

**Drop4Drop Limited**

**(A company limited by guarantee)**

**Charity No. 1115277**

**Company No. 05704054**

**Trustees' Report and Unaudited Accounts**

**31 March 2024**

**Drop4Drop Limited**  
**Contents**

	<b>Pages</b>
Trustees' Annual Report	<b>2 to 4</b>
Independent Examiner's Report	<b>5</b>
Statement of Financial Activities	<b>6</b>
Balance Sheet	<b>7</b>
Notes to the Accounts	<b>8 to 15</b>

**Drop4Drop Limited**  
**Trustees Annual Report**

The trustees, who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the unaudited financial statements of the charity for the year ended 31 March 2024.

**REFERENCE AND ADMINISTRATIVE DETAILS**

**Company No. 05704054**

**Charity No. 1115277**

**Registered Office**

Unit 21 Mackley Industrial Estate  
Small Dole  
Henfield  
BN5 9XR

**Directors and Trustees**

The Directors of the charitable company are its Trustees for the purposes of charity law.  
The following Directors and Trustees served during the year:

K.L. Barry  
S.C. Konecki  
R. Leek  
L. White

**Directors of Corporate Trustees**

S.C. Konecki  
R. Leek

**Accountants**

Time Accounts Limited  
Room 34  
Basepoint Business Centre  
Little High Street  
Shoreham-by-sea  
BN43 5EG

## **STRUCTURE, GOVERNANCE AND MANAGEMENT**

### **Nature of governing document**

The company is registered as a charitable company limited by guarantee and was set up by a Trust deed. The company is constituted under the Articles of Association and is registered charity number 1115277.

### **Recruitment and appointment of trustee**

- The meeting is to be set and objectives set by the Founder;
- All Trustees must be in attendance;
- The Trustee must carefully consider the eligibility and appropriateness of the proposed trustee;
- A majority vote must be agreed before appointing new members of the board.

## **OBJECTIVES AND ACTIVITIES**

### ***Objects and aims***

#### **Mission:**

DROP4DROP believes everyone, everywhere, has the right to clean water. Access to clean water transforms lives, creates opportunities and lays the foundations for a brighter future.

#### **Purpose:**

DROP4DROP (forthwith named as 'the Charity') is a public benefit organisation that is committed to providing clean water projects across the globe to communities without access.

- The Charity, based in the United Kingdom, seeks to provide clean drinking bore-wells across the globe to communities living without access. The Charity's goal is to strategise and implement tools and solutions to alleviate the World Water Crisis
- The Charity provides grants to in-country organisations to provide sustainable clean water solutions, funded by vital donations from corporate and private individuals.
- The Charity receives funding and operational support from Life UK Ltd (mentioned forthwith as The Business') to ensure operational costs are absorbed outside the Charity's financial structure.
- The Charity researches and implements the advancement of resources and methods to provide clean water to communities living without access to clean water.
- The Charity utilises partnerships with non-governmental organisations in the locations of work and provides grants to outsource physical construction of wells. The Charity's objectives are the relief and assistance of people in developing countries deprived of clean drinking water. In particular accepting, administering and redistributing donations from the bottled water and soft drinks industry and investing these donations in water projects in affected countries.

### ***Public benefit***

The significant activities undertaken by charity during the year are:

- Circa 48 clean water projects constructed, roughly 24,000 people reached.
- Implemented clean water projects in Uganda, across Mpigi District & Hoima District, Zambia, Kenya and Tamil Nadu, India.
- Began work on projects in Kenya and Zambia.
- Continued work on developing our carbon offsetting programme in Uganda.

**Drop4Drop Limited**  
**Trustees Annual Report**

The trustees confirm that they have complied with the requirements of section 17 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

***Going concern***

After making appropriate enquiries, the Trustees have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the accounting policies.

