

REGISTERED CHARITY NUMBER: 1136068

**REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020
FOR
CHILD OF HOPE**

**Newton Magnus
Chartered Certified Accountants
Arrowsmith Court
Station Approach
Broadstone
Dorset
BH18 8AT**

CHILD OF HOPE

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CHILD OF HOPE

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2020

The trustees present their report with the financial statements of the charity for the year ended 31 December 2020. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The charity Child of Hope currently works (although it is not restricted to this purpose) to support the work of its sister charity called Child of Hope Outreach Uganda, a locally registered Non-Governmental Organisation in Mbale, Uganda.

The leaders of this project are known personally to the Trustees of the UK charity, and are known to enjoy the support of local people and leaders in Mbale for their work to assist in child development through medical care, education and training, to assist parents of children in such need with relief of financial hardship through enterprise initiatives.

CHILD OF HOPE

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2020

OBJECTIVES AND ACTIVITIES

Significant activities

Funds have been received from a variety of sources, but mostly concerned individuals and some churches, trusts, companies, schools and groups where people have a desire to see progress in child development activities through organisations and people whom they trust. The funding received and specified for particular projects or child support has been in line with the aims of the trustees and the trust's stated objectives. This includes on-going monthly sponsorship payments - including sponsorship of children's education, healthcare, food provision, teachers' salaries and social workers' salaries.

In February, we opened a new secondary school.

This year, Child of Hope's work changed when Ugandan schools were forced to close due to Covid-19. Staff have done everything possible to continue educating the pupils - including home visits by teachers. Two exam years (P7 and S4) were allowed back to school from October.

Additionally, every month since April, CoH gave out regular food vouchers to around 700 families. That's the 600 families of the pupils, plus any other desperately needy families found by the social workers in the slum. This was funded by two emergency appeals; the first raised £55,304 and the second (which commenced in December 2020) had already raised £13,675 by the end of the year.

In December, staff also provided a Christmas meal of rice, meat and vegetables for each of the school children's families; it was a very special nutrition input on a day of celebration, despite ongoing restrictions, which have seriously reduced food availability and inflated prices.

Funds were also received which enabled the following achievements:

- o We educated 136 slum children on roll in the nursery department and 360 in primary classes through the year. In addition, 75 older pupils were supported at our secondary school or at local fee-paying secondary schools. At CCP Vocational Training Institute, 12 young people were supported on teaching training, electronic installation, catering, and hairdressing courses. At Mbale Community College, 9 young people were supported to learn mechanical engineering, masonry works, tailoring, agriculture and carpentry.

- o We purchased necessary science equipment for our secondary school.

- o Graduation of children: The children who were in their last year of vocation training completed their certificated courses and they included; 1 student of electrical installation, 3 students of carpentry, 1 student of mechanics, 2 students of agriculture, 2 students of tailoring, 2 students of hairdressing and 1 student of catering.

- o Foster family placements were maintained for 31 vulnerable children who were either orphaned or deemed at risk in their own families. Foster parents are provided with a monthly sum of money to assist in the care of the foster child.

- o A solar-powered pump was added to the water well at our nursery/primary school. This water source helps the school through supplying water during drought periods for cooking, cleaning and drinking.

- o To meet growing energy needs in use of equipment, a grant enabled us to upgrade and extend solar power at the primary school, despite long delays due to Covid restrictions and shortage of supplies of manufactured goods.

- o Our income-generating activities (IGA) programme supports needy families with training and an initial business start-up grant (around £26) to help provide a regular income. In 2020, 324 parents on the programme were unable to run their businesses during lockdown but are being supported to recover with mentoring from staff and access to a new micro-finance project.

- o Community members received education in health care and environmental hygiene from our family support teams. This year we focused on specific Covid-19 issues, making and handing out 2000+ masks, showing people how to build wooden washstands from sticks and string to keep dishes off the ground and to use 'tip tap' water dispensers with a pedal to avoid touching the mechanism.

CHILD OF HOPE

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2020

ACHIEVEMENT AND PERFORMANCE

Fundraising activities

The annual accounts for 2020 show that a total of £244,110 was received from different sources by the charity. Monies transferred to Uganda in the period totalled £230,604 and a sum of £21,477 (8.52%) was used to cover UK activities: bank and other fees, fundraising, supporter communications and administrative costs.

A database of all sponsored children allows the charity to report back to sponsors, with details of the relevant child/children's progress through the Ugandan school system, often with short videos of the children. It also allows for pertinent information to be forwarded to sponsors when received from the Child of Hope School in Mbale. This brings about a close bond between sponsor and sponsored child/children, resulting in long-term sponsorship and genuine interest in a particular child and his/her family, rather than simply the making of a charitable donation to a worthy cause.

