16,908)</u>	<u>34,124</u>	<u>17,216</u>

15. MOVEMENT IN FUNDS – Current year

	At 1.9.20 £	Incoming resources £	Resources expended £	At 31.8.21 £
Funds				
Unrestricted	(16,908)	801,758	(754,102)	30,748
Restricted	<u>34,124</u>	<u>97,363</u>	<u>(87,609)</u>	<u>43,878</u>
TOTAL FUNDS	<u>17,216</u>	<u>899,121</u>	<u>(841,711)</u>	<u>74,626</u>

The Restricted fund comprises of the following:

	At 1.9.20	Incoming resources £	Resources expended £	At 31.8.21 £
Project				
Warm & Healthy Homes	7,343	-	-	7,343
Child Support Tanzania	10	-	-	10
Glendon Hospital Montserrat	20,984	55,019	(68,879)	7,124
Yangon Hand Hygiene	5,787	68	(187)	5,668
Operation Smile Marrakesh	-	35,733	(12,000)	23,733
Beirut Emergency Fund	-	6,543	(6,543)	-
TOTAL RESTRICTED FUNDS	<u>34,124</u>	<u>97,363</u>	<u>(87,609)</u>	<u>43,878</u>

The Warm & Healthy Homes project provides workshops for people in London who suffer from fuel poverty.

The Child Support Tanzania project helps run a pre-school in Tanzania for children with physical and mental disabilities to enable them to join a mainstream school curriculum at age five.

The Glendon Hospital Montserrat project is for the initial concept design options for a new general hospital.

The Yangon Hand Hygiene project supports our long-term work at the hospital and devised to support the hospital staff with the provision of hand sanitizers, soaps and restorative plumbing works.

The Operation Smile Marrakesh project aims to provide better access to specialist healthcare and dentistry focussed on cleft lip and cleft palette.

The Beirut Emergency Fund was set up to deliver emergency remedial work on buildings damaged in the major port explosions that shook the city on 4th August 2020.

ARTICLE 25
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2021

	At 1.9.19 £	Incoming resources £	Resources expended £	At 31.8.20 £
Funds				
Unrestricted	(18,824)	721,681	(719,765)	(16,908)
Restricted	<u>13,790</u>	<u>43,633</u>	<u>(23,299)</u>	<u>34,124</u>
TOTAL FUNDS	(5,034)	765,314	(743,064)	17,216

The Restricted fund comprises of the following:

	At 1.9.19 £	Incoming resources £	Resources expended £	At 31.8.20 £
Project				
Warm & Healthy Homes	13,790	-	(6,448)	7,343
Child Support Tanzania	-	797	(787)	10
Glendon Hospital Montserrat	-	35,623	(14,639)	20,984
Yangon Hand Hygiene	-	7,212	(1,425)	5,787
TOTAL RESTRICTED FUNDS	<u>13,790</u>	<u>43,633</u>	<u>(23,299)</u>	<u>34,124</u>

16. RELATED PARTY DISCLOSURES

None of the trustees (or any persons connected with them) received any remuneration during the current or prior years, nor did any of them claim any expenses (2020: Nil). During the year there was unrestricted income from the trustees and persons connected with them totalling £40,000 (2020: £40,000). At the year end there was a short term interest free loan of £Nil from the trustees and persons connected with them (2020: short term interest free loan of £10,000).

17. COMPANY STATUS

The company is limited by guarantee and has no share capital. In accordance with the Memorandum and Articles of the charitable company, the liability of members is limited to £10 each in the event of the winding up of the charitable company. At 31 August 2021 there were 8 members (2020: 10 members).

18. DONATED FACILITIES AND SERVICES

	2021 £	2020 £
Office space	100,000	100,000
Event Support	-	6,089
Fixed Assets	-	2,550
PR	2,500	2,500
Professional skills donated	64,718	105,017
	<u>167,218</u>	<u>216,156</u>

ARTICLE 25
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2021

The income equivalent of the above services and facilities were recognised within incoming resources as a donation, and an equivalent charge included within resources expended.

19. OPERATING LEASES

Total future minimum lease payments under non-cancellable operating leases are as follows:

	2021	2020
	£	£
Less than one year	5,683	5,683
Between one and five years	19,697	20,801
More than five years	1,145	5,724
	26,525	32,208

20. ANALYSIS OF CHANGES IN NET DEBT

	Balance at beginning of year £	Cash Flow £	Other changes £	Balance at end of year £
Cash at bank and in hand	93,268	5,850	-	99,118
Total cash and cash equivalents	93,268	5,850	-	99,118
Loans due within one year	(12,562)	2,562	-	(10,000)
Loans due in more than one year	(77,438)	39,105	-	(38,333)
Total	3,268	47,517	-	50,785