**ACHIEVEMENTS AND PERFORMANCE**

Main achievements of the charity are as follows:

- Circa 48 clean water projects constructed, roughly 24,000 people reached.
- Implemented clean water projects in Uganda, across Mpigi District & Hoima District, Zambia, Kenya and Tamil Nadu, India.
- Began work on projects in Kenya and Zambia.
- Continued work on developing our carbon offsetting programme in Uganda.

**FINANCIAL REVIEW**

The charity continues its support to ongoing projects. Expenditure is incurred in furtherance of the charity priorities as outlined in its Objectives and Activities.

The charity has significant reserves which the Trustees closely monitor.

**Policy on reserves**

The charity will ensure there are always funds available for priorities and will analyse all commitments to ensure efficiency without overspend.

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

The above report has been prepared in accordance with the provisions applicable to companies subject to the small companies regime as set out in Part 15 of the Companies Act 2006 and in accordance with the Charities SORP (FRS 102).

Signed on behalf of the board



K.L. Barry  
Trustee

**Drop4Drop Limited****Independent Examiners Report****Independent Examiner's Report to the trustees of Drop4Drop Limited**

I report to the charity trustees on my examination of the financial statements of Drop4Drop Limited for the year ended 31 March 2023 which comprise the Statement of Financial Activities, the Summary Income and Expenditure Account, the Balance Sheet and the related notes.

**Responsibilities and basis of report**

As the charity's trustees of the 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).

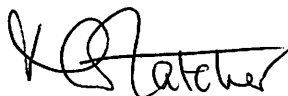
Having satisfied myself that the financial statements of the Charity are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's financial statements as carried out under section 145 of the Charities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

**Independent examiner's statement**

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

- accounting records were not kept in accordance with section 386 of the 2006 Act ; or
- the financial statements do not accord with those records; or
- the financial statements do not comply with the accounting requirements under section 396 of the 2006 Act other than any requirement that the financial statements give a 'true and fair' view which is not a matter considered as part of an independent examination; or
- 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.



Mrs Hannah Thatcher, FCA LLB  
Institute of Chartered Accountants England & Wales  
Time Accounts Limited  
Room 34  
Basepoint Business Centre  
Little High Street  
Shoreham-by-sea  
BN43 5EG

**Drop4Drop Limited**  
**Statement of Financial Activities**  
**for the year ended 31 March 2024**

		<b>Unrestricted</b>		
		<b>funds</b>	<b>Total funds</b>	<b>Total funds</b>
		<b>2024</b>	<b>2024</b>	<b>2023</b>
	<b>Notes</b>	<b>£</b>	<b>£</b>	<b>£</b>
<b>Income and endowments</b>				
<b>from:</b>				
Donations and legacies	4	83,642	83,642	171,074
<b>Total</b>		<b>83,642</b>	<b>83,642</b>	<b>171,074</b>
<b>Expenditure on:</b>				
Charitable activities	5	149,468	149,468	239,072
Other	7	68	68	57
<b>Total</b>		<b>149,536</b>	<b>149,536</b>	<b>239,129</b>
Net gains on investments		-	-	-
<b>Net expenditure</b>		<b>(65,894)</b>	<b>(65,894)</b>	<b>(68,055)</b>
Transfers between funds		-	-	-
<b>Net expenditure before other gains/(losses)</b>		<b>(65,894)</b>	<b>(65,894)</b>	<b>(68,055)</b>
<b>Other gains and losses</b>				
<b>Net movement in funds</b>		<b>(65,894)</b>	<b>(65,894)</b>	<b>(68,055)</b>
<b>Reconciliation of funds:</b>				
Total funds brought forward		235,549	235,549	303,604
<b>Total funds carried forward</b>		<b>169,655</b>	<b>169,655</b>	<b>235,549</b>