During the year, updates and reports have been received from the Uganda NGO showing that funds transmitted have been used as designated by the trustees. In addition, one of the NGO leaders regularly met with the trustees on Zoom and reported on progress and developments in their work. This gave the trustees opportunities to assist the project with fundraising and to explain in more detail the requirements of the trust, with regard to accounting and reporting back on the use of funds that the trustees had made available to them for their activities among very poor children and their families in a major slum area of Mbale.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust and constitutes an unincorporated charity.

Recruitment and appointment of new trustees

Trustees are appointed by invitation after consideration and agreement by the entire board of trustees. As a Christian charity, the majority of trustees must be Christians and already supportive of the charity and its goals.

Risk management

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

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

1136068

Principal address

35 Roman Road

Broadstone

Dorset

BH18 9DG

CHILD OF HOPE

REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2020

Trustees

PK Game (resigned 29.1.2021)
JE Dowding (resigned 19.9.2020)
G Wood (resigned 31.12.2020)
H Lowe
CTebbutt
SBurton
PN Clark
CLEdmunds

Chair of Trustees

PN Clark

Independent Examiner

CJ Fairhall
FOCA
Newton Magnus
Chartered Certified Accountants
Arrowsmith Court
Station Approach
Broadstone
Dorset
BH18 8AT

COMMENCEMENT OF ACTIVITIES

The charity Child of Hope was formally registered in the United Kingdom with the Charity Commission and entered onto the Register of Charities on 21 May 2010.

INCOME RESERVES

The Ugandan charity applies for specific monies each month and any excess remained in the UK for future use. It is the policy of the charity to retain sufficient funds in the current bank account to avoid becoming overdrawn and incurring bank charges.

Approved by order of the board of trustees on 10/3/21 and signed on its behalf by:



PN Clark - Trustee

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
CHILD OF HOPE**

Independent examiner's report to the trustees of Child of Hope

I report to the charity trustees on my examination of the accounts of Child of Hope (the Trust) for the year ended 31 December 2020.

Responsibilities and basis of report

As the charity trustees of the Trust you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

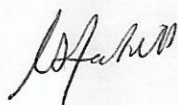
I report in respect of my examination of the Trust's accounts carried out under section 145 of the Act and in carrying out my examination I have followed all applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

I have completed my examination. I confirm that no material 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 Trust as required by section 130 of the Act; or**
- 2. the accounts do not accord with those records; or**
- 3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 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.**

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



**C J Fairhall
FCCA
Newton Magnus
Chartered Certified Accountants
Arrowsmith Court
Station Approach
Broadstone
Dorset
BH18 8AT**

Date: 10 March 2021

CHILD OF HOPE

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 DECEMBER 2020

	Notes	Unrestricted fund £	Restricted fund £	2020 Total funds £	2019 Total funds £
INCOME FROM					
Donations and grants		98,593	145,518	244,111	257,434
Investment income	2	6	-	6	22
Total		98,599	145,518	244,117	257,456
EXPENDITURE ON					
Raising funds	3	21,477	-	21,477	22,781
Other		60,104	170,500	230,604	248,043
Total		81,581	170,500	252,081	270,824
NET INCOME/(EXPENDITURE)		17,018	(24,982)	(7,964)	(13,368)
RECONCILIATION OF FUNDS					
Total funds brought forward		16,632	25,113	41,745	55,113
TOTAL FUNDS CARRIED FORWARD		33,650	131	33,781	41,745
CONTINUING OPERATIONS					
All income and expenditure has arisen from continuing activities.					

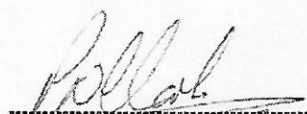
The notes form part of these financial statements

CHILD OF HOPE

BALANCE SHEET
31 DECEMBER 2020

	Notes	Unrestricted fund £	Restricted fund £	2020 Total funds £	2019 Total funds £
CURRENT ASSETS					
Cash in hand		33,650	131	33,781	41,745
NET CURRENT ASSETS		<u>33,650</u>	<u>131</u>	<u>33,781</u>	<u>41,745</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		33,650	131	33,781	41,745
NET ASSETS		<u>33,650</u>	<u>131</u>	<u>33,781</u>	<u>41,745</u>
FUNDS	6				
Unrestricted funds				33,650	16,632
Restricted funds				131	25,113
TOTAL FUNDS				<u>33,781</u>	<u>41,745</u>

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



PN Clark - Trustee

The notes form part of these financial statements

CHILD OF HOPE

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, 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 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on a cash basis. The charity considers any accrued expenses to be insignificant. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Taxation

The charity is exempt from tax on its charitable activities.

Fund accounting

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

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

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

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NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 DECEMBER 2020

2. INVESTMENT INCOME

	2020	2019
	£	£
Deposit account interest	6	22

3. RAISING FUNDS

Raising donations and legacies

	2020	2019
	£	£
Travel and subsistence	101	1,157
Publicity	332	902
Fundraising costs	253	376
Stationery, post and IT costs	458	555
Administrative costs	19,453	18,951
Insurance	413	348
Support costs	467	492
	<u>21,477</u>	<u>22,781</u>

4. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2020 nor for the year ended 31 December 2019.