ARTICLE 25
DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 AUGUST 2021

	Restricted £	Unrestricted £	2021 £	2020 £
INCOME				
Voluntary income				
Donations	6,611	202,167	208,778	140,290
Donations in kind	-	167,218	167,218	216,156
Gift aid	-	25,300	25,300	18,800
Legacy	-	-	-	-
	<u>6,611</u>	<u>394,685</u>	<u>401,296</u>	<u>375,246</u>
Activities for generating funds				
Fundraising events	-	45,625	45,625	102,625
Grants	<u>90,752</u>	<u>354,416</u>	<u>445,758</u>	<u>262,288</u>
	90,752	400,041	490,793	364,913
Other income				
JRS Government Grant	-	7,032	7,032	21,760
Sundry income	-	-	-	2,395
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total incoming resources	97,363	801,758	899,121	765,314
EXPENDITURE				
Costs of generating income				
Wages	-	26,260	26,260	29,112
Social security	-	3,076	3,076	3,417
Pension costs	-	555	555	603
Promotion	-	12,470	12,470	14,623
Events	<u>-</u>	<u>7,111</u>	<u>7,111</u>	<u>38,394</u>
	-	49,472	49,472	86,149
Charitable activities				
Wages	-	212,225	212,225	168,918
Social security	-	18,848	18,848	16,110
Pension costs	-	4,643	4,643	3,727
Travel	-	28,200	28,200	17,768

This page does not form part of the statutory financial statements.

ARTICLE 25
DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 AUGUST 2021

	Restricted £	Unrestricted £	2021 £	2020 £
Charitable activities				
Sundries	-	-	-	-
Mission expenses	87,609	181,578	269,187	200,316
Foreign travel expenses	-	7,553	7,553	14,465
Visas, vaccinations & medical	-	735	735	1,730
IT and computer consumables	-	-	-	-
General materials etc	-	-	-	-
	87,609	453,782	541,391	423,034
Governance costs				
Legal and professional fees	-	7,123	7,123	4,245
	-	7,123	7,123	4,245
Support costs				
Rent, rates and water	-	153,014	153,014	149,705
Wages	-	51,250	51,250	48,000
Social security	-	6,099	6,099	5,664
Pension costs	-	1,053	1,053	982
Office services	-	191	191	496
Recruitment & HR	-	445	445	656
Insurance	-	6,369	6,369	1,476
Telephone	-	7,640	7,640	8,399
Postage and stationery	-	903	903	1,453
IT and computer consumables	-	12,559	12,559	7,880
Depreciation of tangible assets				
	-	243,557	243,557	229,585
Finance				
Bank charges	-	60	60	51
Bank interest				
	-	108	108	-
Total Expenditure				
	87,609	754,100	841,709	743,064
Net Income over expenditure				
	9,754	47,656	57,410	22,250

This page does not form part of the statutory financial statements.

ARTICLE 25

England & Wales - Charity number 1112621

Accounts

REGISTERED COMPANY NUMBER: 05608022 (England and Wales)
REGISTERED CHARITY NUMBER: 1112621

ARTICLE 25

**TRUSTEES REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2020**

ARTICLE 25
CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2020

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Notes to the Financial Statements	12 to 19

**ARTICLE 25
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 AUGUST 2020**

The Trustees, who are also directors of the charitable company for the purposes of the Companies Act 2006, present their annual report and the financial statements for the period ended 31 August 2020 which are also prepared to meet the requirements for a Director's report and accounts for Companies Act purposes.

The financial statements have been prepared in accordance with the accounting policies set out in note 3 to the accounts and comply with the Companies Act 2006 and the Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standards applicable in the UK and Republic of Ireland (FRS 102).

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number	:	05608022 (England and Wales)
Registered Charity number	:	1112621
Registered office and principal office	:	34 th Floor 1 Canada Square London E14 5AB
Managing Director	:	D Murray
Directors and Trustees	:	S Prasad (Chair to 14/10/20) J B Pringle M J Catton A E Bateson S Brown (resigned 8/4/20) G Grainger D J R Delahunty D Bennetts (appointed 10/10/19, Chair from 14/10/20) C Soyinka (appointed 10/10/19) P Hudson (appointed 8/4/20) N Thingelstad (appointed 8/4/20)
Patron	:	Lord Foster of Thames Bank
Independent Examiner	:	David Green MA (Cantab) ACA Azets Anglo House Bell Lane Office Village Bell Lane Amersham, Bucks HP6 6FA
Bankers	:	The Co-operative Bank P.O.Box 250, Dell House, Skelmersdale Lancashire WN8 6WT Bank of Scotland PO Box 1000 BX2 1LB

**ARTICLE 25
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 AUGUST 2020**

CHAIR'S INTRODUCTION

Article 25 helps disadvantaged communities around the world to design and build housing, schools and medical facilities, empowering local development and alleviating poverty. We also help to rebuild lives and livelihoods in the wake of disasters and conflicts. Our approach is simple: by working closely with local people we develop an acute understanding of prevailing conditions, capacity and resources. By applying the best principles of architecture and engineering we design resilient, functional, beautiful and safe places for housing, education and healthcare. Working on the ground alongside these communities, we supervise construction; and through training support we exchange knowledge and skills with people to build greater capacity within that community. The end result is never just a building that serves to increase access to safe housing, learning, and better health. It is also the legacy of a community with greater resilience and more opportunities to enjoy a thriving future. In 14 years, Article 25 has carried out over 95 projects in 36 countries.

In the latter half of the financial year our work was impacted by the necessary response to Covid-19 but the only project to be postponed was our work on Warm and Healthy Homes workshops in London. In July 2020 we started a four-year programme of design and construction supervision for the Housing Recovery Programme of the island of Dominica. The programme is planned to replace nearly 700 houses lost in Hurricane Maria, with disaster resilient construction. We have also completed the design of a Children's Village for orphaned children in northern Tanzania and expect to start construction in 2021.

