



WaterHarvest
MAKING EVERY DROP COUNT

ANNUAL REPORT AND FINANCIAL STATEMENTS YEAR ENDED 31 MARCH 2023



WaterHarvest is a company limited by guarantee registered in England and Wales

Charity number 1127564

Company number 06484901

WaterHarvest Annual Report 2022/2023

CONTENTS

Chair and CEO's Welcome	3
Annual Report of the Trustees (incorporating the Director's Report)	4
Our Mission	4
What We Do	5
The Programmes.....	6
Achievements and Performance	11
Financial Review	13
Plans for Future Periods	16
Structure, Governance and Management	17
Legal and Administrative Details	19
Independent Auditor's Report.....	24
Statement of Financial Activities.....	28
Balance Sheet	29
Notes to the Financial Statements.....	30

WaterHarvest Annual Report 2022/2023

CHAIR AND CEO'S WELCOME

Welcome to our 2022/23 Annual Report. We are very pleased to report that this year we have delivered 3 programmes in India and two pilot programmes in Ghana and Kenya. This work included building 156 rainwater harvesting systems, building one sand dam in Kenya and helping to establish 22 micro water businesses in Ghana. We continue to work in remote communities, where climate change greatly affects the vulnerable communities who are still lacking access to a source of clean water close to their homes or schools.

In January, we reached our 36th year and we are immensely grateful to all those who support us. We couldn't do this without you all! With your help, over the last 36 years, WaterHarvest has directly supported over two million people, worked in 2,048 villages, and built structures to harvest 1.41 billion litres of rainwater annually. Our income this year was £388,690, 4% above last year's level. We are very pleased that our income levels have remained strong given the external environment and that our funders are supporting our strategy of finding long term partners in Africa.

Our sister entity in India, Water Wisdom Foundation, has had a strong year with 3 programmes completed and an 18% increase in funds raised. Water Wisdom Foundation is a separate legal entity to WaterHarvest but shares the same values and mission as WaterHarvest. It was established in 2017 to carry on the work of WaterHarvest in India whilst also being able to raise funds within India.

WaterHarvest has continued its exploratory work in Africa over the year. Following on from our pilot programme in Kenya in 2021/22, this year we have worked with two different partners in Ghana and Kenya.

Our core values remain the same - to help vulnerable, remote communities to have year-round access to clean drinking water. We continue to believe that the best way for us to do this is to partner with organisations who are deeply rooted in their communities. This is how we have always worked in India and our Africa work follows this ethos.

We are very pleased with the progress we have made in working in Africa. As you will see in the 'Future Plans' section of this report, some of the pilots are expanding into larger programmes and we are also working with a new partner in Uganda. We firmly believe that taking our time to find the right path forward is ensuring the greatest impact for our donors' funds. We look forward to the year ahead and thank you for your continued support.

Yours,

Neil Mehta

Chair of Trustees

Nicola Floyd

CEO



WaterHarvest Annual Report 2022/2023

ANNUAL REPORT OF THE TRUSTEES

INCORPORATING THE DIRECTORS' REPORT

OUR MISSION

At WaterHarvest, we believe that clean drinking water is key to alleviating poverty.

A source of clean water close to the home improves health, increases incomes, enables girls to go to school and leads to a greater sense of wellbeing including a reduction in anxiety and an increase in dignity.

We also believe that using water efficiently can improve the livelihoods of the rural communities where we work.



WaterHarvest Annual Report 2022/2023

WHAT WE DO

HOW WE WORK

We work with local partners to help rural communities to secure a clean sustainable source of clean drinking water.

This work focuses on the United Nations SDG 6.1.

“BY 2030, TO ACHIEVE UNIVERSAL AND EQUITABLE ACCESS TO SAFE AND AFFORDABLE DRINKING WATER FOR ALL.”



We believe that national actors are vital for change in a country. We work with local partners to share our technical expertise and our experience.

We encourage our partners to develop the best sustainable source of clean water for their communities. We do not seek to impose solutions on the communities, rather to offer our help and guidance.

All our partners have strong community links.

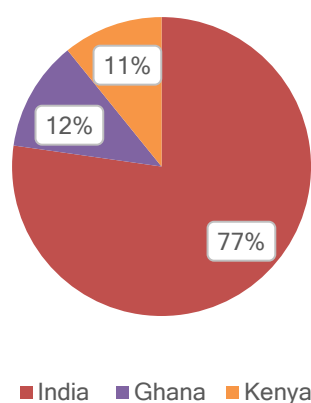


WaterHarvest Annual Report 2022/2023

PROGRAMMES

This year we have worked in rural communities in Rajasthan and Gujarat in India, in Kenya and in the Oti region of Ghana.

Programme Spend



Over the year, 80% of our programme spend was on providing clean drinking water to rural communities, 19% was spent on our Water and Environment programmes and 1% on project monitoring and evaluation.

CLEAN DRINKING WATER PROGRAMMES

Our 'Clean Drinking Water' programmes in India focus on building rainwater harvesting structures. In Kenya, our programme helped to build a sand dam in a community. In Ghana, our clean drinking water programme helped to establish micro businesses which treat and sell water in remote communities.

INDIA

During the year, we had three 'Clean Drinking Water' programmes in India. Two of these were in Rajasthan and one was in Gujarat.

This resulted in a total of 156 rainwater harvesting structures. Each of these structures was for one household. The rainwater harvesting structures catch the rain, typically on the roof

WaterHarvest Annual Report 2022/2023

of a building. Some structures also have a ground level artificial catchment. The structures then channel the rainwater into a covered, underground storage tank. The water is then stored for use as drinking water throughout the year.



The structures typically hold about 20,000 litres of water, which is just over nine litres of water per day per person for a family of six. To improve the quality of the water, families receive water filters and training on how to use them. They also receive training on basic hygiene and sanitation.

GHANA

Our 'Clean Drinking Water' programme in Ghana set up 22 new water businesses in the remote, rural villages surrounding Dambai and Krachi. These are both in the Oti region, North West Ghana.

Each business is run by women who are trained to treat and sell the water. They are supported with technical expertise, customer support and equipment. They receive income from the selling the water. They are also paid a basic salary through the programme. This is to ensure that the water business is open for regular hours each day. The price at which the water is sold is set by the partner to ensure that the water is affordable.

