

Charity Registration No. 1114639

Company Registration No. 05761174 (England and Wales)

HUMANITAS CHARITY
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 28 SEPTEMBER 2020



Caladine

Chartered Certified Accountants

HUMANITAS CHARITY

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr G J Loughlin Ms L Hughes Miss S V Wade Dr R Momeni Duchess of York S M Ferguson Mrs M Evans (Appointed 1 October 2019)
Secretary	Miss S V Wade
Charity number	1114639
Company number	05761174
Principal address	31 Bucklersbury Hitchin Hertfordshire SG5 1BG
Registered office	31 Bucklersbury Hitchin Hertfordshire SG5 1BG
Independent examiner	John Caladine FCCA CTA FCIE Caladine Limited Chantry House 22 Upperton Road Eastbourne East Sussex BN21 1BF
Bankers	CAF Bank Limited 25 Kings Hill Avenue Kings Hill West Malling Kent ME19 4JQ
Solicitors	Lawson Lewis Blakers 11 Hyde Gardens Eastbourne East Sussex BN21 4PP

HUMANITAS CHARITY

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HUMANITAS CHARITY

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 28 SEPTEMBER 2020

MESSAGE FROM OUR CO-FOUNDER AND CHIEF EXECUTIVE

As with many charities, the outbreak of the coronavirus pandemic in March 2020 brought many challenges, both financially and practically, that we could not have foreseen. From donors retracting pledges because of their own financial worries, to protecting the children and communities in our care from the spread of the disease, it has been a testing time for us.

I am hugely grateful for the commitment and dedication shown by all of the staff at Humanitas, here in the UK and overseas. From the teaching staff at our school in Ghana who have worked tirelessly to ensure that our pupils have been able to continue with their education, to the carers working at our Safe Homes in Romania who sacrificed going home to their own families at the end of the day and moved into the homes to care for the children. It has been a huge team effort, and continues to be, as we adapt to the changing social and economic consequences of a global pandemic.

However, we have not allowed the pandemic to stifle our ambition and creativity and we have made some huge strides, despite the limitations that have been imposed upon us. I am delighted to be working alongside the founders of BambuuBrush, an award-winning business that has a strong commitment to reducing plastic pollution in our oceans. You can read more about our exciting and innovative partnership later in this report.

Most recently we launched our 'We are all human here campaign' to send a message of solidarity and hope to our supporters and beyond. The campaign is still running, and we have hundreds of people across the country who are buying a t-shirt and posting messages on social media. I am encouraged by the momentum that is building and optimistic that we will raise significant funds for our work, whilst spreading a message of hope at this difficult time.

Against all the odds, we have completed the build of our new secondary school in Ayensuako, Ghana. We are extremely grateful for the support from Chatsworth Schools who enabled us to make this happen. During the year ahead we will focus on raising funds to fit the school out with the furniture and learning resources that we need to open our doors in 2021.

Lastly, I would like to thank Brad Ross-Williams for his commitment to Humanitas through his role as a Trustee from which he resigned in December 2019. I am also delighted to announce the appointment of our new Trustee, Maureen Evans, we are thrilled to have her on board.

Despite the setbacks that we have faced, I am confident that with the strength of the team and supporters beside us that myself and the Trustees will be able to meet the challenges of the year ahead, our 20th anniversary, with cautious optimism!

Sarah Wade

The Trustees present their report and financial statements for the year ended 28 September 2020.

LEGAL AND ADMINISTRATIVE INFORMATION

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 Charity's Memorandum and Articles of Association, 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)".

Public benefit

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

HUMANITAS CHARITY

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) **FOR THE YEAR ENDED 28 SEPTEMBER 2020**

Objectives and activities

MISSION STATEMENT

We believe everyone is entitled to health care, an education and a family. We strive to provide these three key rights across the globe.

OBJECTIVES

Humanitas is a creative and ambitious grass roots charity that has worked for more than a decade to protect and care for some of the world's most vulnerable people. We exist to transform the quality of life and empower disadvantaged children and young people who do not have access to an education, healthcare or a home. By tackling these three essentials we can change lives for good.

HOW WE DO IT

We run projects in the UK, Ghana, Romania and in refugee camps around the world.

- We work alongside deprived, rural communities in Ghana to ensure that children don't miss out on an education and are given the chance to go to school.
- Our medical professionals and volunteer nurses offer life saving treatment to families who have fled violence and persecution and are living in temporary refugee camps.
- Our professional staff in Romania cares for orphaned and abandoned children with disabilities and place them into loving foster homes.