We are continuing to work in close partnership with Child Support Tanzania and Able Child Africa, and our first two phases of classrooms for this pre-school for disabled and able-bodied children is now complete. The third phase – a dining hall and kitchen – is under construction and the fourth phase – a physiotherapy block and administrative building – are being designed. A site architect is working onsite to oversee the construction works. For the expansion of a school in Niamey, Niger, our first two phases of construction are nearing completion. We have also completed a Feasibility Study for a primary school in Boma ng'Ombe in northern Tanzania.

The Outpatient Centre in Purulia, India in partnership with the Leprosy Mission of England and Wales was completed early in our fiscal year 2019/20. We started the Preliminary Design of a community hospital on the island of Montserrat in February 2020. This hospital will replace one destroyed in a volcanic eruption in 1997. In Morocco, we completed a Feasibility Study for a clinic for Operation Smile in Marrakesh and have started work on its design. The Masterplan and attendant works for the General Hospital in Yangon, Myanmar, is continuing including a small team of staff working in country. A Trauma Centre in Nepal for the Leprosy Mission is about mid-way through construction.

Some staff changes occurred in 2019-20, Fundraising Manager Steven Thornton hired March 2019 left in September 2019. Senior architect Branca Pegado was hired in April 2020. Part 2 architectural assistant Zwe Lynn Maung was hired in the Yangon office in April 2020.

On behalf of the Trustees, I want to thank most warmly our hard-working staff and volunteer team, our partners in the many countries where we work, our professional collaborators who help us to deliver these projects and, of course, our donors and supporters both small and large, who help to build and maintain our charity so that it is as resilient as the buildings we create and the communities we support across the world. I would also like to thank Sunand Prasad who stepped down as chair of Article 25 in October 2020 and to acknowledge the commitment, integrity and skill he brought to the role.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a Memorandum and Articles of Association, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006. The Memorandum and Articles of Association is the charity's governing document. The Articles of Association are currently being reviewed by Trustee Natalie Thingelstad and are expected to be updated as appropriate.

Recruitment and appointment of new trustees

The existing Trustees appoint trustees. Their terms and responsibilities are outlined in a trustee recruitment policy that was implemented in 2016. Trustees of the charity are also Directors of the Limited Company. We

**ARTICLE 25
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 AUGUST 2020**

apply a rotation of Directors and as per our Articles of Association; one third of the Directors must retire each year but may be re-elected.

During 2019-20, we appointed four new Trustees, and one stepped down. With two trustees planning to retire from the board in our financial year 2020-21, we intend to make further appointments mindful of our aim to increase diversity on the Board.

Appointed: Denise Bennetts, Christopher Soyinka, Phil Hudson, Natalie Thingelstad

Stepped down: Sue Brown

COVID -19

Since February 2020, Article 25 has been impacted by the public health crisis of Covid-19. We have undertaken measures to ensure the welfare of staff and people working on our sites, from our offices, and homes. We have also been reviewing the impact on our projects and have implemented measures to mitigate the financial consequences. Among these are temporary furloughs of some staff members and taking up a £50,000 Bounce Back loan offered by the U.K. government in June 2020. The use of this Bounce Back Loan is subject to certain internal drawdown protocols and held in our reserve account, with board level consideration of cashflow projections as a means of mitigating any future financial shocks relating to the ongoing pandemic. We continue to keep our risk assessments under regular review and revise them based on the latest U.K. government advice.

Organisational aims

Article 25 was founded originally under the name Architects for Aid and was set up to provide better housing for those in need and to work with partner NGOs to provide built solutions wherever there is disaster, poverty or need. Renamed Article 25, the charity aims to promote safe housing, access to education, and healthcare as a human right, and is named after the 25th Article of the Universal Declaration of Human Rights, which is the article of the declaration relating to the built environment.

Organisational structure

Our organisational structure comprises a Board of Trustees, a Senior Management Team, the Staff and Volunteers. The team of staff and volunteers is organised into projects and operations (including fundraising and communications).

Related parties

Article 25 works with partner NGOs, INGOs, charities, development agencies and governments in the UK and overseas. Article 25 receives the donation of skills from various professional parties who assist in the delivery of our projects.

Article 25 introduces design and construction design skills to international development projects. The organisation also provides capacity building to professional firms and larger agencies in the developing world as a way to increase the impact of its work.

Risk management

All Article 25 projects and operations are assessed for their potential risks in delivery before significant charity resources are dedicated to the project. A risk register is maintained by the Managing Director and Director of Projects, and is presented for approval at the quarterly trustee board meetings.

The charity also works closely with local and international bodies (for example the High Commission or Embassy departments as appropriate) when undertaking the management of work overseas and dealing with any issues of controversy or potential controversy when working alone, or with any collaborating entity. Article 25 operates a current child protection policy.