WaterHarvest Annual Report 2022/2023

By ensuring a constant, reliable source of clean water at an affordable price, the community benefits from improved health, better school attendance and more income to spend on other necessities.



KENYA

The pilot in Kenya enabled the Ukava wa Kitoni, a community self-help group in Ukambank, southeast Kenya to build a sand dam. The sand dam will hold up to 40 million litres of water each year and should last for over 60 years.



WaterHarvest Annual Report 2022/2023

WATER AND THE ENVIRONMENT PROGRAMMES

In addition to the clean drinking water programmes, we have Water and Environment programmes in India. The Water and Environment programmes rejuvenate land by building bunds and trenches which hold the rainwater, allowing it to percolate down. We are also now exploring Water and Environment programmes in Ghana.

Our 'Water and Environment' programme in India this year rejuvenated 15 hectares of land and built or renovated 7 community farm ponds.



WaterHarvest Annual Report 2022/2023

SUSTAINABILITY

With more than 36 years of working with rural communities to bring clean water, we know how important it is to ensure our programmes are sustainable. Sustainability is, and always has been, embedded in everything we do – from the original programme design to the external evaluations and to the follow up with the communities many years later. We have worked with many of these communities for over 30 years and continue and monitor to see the impact of our earlier programmes.

MONITORING OUR PROGRAMMES

Programmes are monitored through a combination of written reports, photos, our mobile app, zoom calls and in person meetings. The app, which can be downloaded onto any android device, enables the field workers to register beneficiaries, take baseline surveys and track the progress of the construction of the structures. All the data is uploaded to the cloud and can be viewed in Tableau and also excel files.



EVALUATING OUR PROGRAMMES

All our programmes are evaluated, and our India programmes are evaluated by our WaterHarvest staff, and an external evaluator.

WaterHarvest Annual Report 2022/2023

ACHIEVEMENTS AND PERFORMANCE

HIGHLIGHTS

EMBRACING TECHNOLOGY

We continue to embrace technology to make the monitoring of our programmes as effective and cost efficient as possible. We manage the India programmes in real time using Commcare, a data collection app. We also use a software package Calxa, for financial management reporting and budgeting software.

WATER WISDOM FOUNDATION

Our sister entity, Water Wisdom Foundation, has had a strong year. It has implemented three programmes and worked in eleven villages. This has benefited six hundred and eighty people. One of these programmes was a project to reduce fluoride in a community plant to permissible levels in the Hirnoda village in the Jaipur district. The programme benefitted five hundred people, including two hundred children. Water Wisdom has also built a new website.

CLOSURE OF INDIA LIAISON OFFICE

The WaterHarvest India Liaison Office was formally closed on 31st March 2023 with the India team remaining in place working as consultants, managing the programmes for WaterHarvest. This is another significant step towards working with our sister entity, Water Wisdom Foundation in India. It also is enabling WaterHarvest to focus more on building partnerships with in-country partners in Africa.

WaterHarvest Annual Report 2022/2023

LEVERAGE

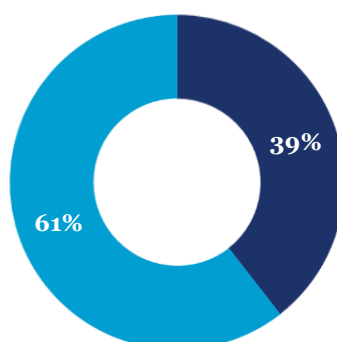
All our India programmes require a contribution from the local community. This is typically done in the form of labour – most families help with the excavation stage of the rainwater harvesting structure. It not only reduces the cost of the programme, meaning more families can be included, but also fosters a sense of ownership of the structure among the community. This is key to ensuring the structure is well maintained and the programme is sustainable. In some exceptional circumstances, where the family is not able to contribute, this does not exclude them from the programme.

In addition to community contributions, we also leverage funds from partners, corporates and governments. The level of leverage varies between programmes. Our programme in Gujarat has a high level of leveraging due to a partnership with a corporate donor.

This year the overall leverage figure for the total India programme budget was 65%. This meant that for every £1 donated, £1.65 of work was done. This was significantly higher than last year's average of 46%.

Community Contribution in India (Local & CSR)

■ Community ■ WaterHarvest



WaterHarvest Annual Report 2022/2023

FINANCIAL REVIEW

Total income for 2022/23 was £388,690 (2022: £373,243). This represents a 4% increase on last year.

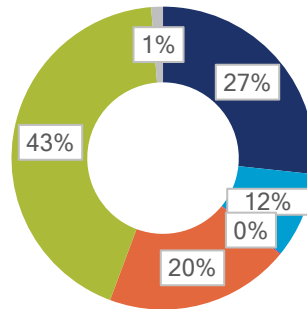
Restricted income at £74,623 was 19% of our funding. This represents a decrease on last year's level of 7.5%. Income from Trusts and Foundations continues to be our largest source of funding at 36%. Corporate donations (31%) are our second largest source of funding. Individual and community donations also remain an important sector for us (19%). As the pie charts below reflect, income from legacies increased this year. We would particularly like to thank the donors listed below: -

Altor Foundation
Archer Trust
Bartle Family Charitable Trust
Bushell, Ms Julie Bushell
Coles Medlock Foundation
Collier Trust
Cooke Charitable Trust
Drinking Fountain Association
Four Acre Trust
Ian Askew Charitable Trust
Jam Trust
Kate Farrer Foundation
Mila Charitable Foundation
Monsoon Accessorize Trust
One World Group, Oxted
Paget Trust
Paradigm Norton Trust
Rainford Trust
Shears Foundation
St Clare and St Francis Trust
Tresanton Trust
Winchester Rotary Club

WaterHarvest Annual Report 2022/2023

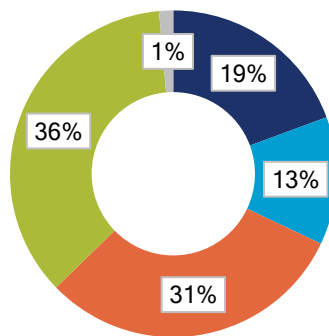
Principal Sources of Income 2021/22

- Individual and community donations
- Sales and events
- Trusts and Foundations
- Legacies and memorials
- Corporate
- Investment Income



Principal Sources of Income 2022/23

- Individual and community donations
- Legacies and memorials
- Corporate
- Investment Income
- Trusts and Foundations