Achievements and performance

THE IMPACT OF OUR WORK IN 2019-20

Educating children in Ghana

Since the outbreak of the coronavirus pandemic our efforts in Ghana have been focused on protecting the health and wellbeing of the children at our school and the people living in the community, who are extremely vulnerable to any pandemic. Thanks to a grant from Sarah's Trust we were able to deliver vital supplies to the village. Every family received a pack of essential supplies including medication, soap, vitamins, cleaning wipes, hand sanitiser, rice and other non-perishable foods. We helped over 900 children and adults to better protect themselves against the spread of Covid-19 and we continue to monitor the situation in Ghana so that we can keep the community as safe as they can be during these unprecedented times.

This year we built a secondary school near to our primary school in the village of Ayensuako in rural Ghana. The school has six large classrooms and has the capacity to teach 150 pupils. We will continue to raise funds to complete the fit out of the school and, given the unpredictable financial climate, we plan to open up the classrooms one by one and grow the intake of pupils organically to ensure the long-term sustainability of the school.

HUMANITAS CHARITY

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) **FOR THE YEAR ENDED 28 SEPTEMBER 2020**

Providing homes for orphaned and abandoned children in Romania

The thirteen children living in our Safe Homes continue to astound us with the progress that they are making. Some of the children are in mainstream education and taking on paid work, whilst others have made small but enormous strides in their physical abilities. Some of the children were never expected to walk and they're playing football in the garden and others are seeing the benefits of the weekly physio sessions that they are having at our on-site therapy centre. Some of the children that came into our care had never sat upright in their cots whilst they were living in state run institutions. This affected their muscle growth and has had a long-term impact on their ability to carry out day to day physical tasks. Our physiotherapist, Radu, continues to work with the children and his commitment to their development has been rewarded as they become more able to carry out tasks independently.

A majority of the children living in our Safe Homes, and those on our foster care programme, have low immune systems and complex health conditions that means they were in the highest coronavirus at risk group. In response to this, we had to set aside isolation rooms within the homes and mapped out a new staffing rota so that all of our children and staff were as safe as possible. Such is the commitment and dedication of our care staff that some moved into our Safe Homes and did not return to their families, ensuring that our children were still cared for around the clock.

All of the staff also took responsibility for home schooling the children when the schools closed, a gargantuan task in a home of 13 children with a huge range of competencies and needs. We are absolutely indebted to the staff who have gone over and above expectations and protected the physical and mental wellbeing of the children during this difficult period of time.

In fact, they have done so well that there is a calmer and more harmonious atmosphere in the homes. Spending more quality time together has been a positive experience for the children who have been better behaved and shown more kindness towards each other and the staff. For all of the worry, stress and upheaval caused by the coronavirus and our response to it there have been some positives that we can take away.

New partnerships

We are thrilled to be working alongside the very brilliant founders of @BambuuBrush to launch the @Bambuu Project. Through our partnership we aim to alleviate environmental and humanitarian suffering in developing countries – starting in Ghana.

Tommie and Rebecca visited the Humanitas School to deliver plastic pollution workshops to the pupils and teachers and are working alongside @BambuuBrush to raise funds to establish a plastic collection and recycling facility in the community. This will incorporate an incentivised scheme encouraging local people to collect plastic in exchange for every day products made from the recycled plastics that have been collected by them.

With additional funds raised through the @Bambuu Project the team will be able to deliver more plastic pollution workshops to more children in more countries around the world. To help children to understand the negative impact that plastic pollution is causing to our planet and inspire them to take action to protect their local environment. The team also plan to scale up their ambitions to establish plastic recycling and social enterprise projects in impoverished communities around the world.

HUMANITAS CHARITY

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 28 SEPTEMBER 2020

@BambuuBrush have also generously committed to donating 10% of the sales of their beautiful products to Humanitas Charity. We are very excited by the strength of this partnership and the combined skills and talent that we have to make lasting change to the social and natural environments in vulnerable communities around the world.

In November 2019 Humanitas Charity made a grant to Atlas (Haiti) in support of projects that promote the education and economic advancement of vulnerable girls living in Haiti.