**Drop4Drop Limited****Balance Sheet****at 31 March 2024**

<b>Company No. 05704054</b>	<b>Notes</b>	<b>2024 £</b>	<b>2023 £</b>
<b>Current assets</b>			
Debtors	9	21,785	8,060
Cash at bank and in hand		150,580	230,680
		<u>172,365</u>	<u>238,740</u>
<b>Creditors: Amount falling due within one year</b>	10	<u>(2,710)</u>	<u>(3,191)</u>
<b>Net current assets</b>		169,655	235,549
<b>Total assets less current liabilities</b>		<u>169,655</u>	<u>235,549</u>
<b>Net assets excluding pension asset or liability</b>		<u>169,655</u>	<u>235,549</u>
<b>Total net assets</b>		<u>169,655</u>	<u>235,549</u>
<b>The funds of the charity</b>			
<b>Unrestricted funds</b>	11		
General funds		169,655	235,549
		<u>169,655</u>	<u>235,549</u>
<b>Total funds</b>		<u>169,655</u>	<u>235,549</u>

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

For the year ended 31 March 2024 the company was entitled to exemption under section 477 of the Companies Act 2006 relating to small companies.

The members have not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006.

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

Approved by the board on 31 March 2024

And signed on its behalf by:



K.L. Barry  
Trustee

**Drop4Drop Limited**  
**Notes to the Accounts**  
**for the year ended 31 March 2024**

**1 Accounting policies**

**Statement of Compliance**

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006 and Charities Act 2011.

**Basis of preparation**

Drop4Drop Ltd meets the definition of a public benefit entity under FRS 102. Assets and Liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

**Change in basis of accounting or to previous accounts**

There has been no change to the accounting policies (valuation rules and method of accounting) since last year and no changes have been made to accounts for previous years.

**Fund accounting**

Unrestricted funds	These are available for use at the discretion of the trustees in furtherance of the general objects of the charity.
Designated funds	These are unrestricted funds earmarked by the trustees for particular purposes.
Revaluation funds	These are unrestricted funds which include a revaluation reserve representing the restatement of investment assets at their market values.
Restricted funds	These are available for use subject to restrictions imposed by the donor or through terms of an appeal.

**Income**

Recognition of income	Income is included in the Statement of Financial Activities (SoFA) when the charity becomes entitled to, and virtually certain to receive, the income and the amount of the income can be measured with sufficient reliability.
Income with related expenditure	Where income has related expenditure the income and related expenditure is reported gross in the SoFA.
Donations and legacies	Voluntary income received by way of grants, donations and gifts is included in the the SoFA when receivable and only when the Charity has unconditional entitlement to the income.

**Drop4Drop Limited**  
**Notes to the Accounts**

**Expenditure**

Recognition of expenditure	All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.
Expenditure on raising funds	These comprise the costs associated with attracting voluntary income, fundraising trading costs and investment management costs.
Expenditure on charitable activities	Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.
Grants payable	All grant expenditure is accounted for on an actual paid basis plus an accrual for grants that have been approved by the trustees at the end of the year but not yet paid.
Governance costs	These include the costs attributable to the charity's compliance with constitutional and statutory requirements, including audit, strategic management and trustees's meetings and reimbursed expenses.
Other expenditure	These are support costs not allocated to a particular activity. Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources, for example, allocating property costs by floor areas, or per capita, staff costs by the time spent and other costs by their usage.

**Taxation**

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

**Trade and other debtors**

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business. Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the charity will not be able to collect all amounts due according to the original terms of the receivables.

Accrued income relates to money the charity is due to received in relation to donations / grants but has yet to be received, and for which an invoice / request for funds has yet to be made to the donor.

**Drop4Drop Limited**  
**Notes to the Accounts**

**Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

**Trade and other creditors**

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the charity does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

**Pension costs**

The charity operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the company pays fixed contributions into a separate entity. Once the contributions have been paid the company has no further payments obligations. The contributions are recognised as expenses when they fall due. Amounts not paid are shown in accruals in the balance sheet. The assets of the plan are held separately from the company in independently administered funds.

**Fund structure**

Unrestricted income funds are general funds that are available for use at the trustees discretion in furtherance of the objectives of the charity.