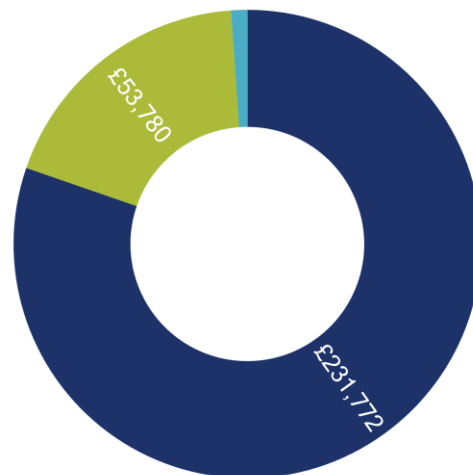


The total expenditure on charitable activities was £288,792 (2022: £384,583) including support costs and governance costs. This represents a 25% decrease on last year, due to some of the work originally planned for 20/21 being completed in 21/22 year as COVID restrictions eased. 'Clean Drinking Water' continues to be our biggest programme area representing 80% of total charitable spend. We expect this to continue going forward.

WaterHarvest Annual Report 2022/2023

Charitable Expenditure

■ Clean Drinking Water ■ Water & Environment ■ Monitoring & Evaluation



The cost of raising funds was £41,060 (2022: £51,485). This represents a 21% decrease on last year. This was partially due to our part time fundraiser leaving, as a result of ill health. Fundraising costs include the cost of employing our fundraising staff and the production of communication materials.

We work hard to ensure we continue to be efficient and keep our costs low. For every pound raised, just over 11p was spent on fundraising, (2021:14p for every pound raised).

Governance costs were £8,732 (2022: £6,615). This comprises the audit in this financial year and the cost of closing our India Liaison Office.

RESERVES

At the year end, our overall reserves are £327,965. This translates to 9 months of the annual budget. This is clearly at the upper end of the trustees' policy of 6-9 months of the annual budget. However, available reserves at the end of the financial year are £192,440, which represents funds which have not already been committed to projects in designated funds for the next financial year and represents 5 months of the annual budget. The trustees are happy to hold a higher level of reserves whilst we build partnerships in Africa.

WaterHarvest Annual Report 2022/2023

PLANS FOR FUTURE PERIODS

In line with our strategy, set out by the trustees in September 2022, WaterHarvest has continued to explore opportunities to bring clean drinking water to remote communities in sub-Saharan Africa and to give greater autonomy to our operations in India.

Following the closure of the WaterHarvest India Liaison Office on 31st March 2023, the India team remains in place working as consultants, managing the programmes for WaterHarvest. These programmes include two roof rainwater harvesting programmes, one in Gujarat and one in the Sambhar Salt Lakes and two programmes in the Sambhar Salt Lakes. The latter combines rainwater harvesting for drinking water and land rejuvenation. Over the coming year, our work in India will represent over half of our programme spend.

Currently, our sister entity, Water Wisdom Foundation, raises funds exclusively from within India. However, once the regulatory approval to receive funds from abroad is obtained, the trustees hope that Water Wisdom Foundation will continue much of the work of WaterHarvest in India and the two organisations will work closely alongside each other.

During 2023/24, WaterHarvest will continue its exploratory work in Africa. As of June 2023, we are finishing a successful pilot programme in the Masaka region of Uganda with MADLACC and the Emmaus Partnership in the UK to build water harvesting tanks for schools. The pilot has involved building four rainwater harvesting tanks in a primary school in Kayijja. We are now discussing further programmes alongside these partners.

We are also in discussions about working further with Saha in Ghana. These discussions involve some 'Water and Environment' programmes and also expanding the network of small water businesses in remote areas of Ghana which would fall under the Clean Drinking Water Programmes.

We are very encouraged with the work of both of these partners and hope to expand these partnerships over the coming year. We firmly believe that taking our time to find the right path forward for our Africa programmes is ensuring the greatest impact for donors' funds.

WaterHarvest Annual Report 2022/2023

STRUCTURE, GOVERNANCE AND MANAGEMENT

WaterHarvest is a private charitable company limited by guarantee and is governed by its Memorandum and Articles of Association updated on 11th October 2017.

Reference and Administration details

WaterHarvest Limited is a company limited by guarantee (registered in England and Wales no 06484901) and a charity (registered in England and Wales, no. 1127564). Our India office is registered as a Liaison Office under Indian regulations.

The trustees keep the organisation of the charity under review and seek to ensure that it is adequately structured and resourced to meet the needs of its operations. They hold quarterly meetings to review the work of the charity. They also all take an active role in fundraising.

Trustees' appointment and induction

Trustees serve for an initial three-year term, after which they may be appointed to stand for another three-year term. New trustees are appointed by the existing trustees, taking account of the skills, knowledge and experience. Trustees are encouraged to visit the programmes (usually at their own expense) to see first-hand the work supported by the charity.

Senior Management

Within the UK office, there were 3 paid staff (2 full-time equivalent), with Nicola Floyd as CEO, Julia Seal as Fundraising Manager and Dawn Flach as Operations and Finance Manager. Staff remuneration is set and approved by the Trustees. Trustees and other volunteers make a range of valuable contributions to the organisation's work. Om Prakash Sharma was the India Country Director. He was joined by Dinesh Sharma as Finance Manager.

Public benefit statement

In exercising their powers and duties, the trustees have due regard for the guidance on public benefit published by the Charity Commission. WaterHarvest's activities give rise to identifiable public benefits, primarily in India but also, to a lesser extent, in the UK

WaterHarvest Annual Report 2022/2023

through the talks given to community groups.

Risk management

We review risks on a quarterly basis and maintain a register of risks ranked according to probability and impact.

Restricted funds

The restricted funds referred to in Note (20) of the Financial Statements are held for the purposes agreed with the donors and are expended as the relevant programmes progress.

Reserves policy

The trustees confirmed the policy of reserves between 6-9 months of total budget (including programmes). However, the trustees acknowledged that during a period of exploring working in other countries, it is acceptable for reserves to be above the upper limit of the reserves policy.

Safeguarding

The trustees reviewed the Safeguarding Policy document and no changes were made.

Appointment of auditors

The board decided to re-appoint Fiander Tovell.