Raising funds and our profile

This year we received support from a number of existing and new trusts and foundations, corporates and individual major donors including the Souter Charitable Trust, Mothers4Children, the RG Hills Charitable Trust and the Betty Lawes Foundation. We are grateful to Cabenco, Game of the People, Howard Digital, IDNet, Cantina Carnitas, @BambuuBrush and Enchant for their continued support.

The growth of our school's partnership programme has been severely hindered by the coronavirus pandemic. The focus on the closure and re-opening of schools across the UK has left headteachers and teaching staff very little opportunity to consider, let alone undertake, any fundraising or cultural exchange activities. We hope to re-ignite the great work that has already taken place once we return to some semblance of normality.

In October 2019 we hosted a trip to our school in Ghana with teaching and non-teaching staff from our partners at Chatsworth Schools. The team got stuck in straight away, working alongside our teaching staff to exchange skills and ideas. Whilst on the trip, some members of the Humanitas and Chatsworth Schools staff bravely ran the Accra marathon in 33-degree heat! We are grateful to the team from Chatsworth Schools who raised £7,000 in sponsorship, a sterling physical and fundraising effort.

We launched our 'We are all human here' t-shirt campaign to spreading a simple message during this politically and socially divisive period in our history -that we will not be divided by politics, religion, borders or race. We have been spreading the word that when we unite, we're no longer divided by fear, but are held together by love for our fellow human beings. Our campaign was launched on social media and attracted a significant following in Hitchin with local, independent shops selling our t-shirts. The campaign was well covered in the press and the interest on social media surpassed our expectations. The campaign continues to grow as we work towards attracting support from social influencers and celebrities. All profits raised from the sales of our t-shirts support our projects.

Our focus for the year ahead

2021 marks the 20th anniversary of Humanitas Charity and we are planning a series of activities and campaigns to mark this significant milestone. This will include a series of 'Coffee with Humanitas' short interviews with significant people who have supported our cause, a telling of Sarah Wade's story and a major donor appeal to female entrepreneurs and influencers to support the future of our Safe Homes.

We will also be seeking funds to open the classrooms in our secondary school and ensure that as many children in the village of Ayensuako have the opportunity to further their education.

Building on the success of this year's volunteer trips, we will be offering more dates starting in 2022.

We plan to build on the initial success of our 'We are all human here' campaign by attracting support from celebrities, musicians and social media influencers.

We will continue to work alongside @Bambuu Brush to explore opportunities to make products from recycled plastics that will support the social and economic development of impoverished communities and reduce plastic waste.

HUMANITAS CHARITY

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) **FOR THE YEAR ENDED 28 SEPTEMBER 2020**

Financial review

Our work has a strong appeal to individual and Trust funders who are committed to seeing the direct impact of their giving and the positive changes they can make to individual lives. As an ambitious, grassroots charity we have an unshakable sense of responsibility for the funds that we secure and an obligation to ensure that any donations made to the charity are used to benefit as many beneficiaries as possible.

During the year ended 28 September 2020 we received a total of £165,413 in grants and donations (including associated gift aid).

Overall, there was a deficit on the General Fund for the year after transfers of £24,550 (2019: surplus of £29,640) leaving a balance carried forward at 28 September 2020 of £5,593. Fund balances of £59,075 are carried forward at 28 September 2020 on restricted funds.

It is the policy of the Charity that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to three months expenditure, although this has not been possible in the year under review.

The Trustees have assessed the major risks to which the Charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

HUMANITAS CHARITY

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 28 SEPTEMBER 2020

Structure, governance and management

The Charity is a company limited by guarantee and is registered with the Charity Commission (Charity number 1114639).

The Charity is managed by a Board of eight Trustees with a breadth of skills and experience. The Trustees, who are also the directors for the purpose of company law, and who served during the year were:

Mr G J Loughlin

Mr B Ross-Williams

(Resigned 1 December 2019)

Ms L Hughes

Miss S V Wade

Dr R Momeni

Duchess of York S M Ferguson

Mrs M Evans

(Appointed 1 October 2019)

All of whom are eligible for re-election and will be proposed for re-election at the next Annual General Meeting.

None of the Trustees has any beneficial interest in the company. All of the Trustees are members of the company and guarantee to contribute £10 in the event of a winding up.

The Trustees agree that the CEO is given the authority to represent the Charity on its behalf on all matters of day to day management.

Our operational and fundraising activities are managed from the Hitchin office; this is also the base from which we raise awareness of our cause. Our programmes are directly managed on the ground by our senior management team under the leadership of our Chief Executive who is accountable to the Board of Trustees.