Overseas project travel is assessed for risks ahead of each field trip. If necessary, staff and volunteers undergo any required hostile environment and first aid briefings prior to going abroad. All travellers are covered under an Article 25 insurance policy, specifically provided for NGO workers; they are briefed on pertinent local social issues and are instructed to carry emergency contact details. Each location is

**ARTICLE 25
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 AUGUST 2020**

researched in advance and advice sought from FCO and in-country sources. We work particularly with local partners who have detailed knowledge of conditions in the field.

Article 25 has public liability and professional indemnity insurance to offset any risk incurred in the course of conducting our work at home and overseas. Article 25 has NGO travel insurance for personnel in the field. Our legal advisors have advised that we have, through the training and documentation we use, achieved effective limitation for our liability regarding risks in sending participants on overseas projects and that they have sufficient information to meet standards of "informed consent" to participate as staff or volunteers for Article 25. Article 25 staff and volunteers working overseas or in the UK (as appropriate) are required to sign waivers of liability for any activities they may undertake outside the scope of their Article 25 remit.

OBJECTIVES AND ACTIVITIES FOR THE PUBLIC BENEFIT

Objectives and aims

The trustees have considered the guidance published by the Charity Commission and have concluded that the charitable company's core activities satisfactorily address the principles of identifiable public benefit and demonstrate that the charitable company has fulfilled the public benefit requirement under the Charities Act 2011.

Article 25 provides building design solutions and key construction project management skills to the International Development community. Focusing on the core areas of buildings for housing, learning, health, and where appropriate, resilience to disasters, we aim to apply these skills where they make the greatest beneficial difference to the most disadvantaged communities. We continue to deliver these objectives through close collaborations with NGOs and community groups internationally. We have expanded our work to provide technical skills to larger humanitarian organisations.

ACHIEVEMENT AND PERFORMANCE

Charitable Activities

Article 25 continues to deliver essential design and construction skills to those who would otherwise have no access to such services. We work with partners across the built environment sector to provide design, construction and engineering skills to benefit some of the poorest and most vulnerable communities in the world.

Throughout all of our work, capacity development remains a constant priority. Our construction projects are used to develop the skills of workers in the communities of our local partners and to increase long-term resilience, leaving behind a community better able to build safely for itself. We improve the long-term performance of a project by engaging the end-users from inception to completion. This positively affects the sustainability of a project and builds the capacity of those local partners who take responsibility for the project and its sustainable operation.

Article 25 is one of the few organisations globally delivering this technical work as a primary objective and from a small base of operations. This demonstrates its ability to have a positive impact on hundreds of thousands of beneficiaries.

Article 25 safeguards the effectiveness of its work through maintaining high professional standards and by monitoring outputs. We examine the long-term sustainability of each project to ensure a lasting impact is achieved.

**ARTICLE 25
REPORT OF THE TRUSTEES
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Housing

Dominica

In July 2020 we started a four-year programme of design and construction supervision for the Housing Recovery Programme of the island of Dominica. The programme is planned to replace nearly 700 houses lost in Hurricane Maria with disaster resilient construction. Article 25 is working in partnership with structural and civil engineers Clarkebond.

London

London Warm Homes workshops scheduled to run in the autumn and winter of 2020 had to be postponed due to the COVID pandemic. Workshops are funded and will resume when possible.

Tanzania

We have completed the design of a Children's Village for orphaned children in northern Tanzania; it is expected to start construction in 2021.

Learning

Niger

In August 2020 the construction phases 1 and 2 for Collège Hampaté Bâ in Niamey were mostly complete. The design of Phase 3 was also complete, ready to start construction once Phase 2 is finished.

Tanzania

As of August 2020, construction of Phases 1 and 2 of the CST Pre-school in Mbeya was complete. Phase 3 was under construction. A site architect is supervising the works.

We have also completed a Feasibility Study for a primary school in Boma ng'Ombe in northern Tanzania.

Health

India

The Outpatient Centre in Purulia, India built in partnership with the Leprosy Mission of England and Wales, was completed early on in our fiscal year 2019/20.

Montserrat

We started the Preliminary Design of a community hospital on the island of Montserrat in February 2020. This hospital will replace one destroyed in a volcanic eruption in 1997. It is being designed to resist earthquakes and hurricanes.

Morocco

We completed a Feasibility Study for a clinic for Operation Smile in Marrakesh and have started on the design.

Myanmar

Phases 1A and 1B of the Yangon General Hospital (YGH) masterplan have been completed. Reports have been compiled and submitted to FCDO (Foreign, Commonwealth and Development Office). We have been advised that RGHR are making an application for a new funding plan running forward from April 2021. We have completed the design of a building renovation and are assisting local agencies in the design of two further buildings. We have also supported the hospital with its COVID response work, in particular focussing on hand hygiene and sanitation.

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Nepal

As of August 2020, the structural frame was complete on the new Trauma Centre at Anandaban Hospital in Lele, Nepal. An Article 25 site architect lives on the hospital campus and has been supervising the works since the start of construction. The aim of this project is to provide a hospital that will not only resist seismic events but will continue to operate in the aftermath of an earthquake.

FINANCIAL REVIEW

Based on Accounting standards, we are required to recognise associated income and expenditure within the relevant period. Also, there are some non-cash items that require reporting when putting these accounts together. These non-cash items don't translate to payments out of the account e.g. depreciation/ donated services etc.