WaterHarvest Annual Report 2022/2023

LEGAL AND ADMINISTRATIVE DETAILS

Name	WaterHarvest Limited
Charity Number	1127564
Company Number	06484901
Registered Office	Basepoint Business Centre, 1 Winnall Valley Road, Winchester SO23 0LD, UK
Website Address	www.water-harvest.org
Bankers	HSBC Bank plc 58 High Street, Winchester, SO23 9BZ
Auditors	Fiander Tovell Stag Gates House 63/64 The Avenue Southampton SO17 1XS

WaterHarvest Annual Report 2022/2023

DIRECTORS AND TRUSTEES

The directors of the charitable company (the charity) are its trustees for the purpose of charity law.

The following trustees held office from 1st April 2022:

Neil Mehta (Chair)

Neil has over 20 years of board level experience. He is an entrepreneur and digital technologies innovator. He has been involved in Tech4Good businesses, government funded bodies and charities. Neil is Chair of WaterHarvest Board and is a trustee of another UK charity. Neil provides overall long-term strategic direction and guidance to the trustees' board and support for the CEO in achieving the objectives of WaterHarvest.

Dr Max M Wilson (resigned October 2022)

Max has a doctorate in Metallurgy. He has held senior management positions in large companies in UK and overseas. Latterly, he specialised in helping small high-tech companies to grow. As a result of many visits to Water Harvest projects in India, he has a comprehensive knowledge of the local situation.

Fiona Beukes

Fiona has an extensive background in financial services marketing and communications, particularly supporting the growth of investment and wealth management propositions. Recent projects have included a brand redevelopment and relaunch, enterprise marketing for a go-to-market long-term savings platform as a service and developing digital user experience and engagement strategies. She is a Fellow of the Chartered Management Institute and holds an OUBS MBA. Fiona has a special interest in ESG issues, sustainable development and social impact enterprises.

Steve Welch (resigned September 2022)

Steve comes from a Software Engineering, Agile development and Coaching background. He was a Cisco Engineering Director for Unified Communications, as well as a member of the Cisco UK & Ireland Leadership board. He is the chair and Non-Executive Director of a FinTech start-up company and board advisor to an IT Consultancy firm, working in the public sector (Highways England).

WaterHarvest Annual Report 2022/2023

Gareth Davies

Gareth spends his professional life in consulting and leadership of various businesses, principally in the healthcare arena. He is engaged in creating education and water provision facilities throughout India and Africa with various small organisations, and works locally in community support projects. He is a Trustee of the Clive Richards Foundation and volunteer RNLI crew in addition to singing to raise money for charity with the Sheringham Shantymen.

Alice La Trobe Weston

Alice has over 25 years' experience working in the financial sector. She was an investment manager and analyst at Morgan Stanley Investment Management for 15 years, with varied responsibilities including managing €6bn of fixed income assets, working in both London and New York. She is now an impact fund manager, working at a social and environmental impact fund of funds. She is also a trustee at The Pilgrim Trust, as well as being a school governor.

Justin Boynton

Justin is a passionate technologist and digital agency owner with a background in software development and marketing technology. He enjoys working collaboratively and with purpose, helping people to achieve goals and to reach their full potential. Justin provides digital marketing support to WaterHarvest.

Patrons

Sir Mark Tully

Lord Bhikhu Parekh

WaterHarvest Annual Report 2022/2023

TRUSTEES' RESPONSIBILITIES FOR THE FINANCIAL STATEMENTS

The trustees (who are also directors of WaterHarvest Limited for the purposes of company law) are responsible for preparing the Annual Report of the Trustees 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 period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP 2015 (FRS 102);
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; 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.

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditor is unaware; and

WaterHarvest Annual Report 2022/2023

- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approval

I declare, in my capacity as a trustee, that the trustees have approved this report and have authorised me to sign it on their behalf.

Neil Mehta

Neil Mehta

Trustee – Chair

Date: 21/9/2023 | 15:28 BST

WaterHarvest Annual Report 2022/2023

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF WATERHARVEST LIMITED

Opinion

We have audited the financial statements of WaterHarvest (the 'charitable company') for the year ended 31 March 2023 which comprise the statement of financial activities, the balance sheet and the 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 FRS 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 March 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.

WaterHarvest Annual Report 2022/2023

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, except to the extent otherwise explicitly stated in our report, 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

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report included within the Trustees' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or

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

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

WaterHarvest Annual Report 2022/2023

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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

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

Our approach to identifying and assessing the risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, was as follows:

- the engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations.
- we identified the laws and regulations applicable to the company through discussions with directors and other management, and from our commercial knowledge and experience.
- we focused on specific laws and regulations which we considered may have a direct material effect on the financial statements or the operations of the company, including the Companies Act 2006, taxation legislation, data protection, employment, environmental and health and safety legislation.
- we assessed the extent of compliance with the laws and regulations identified above through making enquiries of management.

We assessed the susceptibility of the company's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by:

- making enquiries of management as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud.
- considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

Audit response to risks identified

To address the risk of fraud through management bias and override of controls, we:

- performed analytical procedures to identify any unusual or unexpected relationships.
- tested journal entries to identify unusual transactions.
- assessed whether judgements and assumptions made in determining the accounting estimates were indicative of potential bias.
- investigated the rationale behind significant or unusual transactions.

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- agreeing financial statement disclosures to underlying supporting documentation.
- enquiring of management as to actual and potential litigation and claims.

There are inherent limitations in our audit procedures described above. The more removed that laws and

WaterHarvest Annual Report 2022/2023

regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the directors and other management and the inspection of regulatory and legal correspondence, if any.

Material misstatements that arise due to fraud can be harder to detect than those that arise from error as they may involve deliberate concealment or collusion.

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

Adam Buse ACA (Senior Statutory Auditor)
for and on behalf of Fiander Tovell Limited

Adam Buse
.....