We employ professional staff in Ghana and Romania to help deliver our projects on the ground. We also recruit professional volunteers from the UK to provide support in all of our project areas to keep our operational costs to a minimum.

The Trustees would like to thank the staff of Humanitas for their commitment, dedication and hard work, which has enabled us to operate effectively, efficiently and with care and respect for all our beneficiaries and partners.

More information about the charity can be found at www.humanitascharity.org

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



Miss S V Wade

Trustee

Dated: 09.03.2021

HUMANITAS CHARITY

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 28 SEPTEMBER 2020

The Trustees, who are also the directors of Humanitas Charity 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 Charity 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;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Charity 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 Charity 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 Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

HUMANITAS CHARITY

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF HUMANITAS CHARITY

I report to the Trustees on my examination of the financial statements of Humanitas Charity (the Charity) for the year ended 28 September 2020.

Responsibilities and basis of report

As the Trustees of the Charity (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 Charity are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the Charity's 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

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 Charity 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).

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.



John Caladine FCCA CTA FCIE

Caladine Ltd
Chartered Certified Accountants

Caladine Limited
Chantry House
22 Upperton Road
Eastbourne
East Sussex
BN21 1BF

Dated: 10 March 2021

HUMANITAS CHARITY

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 28 SEPTEMBER 2020

		Unrestricted funds 2020 £	Restricted funds 2020 £	Total 2020 £	Unrestricted funds 2019 £	Restricted funds 2019 £	Total 2019 £
	Notes						
Income from:							
Donations and legacies	2	55,805	109,608	165,413	88,690	311,088	399,778
Other trading activities	3	-	-	-	9,945	-	9,945
Investments	4	141	-	141	6	4	10
Other income	5	18,385	-	18,385	-	-	-
Total income		74,331	109,608	183,939	98,641	311,092	409,733
Expenditure on:							
Raising funds	6	8,714	1,693	10,407	9,080	2,973	12,053
Charitable activities	7	62,288	270,336	332,624	59,921	155,361	215,282
Total resources expended		71,002	272,029	343,031	69,001	158,334	227,335
Net incoming/ (outgoing) resources before transfers		3,329	(162,421)	(159,092)	29,640	152,758	182,398
Gross transfers between funds	16	(27,879)	27,879	-	-	-	-
Net (expenditure)/income for the year/ Net movement in funds		(24,550)	(134,542)	(159,092)	29,640	152,758	182,398
Fund balances at 29 September 2019		30,143	193,617	223,760	503	40,859	41,362
Fund balances at 28 September 2020		5,593	59,075	64,668	30,143	193,617	223,760

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.

HUMANITAS CHARITY

STATEMENT OF FINANCIAL POSITION

AS AT 28 SEPTEMBER 2020

	Notes	2020 £	£	2019 £	£
Fixed assets					
Property, plant and equipment	12		2,002		7,500
Investments	13		1		1
			<u>2,003</u>		<u>7,501</u>
Current assets					
Trade and other receivables	14	3,954		211,046	
Cash at bank and in hand		63,479		15,029	
		<u>67,433</u>		<u>226,075</u>	
Current liabilities	15	(4,768)		(9,816)	
Net current assets			62,665		216,259
Total assets less current liabilities			<u>64,668</u>		<u>223,760</u>
Income funds					
Restricted funds	16		59,075		193,617
<u>Unrestricted funds</u>					
Designated funds:					
Refugee Project		17,661		20,000	
		<u>17,661</u>		<u>20,000</u>	
General unrestricted funds	17	(12,068)		10,143	
			5,593		30,143
			<u>64,668</u>		<u>223,760</u>

HUMANITAS CHARITY

STATEMENT OF FINANCIAL POSITION (CONTINUED)

AS AT 28 SEPTEMBER 2020

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 28 September 2020.

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

The members have not required the company to obtain an audit of its financial statements 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 8.03.2021.



Miss S V Wade
Trustee

Trustee

Company Registration No. 05761174

HUMANITAS CHARITY

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 28 SEPTEMBER 2020

1 Accounting policies

Company information

Humanitas Charity is a private company limited by guarantee incorporated in England and Wales. The registered office is 31 Bucklersbury, Hitchin, Hertfordshire, SG5 1BG.