Fundraising remains a significant challenge. During 2019-20 Article 25 once again held its 10x10 Drawing the City fundraising auction which has become a prominent event in the architectural diary. We have started to explore our second cycling expedition: a joint fundraising and research expedition in Tanzania. Additionally, members of London's architectural, engineering, and wider community continue to support our work in a variety of ways and we have ongoing positive relationships with our project partners that provide a sustainable source of income. The MD has developed further fundraising strategies to expand and diversify our income via corporate sponsorship, major donors and fundraising challenges. The majority of our events fundraising activities have been necessarily postponed pending the ongoing response to Covid-19, but a number of the events developed by the charity are ready to be launched as soon as practicable.

The Statement of Financial Activities shows net surplus for the year of £22,250 (2019: Deficit £83,336) and our reserves stand at £17,216 (2019: - £5,034) in total. The income for the year generated from voluntary income was £375,246 (2019: 448,292) and from fundraising events, grants and sponsorship income was £364,913 (2019: £344,942). The improvement in the financial position was due to better and more diversified fundraising activities and improved cost contributions on projects.

RESERVES POLICY

The charity aims to have a policy of holding 3 months of reserves. From time-to-time reserves have fallen below this and we have made it a key priority to attain a truly sustainable flow of finance. We are currently working on further developing our fundraising strategies to bring in additional income.

FUTURE DEVELOPMENTS

Whilst cashflow has remained a challenge through this financial year, in the first quarter of the financial year 2019/20 we generated a healthy surplus, due in part to us welcoming a new major donor committed to gifting £50,000 a year for three years plus gift aid. This donor joins a growing community of donors and sponsors we have called "Cornerstone Donors".

For 2020/21 we look forward to construction of the first phase of the Children's Village in northern Tanzania. We also expect to complete the first houses in Dominica. Construction of Phase 4 of the Pre-school for disabled and able-bodied children in Mbeya should also conclude in 2021. Design will still be underway for an Operation Smile clinic in Morocco and a new hospital in Montserrat. We also hope to start work on a hospital for the United Mission in Nepal.

Looking ahead, Article 25, will deploy its resources in areas of research (including the post occupancy evaluation of our buildings and our intended impacts on local economic, social, and environmental development); projects and advocacy to ensure that our impact is not only innovative and far-reaching but systemic and scalable. We will also continue to pursue development and growth of our fundraising income, in particular within the Cornerstone Donor programme, and through digital engagement, whilst fundraising events remain on hold due to the pandemic

**ARTICLE 25
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 AUGUST 2020**

RESPONSIBILITIES OF THE BOARD OF TRUSTEES

The Board of Trustees (who are also the Directors of The Charitable Company for 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 income and expenditure, of the charitable company for that year. 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 (FRS102);
- make judgements and estimates that are reasonable and prudent; and
- 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 Board of Trustees are responsible for keeping proper accounting records that 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.

AUDIT

Under the terms of the Charities Act 2011, the Company falls within the range for which no audit is required. However, an independent examination of the accounts is required.

APPROVAL

These financial statements have been prepared in accordance with the Companies Act 2006 and the Charities SORP (FRS102).

Approved by the Board of Trustees on 15th January 2021 and signed on their behalf by



D Bennetts



C Soyinka

ARTICLE 25
INDEPENDENT EXAMINER'S REPORT TO THE MEMBERSHIP OF ARTICLE 25
FOR THE YEAR ENDED 31 AUGUST 2020

I report to the trustees on my examination of the accounts of the above charity ("the Trust") for the year ended 31st August 2020.

Responsibilities and basis of report

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

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

Independent examiner's statement

The company's gross income exceeded £250,000 and I am qualified to undertake the examination because a qualified member of the ICAEW.

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

- the accounting records were not kept in respect of the company 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 (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.



David Green, MA (Cantab) ACA
Azets
Anglo House
Bell Lane Office Village
Bell Lane
Amersham
Bucks
HP6 6FA

15th January 2021

ARTICLE 25
STATEMENT OF FINANCIAL ACTIVITIES
(INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 AUGUST 2020

	Notes	2020 Restricted Funds £	2020 Unrestricted Funds £	2020 Total Funds £	2019 Total Funds £
INCOME					
Donations and legacies	4	8,010	367,236	375,246	448,292
Income from charitable activities	5	35,623	329,290	364,913	344,942
Other income	6	-	25,155	25,155	4,851
Total Income		43,633	721,681	765,314	798,085
EXPENDITURE					
Cost of raising funds	8	-	86,149	86,149	113,368
Charitable activities	8	23,299	399,735	423,034	491,144
Support costs	8	-	233,881	233,881	276,909
Total Expenditure		23,299	719,765	743,064	881,421
Net (expenditure)/income		20,334	1,916	22,250	(83,336)
RECONCILIATION OF FUNDS					
Total funds brought forward as at 1 September 2019		13,790	(18,824)	(5,034)	78,302
Total funds carried forward as at 31 August 2020	15	34,124	(16,908)	17,216	(5,034)

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

The notes on pages 12 to 19 form part of these financial statements.