Date: 21/9/2023 | 16:21 BST

Chartered Accountants
Statutory Auditor

Stag Gates House
63/64 The Avenue
Southampton
Hampshire
SO17 1XS

WaterHarvest Annual Report 2022/2023

STATEMENT OF FINANCIAL ACTIVITIES

Statement of Financial Activities including income and expenditure account for the year ended 31st March 2023

		Unrestricted	Restricted	2023	2022
	Notes	funds	Funds	Total	Total
		£	£	£	£
Income					
Donations and legacies	3	308,629	74,623	383,252	368,178
Other trading activities	4	-	-	-	382
Investment income	5	5,438	-	5,438	4,683
Total income		314,067	74,623	388,690	373,243
Expenditure					
Raising funds:					
Donations & legacies	6	39,344	-	39,344	49,662
Communications	6	1,716	-	1,716	1,823
Charitable activities:					
Sustainable water projects	7/8	207,416	81,376	288,792	384,583
Total expenditure		248,476	81,376	329,852	436,068
Net (losses)/gains on investments		(7,893)	-	(7,893)	12,520
Net income/(expenditure)		57,698	(6,753)	50,945	(50,305)
Transfers between funds		-	-	-	-
Net movement in funds		57,698	(6,753)	50,945	(50,305)
Reconciliation of funds					
Total funds brought forward		248,919	28,101	277,020	327,325
Total funds carried forward		306,617	21,348	327,965	277,020

The Company's incoming resources and resources expended all relate to continuing operations.

The Financial Statements are presented in Sterling which is the functional currency of the Company and are rounded to the nearest £.

The Company does not have any endowment funds.

The Statement of Financial Activities includes all gains and losses recognised in the year.

The notes on pages 30 to 48 form part of these financial statements.

WaterHarvest Annual Report 2022/2023

BALANCE SHEET

Balance sheet as at 31st March 2023

		2023	2022
	Notes	£	£
Fixed assets			
Tangible assets	14	1,118	1,242
Investments	15	155,898	163,791
		<u>157,016</u>	<u>165,033</u>
Current assets			
Debtors	16	30,279	44,547
Cash at bank and in hand	17	160,224	78,833
		<u>190,503</u>	<u>123,380</u>
Creditors: amounts due in one year	18	19,554	11,393
Net current assets		<u>170,949</u>	<u>111,987</u>
Total assets less current liabilities		<u>327,965</u>	<u>277,020</u>
Net assets		<u>327,965</u>	<u>277,020</u>
The funds of the charity:			
Unrestricted funds:	19		
General fund		136,542	78,260
Investment valuation reserve		55,898	63,791
		<u>192,440</u>	<u>142,051</u>
Restricted funds	20	21,349	28,101
Designated fund Samerth Kutch 2		25,799	36,970
Designated fund GVNML Sambhar 2		40,856	38,569
Designated fund PKS Charasada 3		47,521	31,329
Total funds		<u>327,965</u>	<u>277,020</u>

The notes at pages 30 to 48 form part of these accounts.

The Financial Statements have been prepared in accordance with the provisions of Part 15 of the Companies Act 2006 relating to small entities.

Approved by the Board for issue on 21/9/2023 | 15:28 BST

Neil Mehta, Trustee - Chair

Neil Mehta

WaterHarvest Annual Report 2022/2023

NOTES TO FINANCIAL STATEMENTS

Notes to the Financial Statements for the year ended 31st March 2023

1 Statutory information

WaterHarvest is a private charitable company limited by guarantee, registered in England and Wales, without share capital. There were 5 trustees at the balance sheet date (2022: 7 trustees) The company's registered number and registered office address can be found in the Annual Report of the Trustees.

2 Accounting policies

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

(a) Basis of preparation

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention with the exception of investments which are included at market value, as modified by the revaluation of certain assets.

The financial statements are presented in Sterling, which is also the functional currency of the company.

(b) Statement of Cash Flows - reduced disclosure exemptions

The company has taken advantage of the disclosure exemption, not to prepare a Statement of Cash Flows, as permitted by section 7 of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015) (as amended by Update Bulletin 1 published on 2 February 2016)'.

(c) Preparation of consolidated financial statements

The company does not consolidate the accounts of the India Liaison office into the financial statements of WaterHarvest as the control of the India Liaison office resides in India. Information on the India Liaison office is given in note 27.

(d) Going concern

WaterHarvest Annual Report 2022/2023

The financial statements have been prepared on a going concern basis and the trustees have considered the impact of the global Covid-19 pandemic on the ability of the charity to continue. Notes to the Financial Statements for the year ended 31st March 2023 (continued)

trading for the foreseeable future. The trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

(e) Periods covered

The financial statements cover the year to 31st March 2023, with comparatives for the year to 31st March 2022.

(f) Fund accounting

Unrestricted funds are general funds that are available for use at the trustees' discretion in the furtherance of the objectives of the charity. Designated funds are unrestricted funds set aside at the discretion of the trustees for specific purposes.

Restricted funds are those donated for use in a particular area for specific purposes, the use of which is restricted to that area or purpose.

(g) Incoming resources

All incoming resources are included in the Statement of Financial Activities 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.

Income from general donations is recognised in the financial statements when it is received or when the charity has been notified of the amounts and the settlement date in writing.

For legacies, entitlement is the earlier of the charity being notified of an impending distribution or the legacy being 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 if material.

Income from trading activities includes income earned from fundraising events and trading activities to raise funds for the charity. Income is received in exchange for supplying goods and services in order to raise funds and is recognised when entitlement has occurred.

Investment income is earned through holding assets for investment purposes. Investment income is accrued and included in the period for which it is receivable.

WaterHarvest Annual Report 2022/2023

Notes to the Financial Statements for the year ended 31st March 2023 (continued)

(h) Resources expended

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. Costs of raising funds are those costs incurred in attracting voluntary income, and those incurred in trading activities that raise funds.

Grants payable to third parties are within the charitable objectives. Where unconditional grants are offered, this is accrued as soon as the recipient is notified of the grant, as this gives rise to a reasonable expectation that the recipient will receive the grants. Where grants are conditional relating to performance then the grant is only accrued when any unfulfilled conditions are outside of the control of the charity. Where sufficient evidence exists to demonstrate the requirement of Charities SORP (FRS 102) (effective 1 January 2015) that the discretion retained by the trustees to not provide future funding under annual reviews does have substance then the forward grant commitments on projects are not recognised as a provision.

Support costs are those that assist the work of the charity but do not directly represent charitable activities and include central functions and governance costs and have been allocated to activity cost centres on the basis of the value of grants granted. It is felt that the small size of the charity and the low level of expenditure do not warrant incurring costs in collecting and analysing the information necessary for any other basis of allocation. This policy is kept under review.

Staff costs are allocated between costs of raising funds and support costs, based on the primary roles undertaken by each staff member.

(i) Donated goods and volunteer and other donated services

Donated goods are recognised in different ways dependent on how they are used by the charity. The charity has not received any goods for use by the charity.