**Financial instruments**

***Classification***

Financial assets and financial liabilities are recognised when the charity becomes a party to the contractual provisions of the instrument.

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

**Going concern**

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the charity.

**Exemption from preparing a cash flow statement**

The charity is exempt from preparation of a cash flow statement.

**Drop4Drop Limited**  
**Notes to the Accounts**

**2 Charity status**

The charity is incorporated in England and Wales and is limited by guarantee and consequently does not have share capital. Each of the trustees is liable to contribute an amount not exceeding £1 towards the assets of the charity in the event of liquidation. The charity is incorporated in England and Wales.

The address of its registered office is:

Unit 21 Mackley Industrial Estate

Small Dole

Henfield

BN5 9XR

**3 Statement of Financial Activities - prior year**

	Unrestricted funds 2023 £	Total funds 2023 £
<b>Income and endowments from:</b>		
Donations and legacies	171,074	171,074
<b>Total</b>	<b>171,074</b>	<b>171,074</b>
<b>Expenditure on:</b>		
Charitable activities	239,072	239,072
Other	57	57
<b>Total</b>	<b>239,129</b>	<b>239,129</b>
<b>Net income</b>	<b>(68,055)</b>	<b>(68,055)</b>
<b>Net income before other gains/(losses)</b>	<b>(68,055)</b>	<b>(68,055)</b>
<b>Other gains and losses:</b>		
<b>Net movement in funds</b>	<b>(68,055)</b>	<b>(68,055)</b>
<b>Reconciliation of funds:</b>		
Total funds brought forward	303,604	303,604
<b>Total funds carried forward</b>	<b>235,549</b>	<b>235,549</b>

**4 Income from donations and legacies**

	Unrestricted £	Total 2024 £	Total 2023 £
Charity incoming resources (projects)	83,642	83,642	171,074
	<b>83,642</b>	<b>83,642</b>	<b>171,074</b>

Grants received are unrestricted but are to be used by the charity in furtherance of its mission and to be provided to recipient institutions to be used for the purposes of clean water projects.

**5 Expenditure on charitable activities**

	Unrestricted	Total 2024	Total 2023
	£	£	£
<i>Expenditure on charitable activities</i>			
Small costs (Projects)	258	258	-
Grants made	88,104	88,104	162,126
<i>Governance costs</i>			
Allocated support cost-wages & salaries	46,636	46,636	63,347
Allocated support cost-NI & tax	-	-	1,701
Allocated support cost-pension	1,013	1,013	1,417
Other governance cost	13,457	13,457	10,481
	<u>149,468</u>	<u>149,468</u>	<u>239,072</u>

**6 Analysis of grants**

Activity or programme	Total 2024	Total 2023
	£	£
Clean water project in India	27,914	116,472
Clean water project in Uganda	43,577	45,654
Clean water project in Zambia	8,960	-
Clean water project in Kenya	7,653	-
	<u>88,104</u>	<u>162,126</u>

Grants for clean water projects in Tamil Nadu, India were paid out to the following organisations - RCLWA – Rural Christian Lepers Welfare Association.

Grants for clean water projects in the Hoima District, Uganda and Mpigi District, Uganda were paid out to the following organisations - Kituntu Women’s Association

Grants for clean water projects in Kenya were paid out to the following organisation - Well Boring

Grants for clean water projects in Zambia were paid out to the following organisation - Village Water Zambia.

The provision of grants to such institutes are unrestricted but are to be used for the purpose of clean water projects.

**7 Other expenditure**

	<b>Unrestricted</b>	<b>Total</b>	<b>Total</b>
		<b>2024</b>	<b>2023</b>
	<b>£</b>	<b>£</b>	<b>£</b>
General administrative costs	68	68	57
	<u>68</u>	<u>68</u>	<u>57</u>

**8 Staff costs**

	<b>2024</b>	<b>2023</b>
Pension costs	1,013	1,417
	<u>1,013</u>	<u>1,417</u>

No employee received emoluments in excess of £60,000.