**ARTICLE 25
BALANCE SHEET
AT 31 AUGUST 2020
Co Reg No 05608022**

		2020 Total funds £	2019 Total funds £
FIXED ASSETS	Notes		
Tangible assets	10	5,309	7,634
CURRENT ASSETS			
Cash at bank and in hand		93,268	48,083
Debtors	11	38,206	2,123
CREDITORS			
Amounts falling due within one year	12	(42,129)	(22,874)
NET CURRENT ASSETS		94,654	34,966
CREDITORS			
Amounts falling due in more than one year	13	(77,438)	(40,000)
NET ASSETS/LIABILITIES		<u>17,216</u>	<u>(5,034)</u>
FUNDS			
Restricted funds	15	34,124	13,790
Unrestricted funds	15	<u>(16,908)</u>	<u>(18,824)</u>
TOTAL FUNDS		<u>17,216</u>	<u>(5,034)</u>

For the year ending 31 August 2020 the company was entitled to exemption from audit under Section 477 of the Companies Act 2006 relating to small companies.

No members have required the company to obtain an audit of its accounts for the year in question in accordance with section 476 of the Companies Act 2006.

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

These accounts have been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small charitable companies.

The financial statements were approved and authorised for issue by the Board of Trustees on 15th January 2021 and were signed on its behalf by:



D Bennetts



C Soyinka

The notes on pages 12 to 19 form part of these financial statements.

**ARTICLE 25
STATEMENT OF CASH FLOWS
AT 31 AUGUST 2020**

	2020 £	2019 £
Cash flow from operating activities		
Net surplus/deficit for the year	22,250	(83,336)
Depreciation of tangible fixed assets	4,875	5,507
(Increase) / decrease in debtors	(36,084)	15,753
Increase / (decrease) in creditors	56,694	55,624
Net cash flow from operating activities	<u>47,735</u>	<u>(6,452)</u>
Cash flow from investing activities		
Acquisition of tangible fixed assets	(2,550)	(4,589)
Net cash flow from investing activities	<u>(2,550)</u>	<u>(4,589)</u>
Net increase / (decrease) in cash and cash equivalents	<u>45,185</u>	<u>(11,041)</u>
Cash and cash equivalents at 1st September 2019	48,083	59,124
Cash and cash equivalents at 31st August 2020	<u>93,268</u>	<u>48,083</u>

The notes on pages 12 to 19 form part of these financial statements.

ARTICLE 25
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2020

Article 25 is a private company, limited by guarantee, registered in England Wales. The company's registered number and registered office address can be found on Page 1.

2. STATEMENT OF COMPLIANCE

The financial statements have been prepared in compliance 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) Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006 as they apply to the financial statements of the company for the year ended 31 August 2020.

3. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements have been prepared under the historic cost convention.

The financial statements are presented in sterling (£) which is also the functional currency of the company.

The company meets the definition of a public benefit entity under FRS 102.

Income recognition policies

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.

For donations to be recognised the charity will have been notified of the amounts and the settlement date in writing. If there are conditions attached to the donation and this requires a level of performance before entitlement can be obtained then income is deferred until those conditions are fully met or the fulfilment of those conditions is within the control of the charity and it is probable that they will be fulfilled.

For legacies, the point of entitlement is the earlier of the date of the charity being notified of an impending distribution or the date the legacy is received. At this point income is recognised. On occasion legacies will be notified to the charity however it is not possible to measure the amount expected to be distributed. On these occasions, the legacy is treated as a contingent asset and disclosed.

Investment income is earned through holding assets for investment purposes such as on short term bank deposit and solely comprises bank interest.

Expenditure recognition

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation can be measured reliably. It is categorised under the following headings:

- Costs of raising funds includes the costs associated with the fundraising team, including payroll for the members of that team and the direct costs of fundraising events.
- Expenditure on charitable activities comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. This includes staff costs, mission expenses and associated costs.
- Other expenditure represents those items not falling into the categories above.
- Irrecoverable VAT is charged as an expense against the activity for which expenditure arose.

ARTICLE 25
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2020

3. ACCOUNTING POLICIES (continued)

Allocation of support costs

Charitable expenditure includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. They also include those costs associated with meeting the constitutional and statutory requirements of the charity and include the audit fees and costs linked to the strategic management of the charity.

All costs are allocated between the expenditure categories of the Statement of financial Activities on a basis designed to reflect the use of the resource.

Debtors

Other debtors are recognised at the settlement amount due. Prepayments are valued at the amount prepaid.

Cash at bank

Cash at bank comprises balances held in various instant access bank accounts and represents highly liquid funds.

Creditors

Creditors and provisions are recognised where the charity has 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. Creditors and provisions are normally recognised at their settlement amount.

Financial instruments

The charity has only 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.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Plant and machinery etc	- write off over 3 years
-------------------------	--------------------------

Taxation

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

Fund accounting

Unrestricted funds can be used in accordance with the charitable objects at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charitable company. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Going concern

The financial statements have been prepared on a going concern basis as the directors believe that no material uncertainties exist. The directors have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements and are satisfied that the charity will be able to continue as a going concern.

Volunteers and donated services and facilities

Where services are provided to the charity as a donation that would normally be purchased from our suppliers, this contribution is included in the financial statements at an estimate based on the fair value of the contribution to the charity. Donated services and facilities are analysed in note 18. As

ARTICLE 25
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2020

provided in the SORP (FRS 102) no amount is included in the financial statements for volunteer time.