The value of services provided by volunteers is not incorporated into these financial statements. Where services are provided to the charity either as a donation or at less than commercial cost they are included in the financial statements at actual cost incurred.

(j) Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

(k) Taxation

WaterHarvest Annual Report 2022/2023

Irrecoverable VAT is not separately analysed and is charged to the statement of financial activities when the expenditure to which it relates is incurred.

Notes to the Financial Statements for the year ended 31st March 2023 (continued)

Tax recovered from voluntary income received under Gift Aid is recognised when the related income is receivable and is allocated to the income category to which the income relates.

The company's income from charitable activities is exempt from taxation.

- (l) Operating leases
Rental payments under operating leases are charged as expenditure as incurred over the term of the lease.
- (m) Tangible fixed assets and depreciation
Tangible fixed assets are capitalised at cost and are depreciated on a straight line basis at an annual rate of 10% over their estimated useful lives.
- (n) Investments
Investments held as fixed assets are stated at market value at the balance sheet date and the gain or loss taken to the Statement of Financial Activities.
- (o) Cash at bank and in hand
Cash at bank and cash in hand includes cash and highly liquid bank accounts. Cash held as part of an investment portfolio is included with the investment to which it relates.
- (p) Debtors and creditors receivable / payable within one year
Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in expenditure.
- (q) Pension costs and other post-retirement benefits
WaterHarvest makes contributions to a money purchase scheme. The cost is charged to the Statement of Financial Activities as incurred.
- (r) Judgements and key sources of estimation uncertainty
In the application of the charitable company's accounting policies, management is required to make judgements, estimates and assumptions about the carrying value of assets and liabilities that are not readily apparent from other sources. The estimates and the underlying 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 if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

WaterHarvest Annual Report 2022/2023

Notes to the Financial Statements for the year ended 31st March 2023 (continued)

3 Donations and Legacies

	Unrestricted funds £	Restricted funds £	2023 £	2022 £
Donations and legacies				
Individual & Community Donations	75,320	-	75,320	99,613
Legacies and memorials	49,205	-	49,205	34,241
Corporate	60,230	59,123	119,353	73,596
Trusts and foundations	123,874	15,500	139,374	160,728
	308,629	74,623	383,252	368,178

Comparatives for donations and legacies

	Unrestricted funds £	Restricted funds £	2022 £
Individual & Community Donations	99,613	-	99,613
Legacies and memorials	34,241	-	34,241
Corporate	14,464	59,132	73,596
Trusts and foundations	139,714	21,014	160,728
	288,032	80,146	368,178

4 Other trading activities

	Unrestricted funds £	Restricted funds £	2023 £	2022 £
Sales and events	-	-	-	382
	-	-	-	382

Comparatives for other trading activities

	Unrestricted funds	Restricted funds	2022
Sales and events	382	-	382
	382	-	382

WaterHarvest Annual Report 2022/2023

Notes to the Financial Statements for the year ended 31st March 2023 (continued)

5	Investment income	Unrestricted	Restricted	2023	2022
		funds	funds		
		£	£		
	Bank deposit interest	679	-	679	18
	Income from investment assets	4,759	-	4,759	4,665
		5,438	-	5,438	4,683
Comparatives for investment income					
		Unrestricted	Restricted	2022	
		funds	funds		
		£	£		£
	Bank deposit interest	18	-	18	
	Income from investment assets	4,665	-	4,665	
		4,683	-	4,683	
6 Costs of raising funds					
		Unrestricted	Restricted	2023	2022
		funds	funds		
		£	£		£
	Fundraising costs	39,344	-	39,344	49,662
	Communications	1,716	-	1,716	1,823
		41,060	-	41,060	51,485
Comparatives for costs of raising funds					
		Unrestricted	Restricted	2022	
		funds	funds		
		£	£		£
	Fundraising costs	49,662	-	49,662	
	Communications	1,823	-	1,823	
		51,485	-	51,485	

WaterHarvest Annual Report 2022/2023

Notes to the Financial Statements for the year ended 31st March 2023 (continued)

7 Details of charitable activities

The total expenditure on grants to partners and support costs was as follows:

Grant funding £	Support costs £	Governance costs £	Total 2023 £	Total 2022 £
212,346	67,714	8,732	288,792	384,583

The total expenditure on grants to partners, support costs and governance costs can be broken down by project type, or by geographical area, as follows:

	Grant funding £	Support costs £	Governance costs £	Total 2023 £	Total 2022 £
Project type					
Clean Drinking Water	170,420	54,344	7,008	231,772	334,872
Water & Livelihood	-	-	-	-	12,677
Water & Environment	39,544	12,610	1,626	53,780	34,620
Monitoring & Evaluation	2,382	760	98	3,240	2,414
	212,346	67,714	8,732	288,792	384,583
Geographical area					
Aravalli Hills	-	-	-	-	71,010
Desert Regions	56,233	17,932	2,312	76,477	196,853
Sambhar Lakes	105,420	33,617	4,335	143,372	105,150
Africa	48,311	15,405	1,987	65,703	9,156
Monitoring & Evaluation	2,382	760	98	3,240	2,414
	212,346	67,714	8,732	288,792	384,583

WaterHarvest Annual Report 2022/2023

Notes to the Financial Statements for the year ended 31st March 2023 (continued)

7 Details of charitable activities (continued)

Comparatives for details of charitable activities

For the year ended 31st March 2022 the total expenditure on grants to partners, support costs and governance costs can be broken down by project type, or by geographical area, as follows:

	Grant funding £	Support costs £	Governance costs £	Total 2022 £
Project type				
Clean Drinking Water	248,458	80,654	5,760	334,872
Water & Livelihood	9,406	3,053	218	12,677
Water & Environment	25,686	8,339	595	34,620
Monitoring & Evaluation	1,791	581	42	2,414
	285,341	92,627	6,615	384,583
Geographical area				
Aravalli Hills	52,686	17,103	1,221	71,010
Thar Desert	146,054	47,413	3,386	196,853
Sambhar Lakes	78,016	25,325	1,809	105,150
Africa	6,794	2,205	157	9,156
Monitoring & Evaluation	1,791	581	42	2,414
	285,341	92,627	6,615	384,583

WaterHarvest Annual Report 2022/2023

Notes to the Financial Statements for the year ended 31st March 2023 (continued)