The average monthly number of full time equivalent employees during the year was as follows:

<b>2024</b>	<b>2023</b>
<b>Number</b>	<b>Number</b>
2	2
<u>2</u>	<u>2</u>

**9 Debtors**

	<b>2024</b>	<b>2023</b>
	<b>£</b>	<b>£</b>
Trade debtors	21,785	-
Prepayments and accrued income	-	8,060
	<u>21,785</u>	<u>8,060</u>

**10 Creditors:**

amounts falling due within one year

	<b>2024</b>	<b>2023</b>
	<b>£</b>	<b>£</b>
Trade creditors	160	106
Other taxes and social security	657	1,058
Other creditors	225	225
Accruals	1,668	1,802
	<u>2,710</u>	<u>3,191</u>

**11 Movement in funds**

	At 1 April 2023 £	Incoming resources (including other gains/losses) £	Resources expended £	At 31 March 2024 £
<b>Unrestricted funds:</b>				
General funds	235,549	83,642	(149,536)	169,655
<b>Total funds</b>	<u>235,549</u>	<u>83,642</u>	<u>(149,536)</u>	<u>169,655</u>

	At 1 April 2022 £	Incoming resources (including other gains/losses) £	Resources expended £	Gross transfer £	At 31 March 2023 £
<b>Unrestricted funds:</b>					
General funds	263,628	171,074	(239,129)	39,976	235,549
<b>Designated funds:</b>					
Other reserves	39,976	-	-	(39,976)	-
Total	<u>39,976</u>	<u>-</u>	<u>-</u>	<u>(39,976)</u>	<u>-</u>
<b>Total funds</b>	<u>303,604</u>	<u>171,074</u>	<u>(239,129)</u>	<u>-</u>	<u>235,549</u>

Reserves comprising furlough income receive during the Covid-19 pandemic were transferred to general reserve available for use by the charity.

**12 Analysis of net assets between funds**

	Unrestricted funds £	Total £
Current assets	172,365	172,365
Current liabilities	(2,710)	(2,710)
<b>Total net assets</b>	<u>169,655</u>	<u>169,655</u>
	Unrestricted funds £	At 31 March 2023 £
Current assets	238,740	238,740
Current liabilities	(3,191)	(3,191)
<b>Total net assets</b>	<u>235,549</u>	<u>235,549</u>

**Drop4Drop Limited**  
**Notes to the Accounts**

**13 Reconciliation of net debt**

	At 1 April 2023	Cash flows	At 31 March 2024
	£	£	£
Cash and cash equivalents	230,680	(80,100)	150,580
	<u>230,680</u>	<u>(80,100)</u>	<u>150,580</u>
Net debt	<u>230,680</u>	<u>(80,100)</u>	<u>150,580</u>

**14 Commitments**

***Pension commitments***

	2024	2023
	£	£
The pension cost charge to the company amounted to:	<u>1,013</u>	<u>1,417</u>
Unpaid contributions due to the fund are included in other creditors and amounted to:	<u>225</u>	<u>225</u>

**15 Related party disclosures**

		2024	2023
		£	£
<b><i>Transactions with related parties</i></b>			
<i>Name of related party</i>	K.L. Barry		
<i>Description of relationship between the parties</i>	Trustee		
<i>Description of transaction and general amounts involved</i>	Trustee of the charity is also director of UK company, Life UK Limited. During the year, charity received charitable donation of		
<i>Amount due from/(to) the related party</i>		7,872	77,470
<i>Name of related party</i>	S.C. Konecki		
<i>Description of relationship between the parties</i>	Trustee		
<i>Description of transaction and general amounts involved</i>	Trustee of the charity is also director of UK company, Life UK Limited and Factory 21 Limited. During the year, charity received charitable donation of		
<i>Amount due from/(to) the related party</i>		7,872	77,700

***Controlling party***

The company is limited by guarantee and has no share capital; thus no single party controls the company.