Trustees' expenses

Trustees' expenses for the year ended 31 December 2020 totalled £nil (2019 £nil).

5. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund	Restricted fund	Total funds
	£	£	£
INCOME FROM			
Donations and grants	76,497	180,937	257,434
Investment income	22	-	22
Total	<u>76,519</u>	<u>180,937</u>	<u>257,456</u>
EXPENDITURE ON			
Raising funds	22,781	-	22,781
Other	65,847	182,196	248,043
Total	<u>88,628</u>	<u>182,196</u>	<u>270,824</u>

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**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2020**

5. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted fund £	Restricted fund £	Total funds £
NET INCOME/(EXPENDITURE)	(12,109)	(1,259)	(13,368)
RECONCILIATION OF FUNDS			
Total funds brought forward	28,741	26,372	55,113
TOTAL FUNDS CARRIED FORWARD	16,632	25,113	41,745

6. MOVEMENT IN FUNDS

	At 1.1.20 £	Net movement in funds £	At 31.12.20 £
Unrestricted funds			
General fund	16,632	17,018	33,650
Restricted funds			
Other restricted	25,113	(24,982)	131
TOTAL FUNDS	41,745	(7,964)	33,781

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	98,599	(81,581)	17,018
Restricted funds			
Other restricted	145,518	(170,500)	(24,982)
TOTAL FUNDS	244,117	(252,081)	(7,964)

CHILD OF HOPE

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2020**

6. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.1.19 £	Net movement in funds £	At 31.12.19 £
Unrestricted funds			
General fund	28,741	(12,109)	16,632
Restricted funds			
Other restricted	26,372	(1,259)	25,113
TOTAL FUNDS	<u>55,113</u>	<u>(13,368)</u>	<u>41,745</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	76,519	(88,628)	(12,109)
Restricted funds			
Other restricted	180,937	(182,196)	(1,259)
TOTAL FUNDS	<u>257,456</u>	<u>(270,824)</u>	<u>(13,368)</u>

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.1.19 £	Net movement in funds £	At 31.12.20 £
Unrestricted funds			
General fund	28,741	4,909	33,650
Restricted funds			
Other restricted	26,372	(26,241)	131
TOTAL FUNDS	<u>55,113</u>	<u>(21,332)</u>	<u>33,781</u>

CHILD OF HOPE

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 DECEMBER 2020

6. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	175,118	(170,209)	4,909
Restricted funds			
Other restricted	326,455	(352,696)	(26,241)
TOTAL FUNDS	<u>501,573</u>	<u>(522,905)</u>	<u>(21,332)</u>

7. RELATED PARTY DISCLOSURES

During the year Mr P Dowding, who is married to the trustee Mrs J E Dowding provided administrative services totalling £14,351 (2019 £ 11,190). The rates charged have been agreed by the Board.

On 19 September 2020 Mrs J E Dowding resigned as a trustee.

8. RESTRICTED FUNDS

During the year the following restricted income was received:

	2020	2019
Child education	£43,257	£39,073
IGA worker	£2,775	£1,949
Teacher sponsorship	£603	£2,710
Social worker sponsorship	£3,068	£645
BIZ Grant	£0	£873
Child/family gift	£942	£600
Health care	£794	£737
Fostering, boys/girls home	£550	£600
Food	£1,255	£1,360
Emergency appeal	£68,979	£0
Community fund	£1,200	£1,255
Books	£374	0
Other restricted income	£15,720	£4,790
Special projects	£6,000	£126,400
Total	£145,518	£180,937

CHILD OF HOPE

**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2020**

	2020 £	2019 £
INCOME		
Donations and grants		
General funds	145,518	76,497
Restricted funds	98,593	180,937
	<u>244,111</u>	<u>257,434</u>
Investment income		
Deposit account interest	6	22
	<u>244,117</u>	<u>257,456</u>
Total incoming resources		
	<u>244,117</u>	<u>257,456</u>
EXPENDITURE		
Raising donations and legacies		
Travel and subsistence	101	1,157
Publicity	332	902
Fundraising costs	253	376
Stationery, post and IT costs	458	555
Administrative costs	19,453	18,951
Insurance	413	348
	<u>21,010</u>	<u>22,289</u>
Other		
Uganda revenue fund	230,604	248,043
Support costs		
Finance		
Bank and other charges	467	492
	<u>252,081</u>	<u>270,824</u>
Total resources expended		
	<u>252,081</u>	<u>270,824</u>
Net expenditure	<u>(7,964)</u>	<u>(13,368)</u>

This page does not form part of the statutory financial statements