8 Grants payable

Grant funding is paid to local voluntary partner organisations. The grants provided to these organisations were as follows:

Area	Partner organisation	£	£
		2023	2022
Aravalli Hills	Mahan Seva Sansthan	-	15,341
	Taran Bharat Singh	-	9,406
	Apna Sansthan	-	18,097
	India Natural Resource Economics and Management foundation	-	9,842
	Ahmedabad (INREM)	-	52,686
Desert Regions	Gramin Vikas Vigyan Samiti	-	53,000
	Samerth Charitable Trust	36,110	39,836
	Urmul Seemant Samiti	20,124	31,622
	Gramin Vikas Sansthan	-	21,596
		56,234	146,054
Sambhar Lakes	Gram Vikas Navyuvak Mandal	39,544	25,686
	Prayas Kendra Sanstha Harsoli	65,876	52,330
		105,420	78,016
Africa	Mando Maasai	-	6,794
	Saha Global	25,334	-
	Sand Dams Worldwide	22,977	-
		48,311	6,794
Monitoring & Evaluation – all areas		2,382	1,791
Total grants payable		212,347	285,341

WaterHarvest Annual Report 2022/2023

Notes to the Financial Statements for the year ended 31st March 2023 (continued)

9 Support and governance costs

These costs have been apportioned across the work of the charity on the basis disclosed in note 2(h) and allocated to each of the charity's activities as set out in the table below:

Monitoring and support costs

	India Office	UK Office	Total 2023	Total 2022
	£	£	£	£
Clean Drinking Water	26,442	27,902	54,344	80,655
Water & Livelihood	-	-	-	3,053
Water & Environment	6,136	6,474	12,610	8,338
Monitoring & Evaluation	370	390	760	581
Total costs allocated	32,948	34,766	67,714	92,627

	Total 2023	Total 2022
	£	£
Governance Costs		
Clean Drinking Water	7,008	5,760
Water & Livelihood	-	218
Water & Environment	1,626	595
Monitoring & Evaluation	98	42
Total costs allocated	8,732	6,615

Governance costs are associated with the governance arrangements of the charity which relate to the general running of the charity as opposed to those costs associated with generating funds or charitable activity. This includes costs associated with constitutional and statutory requirements of the charity, such as cost of preparing period end statutory accounts and external audit costs.

WaterHarvest Annual Report 2022/2023

Notes to the Financial Statements for the year ended 31st March 2023 (continued)

10 Net income/(expenditure)

Net income/(expenditure) for the year is stated after charging:

	2023	2022
	£	£
Depreciation charge for year	124	147
Auditor's remuneration - audit work	6,400	5,730
India Office Re-registration	2,332	885

11 Staff Costs

UK Staff Costs	2023	2022
	£	£
Salaries, wages and benefits in kind	64,149	84,255
National Insurance costs	615	3,412
Pensions	1,102	993
Total	65,866	88,660

The average monthly number of employees during the year was 3 (2022: 3.5). The average number of employees in the UK, full time equivalent, was 2 (2022: 2.5).

There were the equivalent of 2 employees in the India office.

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

The key management personnel of the charity comprises the trustees and the CEO Nicola Floyd. See note 12 for details on trustees' remuneration.

12 Trustees' Remuneration

There were no trustees' remuneration or other benefits for the year ended 31 March 2023 nor for the year ended 31 March 2022. There was reimbursement to 1 trustee of £690.77 for expenses relating to postage, photocopying, notary services and travel. (2022: £0).

WaterHarvest Annual Report 2022/2023

Notes to the Financial Statements for the year ended 31st March 2023 (continued)

13 Comparatives for the Statement of Financial Activities

		Unrestricted funds	Restricted funds	2022 Total
		£	£	£
Income				
Donations and legacies	3	288,032	80,146	368,178
Other trading activities	4	382	-	382
Investment income	5	4,683	-	4,683
Total income		293,097	80,146	373,243
Expenditure				
Raising funds:				
Donations & legacies	6	49,662	-	49,662
Communications	6	1,823	-	1,823
Charitable activities:	7/8			
Sustainable water projects		296,701	87,882	384,583
Total expenditure		348,186	87,882	436,068
Net gains/(losses) on investments		12,520	-	12,520
Net income/(expenditure)		(42,569)	(7,736)	(50,305)
Transfers between funds		-	-	-
Net movement in funds		(42,569)	(7,736)	(50,305)
Total funds brought forward		291,488	35,837	327,325
Total funds carried forward		248,919	28,101	277,020

WaterHarvest Annual Report 2022/2023

Notes to the Financial Statements for the year ended 31st March 2023 (continued)

14 Tangible Fixed Assets

	Fixtures & fittings
	£
Cost	
Cost at 1 st April 2022	7,270
Additions	-
As at 31 st March 2023	7,270
Depreciation	
As at 1 st April 2022	6,028
Charge for year	124
As at 31 st March 2023	6,152
Net Book Value	
At 31 st March 2023	1,118
At 31 st March 2022	1,242

15 Fixed Asset Investment

	Unlisted
	investments
	£
Cost or valuation	
As at 1 st April 2022	163,791
Revaluation	(7,893)
As at 31 st March 2022	155,898
Net Book Value	
At 31 st March 2023	155,898
At 31 st March 2022	163,791

There were no investment assets outside the UK. Investments comprise of COIF Charities Ethical Investment Fund.

16 Debtors

	2023	2022
	£	£
Income tax recoverable	2,446	2,249
Prepayments and accrued income	27,749	42,214
Other debtors	84	84
	30,279	44,547

WaterHarvest Annual Report 2022/2023

Notes to the Financial Statements for the year ended 31st March 2023 (continued)

17 Cash at bank and in hand

	2023	2022
	£	£
BMM & Current bank account	142,116	65,761
COIF Account	18,108	13,072
	<u>160,224</u>	<u>78,833</u>

18 Creditors

	2023	2022
	£	£
Accruals and deferred income	17,716	9,230
Trade creditors	301	298
Other creditors	1,537	1,865
	<u>19,554</u>	<u>11,393</u>

19 Movement on unrestricted funds

	Unrestricted Investment Valuation Reserve	Unrestricted General Funds	Unrestricted Total funds
		£	£
Balance at 1 st April 2022	63,791	185,128	248,919
Net movement in funds	(7,893)	65,591	57,698
Balance at 31 st March 2023	<u>55,898</u>	<u>250,719</u>	<u>306,616</u>