1.1 Accounting convention

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

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

The financial statements are prepared in sterling, which is the functional currency of the Charity. 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 date of this report, there exists considerable uncertainty regarding the potential impact of the Coronavirus and the economic consequences which may result from government policies to contain the spread.

However, the Trustees are confident that the Charity has sufficient reserves to continue operations and continue to use the going concern basis as appropriate in the preparation of these accounts.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the Trustees in furtherance of their charitable objectives unless the funds have been designated for other purposes.

The Charity operates a general fund which encompasses the core work.

The charity sets aside monies given generally for its partner charity Romanian Relief, which it has decided to use for children being looked after by Romanian Relief in their Safe Homes Project and therapy centres. Monies are also given to fund an operational educational project in Ghana.

Restricted funds are used for the specific purposes as laid down by the donor. Expenditure which meets this criteria is charged to the fund together with a fair allocation of management and support costs.

The following restricted funds are in operation:

Safe Homes

Providing safe homes for orphaned and abandoned children with disabilities and special needs, which the charity gives grants for.

Ghana

This is a project called Education Matters, relating to a school and a library for children in a remote village in Ghana.

HUMANITAS CHARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 28 SEPTEMBER 2020

1 Accounting policies (Continued)

Humanitas Community Garden

This project will include the creation of a vibrant community meeting space in the heart of Hitchin, Hertfordshire. A publicly accessible community garden where people from across Hitchin and surrounding area can come together for leisure, recreation, volunteering, networking and creative activities.

Refugee Project

This is a Crisis Fund to enable us to respond efficiently to existing refugee crisis and future humanitarian emergencies. Our ambition is to deliver quality front line medical assistance to refugees through our mobile clinic.

Crisis Appeal

Crisis appeal is a fund for the Coronavirus impact on the children we work with in Romania and Ghana. The funds are distributed between the projects in Ghana and Romania.

1.4 Income

Income is recognised when the Charity 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 Charity 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 Charity 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.

Donated professional services and donated facilities are recognised as income when the charity has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from the use by the charity of the item is probable and that economic benefit can be measured reliably.

1.5 Expenditure

Resources expended are recognised in the period in which they are incurred and allocated to the particular cost centre to which they relate. Resources include irrecoverable VAT.

Charitable activities expenditure comprises those costs incurred by the Charity in the delivery of its activities and services for its beneficiaries.

Governance represents the strategic and legal costs of the Charity.

1.6 Property, plant and equipment

Property and equipment 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 basis:

Fixtures, fittings and equipment	25% on a straight line basis
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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 net income/(expenditure) for the year.

HUMANITAS CHARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 28 SEPTEMBER 2020

1 Accounting policies (Continued)

1.7 Non-current investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

A subsidiary is an entity controlled by the Charity. Control is the power to govern the financial and operating policies of the entity so as to obtain benefits from its activities.

1.8 Impairment of non-current assets

At each reporting end date, the Charity 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).

1.9 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.

1.10 Financial Instruments

The Charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the Charity's balance sheet when the Charity 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 trade and other receivables 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 trade and other payables 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 payables 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 payables are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

HUMANITAS CHARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 28 SEPTEMBER 2020

1 Accounting policies (Continued)

Derecognition of financial liabilities

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

1.11 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 Charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.12 Leases

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessees. All other leases are classified as operating leases.

Assets held under finance leases are recognised as assets at the lower of the assets fair value at the date of inception and the present value of the minimum lease payments. The related liability is included in the statement of financial position as a finance lease obligation. Lease payments are treated as consisting of capital and interest elements. The interest is charged to net income/(expenditure) for the year so as to produce a constant periodic rate of interest on the remaining balance of the liability.

2 Donations and legacies

	Unrestricted funds	Restricted funds	Total	Unrestricted funds	Restricted funds	Total
	2020	2020	2020	2019	2019	2019
	£	£	£	£	£	£
Donations and gifts	54,305	55,617	109,922	63,490	78,728	142,218
Grants	100	49,991	50,091	23,500	231,360	254,860
Donated goods and services	1,400	4,000	5,400	1,700	1,000	2,700
	<u>55,805</u>	<u>109,608</u>	<u>165,413</u>	<u>88,690</u>	<u>311,088</u>	<u>399,778</u>

3 Other trading activities

	Total	Unrestricted funds
	2020	2019
	£	£
Fundraising events	-	2,187
Rental income	-	7,758
Other trading activities	<u>-</u>	<u>9,945</u>