Operating leases

Rentals applicable to operating leases are charged to the SoFA on a straight-lined basis over the period of the lease.

Critical accounting estimates and areas of judgement

Preparation of the financial statements requires management to make significant judgements and estimates. The items in the financial statements where these judgements and estimate have been made include:

- Volunteers and donated services and facilities (see above)

4. DONATIONS AND LEGACIES

	2020	2019
	£	£
Donations	140,290	134,814
Donations in kind	216,156	293,731
Gift aid	18,800	9,747
Legacies	-	<u>10,000</u>
	<u>375,246</u>	<u>448,292</u>

Included in donations there is £8,010 (2019: £6,506) of restricted income.

5. INCOME FROM CHARITABLE ACTIVITIES

	2020	2019
	£	£
Fundraising events	102,625	130,792
Grants	<u>262,288</u>	<u>214,150</u>
	<u>364,913</u>	<u>344,942</u>

Included in the Grant Income there is £35,623 (2019: £13,790) of restricted income.

6. OTHER INCOME

	2020	2019
	£	£
JRS Government Grant	21,760	-
Sundry income	<u>2,395</u>	<u>4,851</u>
Total	<u>25,155</u>	<u>4,851</u>

ARTICLE 25
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2020

7. NET INCOMING/(OUTGOING) RESOURCES

Net resources are stated after charging/(crediting):

	2020	2019
	£	£
Depreciation - owned assets	4,875	5,507
Independent examination fees	3,300	3,300

8. EXPENDITURE ANALYSIS

	Restricted funds	Unrestricted funds	Total 2020 £	Total 2019 £
Raising funds				
Events	-	53,017	53,017	68,951
Admin	-	33,132	33,132	44,417
	-	86,149	86,149	113,368
Mission				
Professional	-	206,524	206,524	280,612
Delivery	23,299	193,211	216,510	210,532
	23,299	399,735	423,034	491,144
Support Costs (including Governance)				
Rent Rates and Service Charge	-	149,705	149,705	144,016
Communications	-	8,399	8,399	8,735
Office	-	62,125	62,125	103,275
Insurance	-	1,476	1,476	2,016
IT	-	7,880	7,880	15,026
Legal & Professional	-	4,245	4,245	3,678
Finance	-	51	51	161
	-	233,881	233,881	276,907
	23,299	719,765	743,064	881,421

In the prior year there was restricted expenditure of £6,506 in relation to Mission: Delivery.

**ARTICLE 25
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2020**

9. STAFF COSTS

Paid Staff

	2020	2019
	£	£
Wages and salaries	246,029	298,046
Social security costs	25,191	29,395
Pension contributions	<u>5,312</u>	<u>5,455</u>
	<u>276,532</u>	<u>332,896</u>

Time Donated

	2020	2019
	£	£
Professional Resource	<u>126,137</u>	<u>126,137</u>
	<u>126,137</u>	<u>126,137</u>

The number of salaried employees averaged 6 (2019: 6) but varied according to project needs. One employee was paid between £60,000 and £70,000 in the current year (one employee was paid between £60,000 and £70,000 in the prior year).

Alongside staff there is a larger team of volunteers helping to deliver Article 25's work. The volunteers include those volunteering in Article 25's in-house design team and communications team (averaging 23 in the current and 12 in the prior year) and the professionals and practices volunteering their time from their own practices (averaging 18 part time in the current year and 18 part time in the prior year).

The key management personnel are D. Murray and B. Sennewald (2019 D. Murray, S. Sahli and B. Sennewald). The total employee benefits of the key management personnel of the charitable company were £125,059 (2019: £160,048).

10. TANGIBLE FIXED ASSETS

	Plant and machinery etc
	£
COST	
At 1 September 2019	17,329
Additions	2,550
Disposals	<u>(2,800)</u>
At 31 August 2020	<u>17,079</u>
DEPRECIATION	
At 1 September 2019	9,695
Charge for year	4,875
On disposal	<u>(2,800)</u>
At 31 August 2020	<u>11,770</u>
NET BOOK VALUE	
At 31 August 2020	<u>5,309</u>
At 1 September 2019	7,634

ARTICLE 25
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2020

11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020	2019
	£	£
Prepayments & accrued income	<u>38,206</u>	<u>2,123</u>

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020	2019
	£	£
Tax and social security creditor	8,930	17,024
Loans	12,562	-
Other creditors	10,685	2,550
Accruals & deferred income	<u>9,952</u>	<u>3,300</u>
	<u>42,129</u>	<u>22,874</u>

Included in loans is an unsecured interest free loan of £10,000 (2019: £Nil); in October 2020, the donor who provided the loan decided to donate this to the Charity.

13. CREDITORS: AMOUNTS FALLING DUE IN MORE THAN ONE YEAR

	2020	2019
	£	£
Loans	<u>77,438</u>	40,000
	<u>77,438</u>	<u>40,000</u>

Loans are repayable as follows:

Within one year	12,562	-
Between one to two years	39,937	40,000
Between two to five years	29,812	-
More than five years	7,687	-

Of the loans £30,000 (2019: £40,000) are unsecured and are interest free. With the remainder of the loan it is unsecured and interest is charged at 2.5% from June 2021 – June 2026.