Comparatives for movement on unrestricted funds

	Unrestricted Investment Valuation Reserve	Unrestricted General Funds	Unrestricted Total funds
		£	£
Balance at 1 st April 2021	51,271	240,217	291,488
Net movement in funds	12,520	(55,089)	(42,569)
Balance at 31 st March 2022	<u>63,791</u>	<u>185,128</u>	<u>248,919</u>

WaterHarvest Annual Report 2022/2023

Notes to the Financial Statements for the year ended 31st March 2023 (continued)

20 Movement on restricted funds

	B/fwd 1/4/2022	Income	Charitable expense	C/fwd 31/3/2023
	£	£	£	£
Charasada	28,101	59,123	65,876	21,348
Kutch 2	-	5,000	5,000	-
Bikaner 3	-	10,500	10,500	-
Total	28,101	74,623	81,376	21,348

Comparatives for movement on restricted funds

	B/fwd 1/4/2021	Income	Charitable expense	C/fwd 31/3/2022
	£	£	£	£
Jaisalmer 2	14,538	-	14,538	-
Charasada	21,299	59,132	52,330	28,101
Kutch 2	-	10,000	10,000	-
Bikaner 2	-	11,014	11,014	-
Total	35,837	80,146	87,882	28,101

The projects on which restricted funding was spent are as follows:-

Project code	Project partner	Project title
Charasada	Prayas Kendra Sanstha	Sustainable water management and support to reduce the vulnerability of women by enabling safer drinking water along with improved sanitation and hygiene practice to deprived section of communities
Kutch 2	Samerth Charitable Trust	Providing safer drinking water to marginalized communities by household and community level water harvesting initiatives
Bikaner 3	URMUL Seemant Samiti	Community development by increasing access to clean drinking water for water-stressed families

WaterHarvest Annual Report 2022/2023

Notes to the Financial Statements for the year ended 31st March 2023 (continued)

21 Analysis of assets between funds

	Unrestricted	Restricted	Total
	£	£	£
Fixed assets	157,016	-	157,016
Current assets	169,154	21,349	190,503
Current liabilities	(19,554)	-	(19,554)
Total	306,616	21,349	327,965

Comparatives for analysis of assets between funds

	Unrestricted	Restricted	Total
	£	£	£
Fixed assets	165,033	-	165,033
Current assets	95,280	28,101	123,381
Current liabilities	(11,394)	-	(11,394)
Total	248,919	28,101	277,020

22 Ultimate controlling party

The company is controlled by its trustees.

23 Related party transactions

During the year, the charity received donations from trustees and related parties of the trustees to the sum of £2,400 (2022: £2,850). These donations were received without conditions attached.

WaterHarvest Annual Report 2022/2023

Notes to the Financial Statements for the year ended 31st March 2023 (continued)

24 Contingent assets, contingent liabilities and commitments

The charity has made commitments to fund projects subsequent to the Balance Sheet date to the sum of £156,781 (2022: £263,361). In accordance with the accounting policy note, these are subject to annual reviews that have substance, therefore as a result these are not included as a provision in the accounts.

25 Operating lease commitments

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

	2023	2022
	£	£
Within one year	1,490	1,008
Between one to five years	<u>1,962</u>	<u>252</u>
	1,882	1,260

During the year, the Charity recognised £1,241 (2022: £4,111) of lease costs in the Statement of Financial Activities in respect of leases detailed in this note.

WaterHarvest Annual Report 2022/2023

Notes to the Financial Statements for the year ended 31st March 2023 (continued)

26 India Liaison Office audited accounts

The India Liaison office was established 1st April 2007. The following abbreviated accounts have been audited by Kumar Mittal & Co., Chartered Accountants of Delhi. The accounts are not consolidated into WaterHarvest financial statements as the control of the India Liaison office resides in India. The India Liaison Office was closed on 31st March 2023.

Income & Expenditure

12 Months to 31 st March 2023	Rs.	Rs.	£	£
Current assets B/fwd	(17,935)		(177)	
Received from WaterHarvest	2,985,224		32,948	
Less Expenditure				
Operating expenses	(2,965,430)		(29,199)	
Receivables				
Exchange adjustment			(3,554)	
		1,859		18
Fixed Asset Fund Contra		0		0
Surplus		1,859		18

Balance Sheet as at 31st March 2022

Fixed Assets

Cost	647,362		6,374	
Assets transferred to other entity	(62,888)		(619)	
Asset write off	(462,333)		(4,552)	
Depreciation	(122,141)		(1,203)	
		0		0

Current Assets

Cash	1,217		12	
Bank	642		6	
Current Assets c/fwd		1,859		18
		1,859		18

Notes:

1 Exchange Rates:

The transfers from the UK have been translated at the actual rate obtained. All other balances have been translated at the year-end rate of 101.56 rupees = £1 **Transfers:** The funds transferred to India have all been treated as expenditure in the following periods in the WaterHarvest Accounts.

WaterHarvest Annual Report 2022/2023

27 India Liaison Office audited accounts (continued) Comparatives for India Liaison Office audited accounts

Income & Expenditure

12 Months to 31 st March 2022	Rs.	Rs.	£	£
Current assets B/fwd	329,682		3,302	
Received from WaterHarvest	4,054,660		38,597	
Less Expenditure				
Operating expenses	(4,402,277)		(44,098)	
Receivables	17,935		180	
Exchange adjustment			2,019	
		0		0
Fixed Asset Fund Contra		120,501		1,207
Surplus		120,501		1,207

Balance Sheet as at 31st March 2022

Fixed Assets

Cost	1,130,511		11,325	
Asset write off	(483,149)		(4,840)	
Depreciation	(526,861)		(5,278)	
		120,501		1,207

Current Assets

Cash	5,057		51	
Bank	133,179		1,334	
Deposit/Prepayment/Receivables	18,484		185	
Less – Other creditors	(156,720)		(1,570)	
Current Assets c/fwd		0		0
		120,501		1,207

Notes:

1 **Exchange Rates:**

The transfers from the UK have been translated at the actual rate obtained. All other balances have been translated at the year-end rate of 99.83 rupees = £1

2 **Transfers:** The funds transferred to India have all been treated as expenditure in the following periods in the WaterHarvest Accounts.