HUMANITAS CHARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 28 SEPTEMBER 2020

4 Investments

	Unrestricted funds	Unrestricted funds	Restricted funds	Total
	2019 £	2020 £	2020 £	2020 £
Interest receivable	141	6	4	10

5 Other Income

	Unrestricted funds	Total
	2020 £	2019 £
Other income (Furlough Income)	18,385	-

6 Raising funds

	Unrestricted funds	Restricted funds	Total	Unrestricted funds	Restricted funds	Total
	2020 £	2020 £	2020 £	2019 £	2019 £	2019 £
<u>Fundraising and publicity</u>						
Printing, Newsletters, Marketing, Social Media and Website	1,728	-	1,728	843	322	1,165
Consultancy	3,885	-	3,885	2,295	-	2,295
Other fundraising costs	3,101	1,693	4,794	5,942	2,651	8,593
	8,714	1,693	10,407	9,080	2,973	12,053

HUMANITAS CHARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 28 SEPTEMBER 2020

7 Charitable activities

	2020 £	2019 £
Staff costs	60,330	73,031
Depreciation and impairment	8,168	7,617
Rent	6,857	11,376
Consultancy	35,886	27,080
Medical Equipment and Medicines	474	369
Mission Costs	7,392	1,885
Computer Supplies and Services	958	1,336
Miscellaneous	1,274	1,095
Telephone	-	20
Office Supplies	-	436
Community Garden	431	7,214
Travel	6,681	7,531
Volunteer Expenses	1,658	-
Subscriptions	1,790	-
	<u>131,899</u>	<u>138,990</u>
Grant funding of activities (see note 8)	194,419	69,980
Share of support costs (see note 9)	2,521	2,586
Share of governance costs (see note 9)	3,785	3,726
	<u>332,624</u>	<u>215,282</u>
Analysis by fund		
Unrestricted funds	62,288	59,921
Restricted funds	270,336	155,361
	<u>332,624</u>	<u>215,282</u>

HUMANITAS CHARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 28 SEPTEMBER 2020

8 Grants payable

	2020 £	2019 £
Grants to institutions:		
Ghana IFIM Sharp Project	38,633	13,180
Romanian Relief Safe Homes and Fostercare	138,000	56,800
Crisis Appeal	12,855	-
Haiti	4,931	-
	<u>194,419</u>	<u>69,980</u>

9 Support costs

	Support costs £	Governance costs £	Total 2020 £	Support costs £	Governance costs £	Total 2019 £
Insurance	847	-	847	687	-	687
Office Supplies	-	-	-	113	-	113
Rent - Admin	1,469	-	1,469	1,679	-	1,679
Computer Supplies and Services	205	-	205	107	-	107
Accountancy	-	2,280	2,280	-	2,184	2,184
Bank charges	-	665	665	-	702	702
Independent examination fees	-	840	840	-	840	840
	<u>2,521</u>	<u>3,785</u>	<u>6,306</u>	<u>2,586</u>	<u>3,726</u>	<u>6,312</u>
<u>Analysed between</u>						
Charitable activities	<u>2,521</u>	<u>3,785</u>	<u>6,306</u>	<u>2,586</u>	<u>3,726</u>	<u>6,312</u>

10 Trustees

Trustee Sarah Wade received remuneration of £45,000 (2019:£45,000) during the year.

Donations from Trustees and related parties during the year amounted to £4,399 (2019:£18,067).

11 Employees

The average monthly number of employees during the year was:

	2020 Number	2019 Number
Charity Support and Administration	<u>2</u>	<u>3</u>

HUMANITAS CHARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 28 SEPTEMBER 2020

11 Employees (Continued)

Employment costs	2020 £	2019 £
Wages and salaries	57,416	69,841
Social security costs	2,914	3,190
	<u>60,330</u>	<u>73,031</u>

There were no employees whose annual remuneration was £60,000 or more.