14. ANALYSIS OF NET ASSETS BETWEEN FUNDS – CURRENT YEAR

	Unrestricted funds £	Restricted funds £	Total funds £
Fixed Assets	5,309	-	5,309
Cash	59,154	34,124	93,268
Debtors	38,206	-	38,206
Creditors due in less than one year	(42,129)	-	(42,129)
Creditors due in more than one year	<u>(77,438)</u>	<u>-</u>	<u>(77,438)</u>
	<u>(16,908)</u>	<u>34,124</u>	<u>17,216</u>

ANALYSIS OF NET ASSETS BETWEEN FUNDS – PREVIOUS YEAR

	Unrestricted general funds £	Restricted general funds £	Total funds £
Fixed Assets	7,634	-	7,634
Cash	34,293	13,790	48,083
Debtors	2,123	-	2,123
Creditors due in less than one year	(22,874)	-	(22,874)
Creditors due in more than one year	<u>(40,000)</u>	<u>-</u>	<u>(40,000)</u>
	<u>(18,824)</u>	<u>13,790</u>	<u>(5,034)</u>

ARTICLE 25
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2020

15. MOVEMENT IN FUNDS – Current year

	At 1.9.19 £	Incoming resources £	Resources expended £	At 31.8.20 £
Funds				
Unrestricted	(18,824)	721,681	(719,765)	(16,908)
Restricted	<u>13,790</u>	<u>43,633</u>	<u>(23,299)</u>	<u>34,124</u>
TOTAL FUNDS	(5,034)	765,314	(743,064)	17,216

The Restricted fund comprises of the following:

	At 1.9.19 £	Incoming resources £	Resources expended £	At 31.8.20 £
Project				
Warm & Healthy Homes	13,790	-	(6,448)	7,343
Child Support Tanzania	-	797	(787)	10
Glendon Hospital Montserrat	-	35,623	(14,639)	20,984
Yangon Hand Hygiene	-	7,212	(1,425)	5,787
TOTAL RESTRICTED FUNDS	<u>13,790</u>	<u>43,633</u>	<u>(23,299)</u>	<u>34,124</u>

The Warm & Healthy Homes project provides workshops for people in London who suffer from fuel poverty.

The Child Support Tanzania project helps run a pre-school in Tanzania for children with physical and mental disabilities to enable them to join a mainstream school curriculum at age five.

The Glendon Hospital Montserrat project is for the initial concept design options for a new general hospital.

The Yangon Hand Hygiene project supports our long-term work at the hospital and devised to support the hospital staff with the provision of hand sanitizers, soaps and restorative plumbing works.

MOVEMENT IN FUNDS – Prior year

	At 1.9.18 £	Incoming resources £	Resources expended £	At 31.8.19 £
Funds				
Unrestricted	78,302	777,789	(874,915)	(18,824)
Restricted	<u>-</u>	<u>20,296</u>	<u>(6,506)</u>	<u>13,790</u>
TOTAL FUNDS	78,302	798,085	(881,421)	(5,034)

The Restricted fund comprises of the following:

	At 1.9.18 £	Incoming resources £	Resources expended £	At 31.8.19 £
Project				
Warm and healthy Homes	-	13,790	-	13,790
Child Support Tanzania	<u>-</u>	<u>6,506</u>	<u>(6,506)</u>	<u>-</u>
	-	20,296	(6,506)	13,790

ARTICLE 25
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2020

16. RELATED PARTY DISCLOSURES

None of the trustees (or any persons connected with them) received any remuneration during the current or prior years, nor did any of them claim any expenses (2019: Nil). During the year there was unrestricted income from the trustees and persons connected with them totalling £40,000 (2019: £86,800). At the year end there was a short term interest free loan of £10,000 from the trustees and persons connected with them (2019: long term loan of £10,000).

17. COMPANY STATUS

The company is limited by guarantee and has no share capital. In accordance with the Memorandum and Articles of the charitable company, the liability of members is limited to £10 each in the event of the winding up of the charitable company. At 31 August 2020 there were 10 members (2019: 7 members).

18. DONATED FACILITIES AND SERVICES

	2020 £	2019 £
Office space	100,000	100,000
Event Support	6,089	11,200
Fixed Assets	2,550	4,589
PR	2,500	5,000
Professional skills donated	105,017	126,137
AutoCAD software	-	46,805
	<u>216,156</u>	<u>293,731</u>

The income equivalent of the above services and facilities were recognised within incoming resources as a donation, and an equivalent charge included within resources expended.

19. OPERATING LEASES

Total future minimum lease payments under non-cancellable operating leases are as follows:

	2020 £	2019 £
Less than one year	5,683	5,683
Between one and five years	20,801	21,905
More than five years	5,724	9,922
	<u>32,208</u>	<u>37,510</u>

20. ANALYSIS OF CHANGES IN NET DEBT

	Balance at beginning of year £	Cash Flow £	Other changes £	Balance at end of year £
Cash at bank and in hand	48,083	45,185	-	93,268
Total cash and cash equivalents	48,083	45,185	-	93,268
Loans due within one year	-	(12,562)	-	(12,562)
Loans due in more than one year	(40,000)	(37,438)	-	(77,438)
Total net debts	8,083	(4,815)	-	3,268