12 Property and Equipment

	Fixtures, fittings and equipment £
Cost	
At 29 September 2019	31,826
Additions	2,670
At 28 September 2020	<u>34,496</u>
Depreciation and impairment	
At 29 September 2019	24,326
Depreciation charged in the year	8,168
At 28 September 2020	<u>32,494</u>
Carrying amount	
At 28 September 2020	<u>2,002</u>
At 28 September 2019	<u>7,500</u>

HUMANITAS CHARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 28 SEPTEMBER 2020

13 Fixed asset investments

		Other Investments
Cost or valuation		
At 29 September 2019 & 28 September 2020		1
Carrying amount		
At 28 September 2020		1
At 28 September 2019		1

	Notes	2020 £	2019 £
Other investments comprise:			
Investments in subsidiaries	20	1	1

14 Trade and other receivables

	2020 £	2019 £
Amounts falling due within one year:		
Trade receivables	517	568
Amounts owed by subsidiary undertakings	937	7,978
Grants receivable	-	200,000
Other receivables	2,500	2,500
	3,954	211,046

15 Current liabilities

	2020 £	2019 £
Other taxation and social security	897	1,056
Trade payables	1,118	2,803
Other payables	353	3,677
Accruals and deferred income	2,400	2,280
	4,768	9,816

HUMANITAS CHARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 28 SEPTEMBER 2020

16 Restricted funds

The income funds of the charity include restricted funds - see note 1.3 for a full explanation of each fund. The following are details of unexpended balances of donations and grants held on trust for specific purposes:

	Movement in funds				Movement in funds			
	Balance at 29 September 2018	Incoming resources	Resources expended	Balance at 29 September 2019	Incoming resources	Resources expended	Transfers	Balance at 28 September 2020
	£	£	£	£	£	£	£	£
Safe Homes	-	250,803	(89,906)	160,897	67,791	(189,313)	-	39,375
Ghana	3,236	51,648	(43,334)	11,550	27,054	(61,552)	22,948	-
Humanitas Community Garden	10,000	4	(7,215)	2,789	-	(431)	-	2,358
Refugee Project	27,623	8,637	(17,879)	18,381	1,219	(2,469)	-	17,131
Haiti	-	-	-	-	-	(4,931)	4,931	-
Crisis Appeal	-	-	-	-	13,544	(13,333)	-	211
	<u>40,859</u>	<u>311,092</u>	<u>(158,334)</u>	<u>193,617</u>	<u>109,608</u>	<u>(272,029)</u>	<u>27,879</u>	<u>59,075</u>

HUMANITAS CHARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 28 SEPTEMBER 2020

17 Designated funds

The income funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes:

	Balance at 29 September 2018 £	Balance at 29 September 2019 £	Resources expended £	Balance at 28 September 2020 £
Refugee Project	20,000	20,000	(2,339)	17,661

Refugee Project

This is a Crisis Fund to enable us to respond efficiently to existing refugee crisis and future humanitarian emergencies. Our ambition is to deliver quality front line medical assistance to refugees through our mobile clinic.

Although a substantial part of the designated fund has been utilised for general fund purposes in the year it is intended to restore this fund from gifts and grants during 2020/21.

18 Analysis of net assets between funds

	Unrestricted funds 2020 £	Restricted funds 2020 £	Total 2020 £	Unrestricted funds 2019 £	Restricted funds 2019 £	Total 2019 £
Fund balances are represented by:						
Property, plant and equipment	2,002	-	2,002	7,500	-	7,500
Investments	1	-	1	1	-	1
Current assets/ (liabilities)	3,590	59,075	62,665	22,642	193,617	216,259
	<u>5,593</u>	<u>59,075</u>	<u>64,668</u>	<u>30,143</u>	<u>193,617</u>	<u>223,760</u>

19 Related party transactions

Remuneration of key management personnel

	2020 £	2019 £
Aggregate compensation	<u>47,094</u>	<u>47,032</u>

HUMANITAS CHARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 28 SEPTEMBER 2020

19 Related party transactions (Continued)

Transactions with related parties

	Amounts owed by related parties 2020		Amounts owed by related parties 2019	
	Balance £	Net £	Balance £	Net £
Humanitas Boutique Ltd	937	937	7,978	7,978
	<u>937</u>	<u>937</u>	<u>7,978</u>	<u>7,978</u>

Included in debtors at the year end date is £937 (2019:£7,978) owed to the charity by its subsidiary, Humanitas Boutique Ltd. This loan is interest free and no security has been provided.

During the year the charity paid rent of £nil (2019:£2,085) to its subsidiary, Humanitas Boutique Ltd, for the use of office space.

20 Subsidiaries

Details of the Charity's subsidiaries at 28 September 2020 are as follows:

Name of undertaking	Registered office	Nature of business	Class of shares held	% Held	
				Direct	Indirect
Humanitas Boutique Ltd	England	Retail	Ordinary	100.00	