

**REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022
FOR
CHILD OF HOPE**

Newton Magnus
Chartered Certified Accountants
Arrowsmith Court
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FOR THE YEAR ENDED 31 DECEMBER 2022**

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CHILD OF HOPE

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2022

The trustees present their report with the financial statements of the charity for the year ended 31 December 2022. 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.

In Uganda, Child of Hope works to lift families out of poverty in slum areas and regions of extreme poverty. It provides free education in its own schools, plus healthcare and welfare wrap-around support to children and their families. Food is provided for the most poor and vulnerable children. Their mums are encouraged and helped to launch a micro business to enable them to provide for themselves.

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 2022

OBJECTIVES AND ACTIVITIES

Significant activities

We started a new nursery school in the poverty-stricken region of Karamoja, Northern Uganda. It commenced in a borrowed building with 60 children who have all received uniforms. A Karamojong teacher - whom we put through study in Mbale and trained at Child of Hope School - is now teaching them. Two assistant teachers accompany him. The children receive porridge before lessons, and their families will also benefit from the extra welfare services Child of Hope provides.

Providing children in Karamoja with access to education has been a long-term aspiration for Child of Hope. The new nursery is in one of the poorest areas in Uganda, where there is limited access to formal education in an area beset with poverty, flood, famine, disease, pestilence and insurgency. Some Karamojong move away from their homeland every year in search of a better life - but they find it impossible without education, training, and modern skills and are left with ultra-low paid manual labour jobs at best.

We are celebrating another excellent round of results in last autumn's primary leaving exam (PLE). There were 47 children from Child of Hope Primary School sitting the exam. Despite two missed years of education during the Covid pandemic, every child passed, with 29 in the highest Division 1 and 17 in Division 2. Our primary school remains one of the best in Mbale for its high teaching standards and the outstanding progress of its pupils.

Our secondary school is celebrating its second year of O-level results with improved performance on last year and every student passing their exams. In fact, more students achieved marks in the top two divisions and fewer in division 4.

At our Gill Sherlock Memorial Secondary School, we have two groups of students - our Child of Hope-sponsored students, many of whom have been with us since nursery class, and more recently our community students who joined us at secondary level as fee-payers.

Funds were also received which enabled the following achievements: expansion of our tree-growing project and crop irrigation to provide income for mothers, solar radios to increase learning at home for students and for premises refurbishment.

Two special appeals brought in £14,571. They took place for two reasons; firstly because UK donations (due to the financial climate) were not fully keeping up with requirements in Uganda due to exchange rates and inflation, and secondly to provide a Christmas party for the new Karamoja pupils and food parcels for all our pupils' families.

Public benefit

Child of Hope's main role is to raise funds for the work of its sister NGO in Uganda, the service delivery of which is laid out in the following paragraphs. That basically involves providing free education for the poorest and most vulnerable children of nursery, primary and secondary age in the slums near Mbale, eastern Uganda – and many 'wrap-around' services to benefit their families.

In doing so, the trustees have complied with their duty to have due regard to the commission's public benefit guidance when exercising any powers or duties to which the guidance is relevant.

CHILD OF HOPE

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2022

OBJECTIVES AND ACTIVITIES

Grantmaking

In pursuance of their aims, the trustees have made applications to grant-making trusts in the UK and have ongoing discussions with like-minded individuals and groups about further funding for projects which they wish to support. These grants were awarded:

- o Open Gate Trust £950
- o Souter Charitable Trust £6,200
- o The Carmela and Ronnie Pignatelli Foundation £2,500
- o Stourfield Trust £1,000
- o The Archer Trust £3,000
- o Allan & Nesta Charitable Trust £7,690
- o Gilchrist Educational Trust £1,000
- o Peter Stebbings Memorial Charity £4,900
- o The Brian Murtagh Charitable Trust £1,669
- o Clive Richards Foundation £9,600
- o WF Southall Trust £2,000
- o The Haremead Trust £5,000
- o Care and Relief of the Young (CRY) £500 per month from Dec 2022

Donations

The charity website, which we share with Child of Hope Uganda, contains an on-line 'shop' through which donations can be made for many areas of the charity's current activities via PayPal. There are also online payment methods available through JustGiving, CAF, Charity Choice and Stewardship.

ACHIEVEMENT AND PERFORMANCE

Fundraising activities

The annual accounts for 2022 show that a total of £244,599 was received from different sources by the charity. Monies transferred to Uganda in the period totalled £224,234 and a sum of £30,828 (just 12.60%) was used to cover UK activities: bank and other fees, fundraising, supporter communications, administration, monitoring funds and accountability.

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, several of the NGO leaders regularly met with the UK 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.

CHILD OF HOPE

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2022

STRUCTURE, GOVERNANCE AND MANAGEMENT

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.

Related parties

During the year Rachel Clark who is married to the trustee Paul Clark provided digital marketing services to the value of £5,596.00 (2021 £4,180.00) to the charity.

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

Trustees

H Lowe
S Burton
P N Clark
C L Edmunds
A G Goudie
Dr D F Burrows
M Thomas

Chair of Trustees

S Burton

Independent Examiner

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

CHILD OF HOPE

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2022


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*May 24, 2023*..... and signed on its behalf by:


.....
S Burton - 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 2022.

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

Newton Magnus
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Arrowsmith Court
Station Approach
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Dorset
BH18 8AT

Date: 21 June 2023

CHILD OF HOPE

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2022

	Notes	Unrestricted fund £	Restricted fund £	2022 Total funds £	2021 Total funds £
INCOME FROM					
Donations and grants		101,487	143,112	244,599	243,440
Investment income	2	12	-	12	-
Total		<u>101,499</u>	<u>143,112</u>	<u>244,611</u>	<u>243,440</u>
EXPENDITURE ON					
Raising funds	3	30,827	-	30,827	28,594
Other		<u>81,122</u>	<u>143,112</u>	<u>224,234</u>	<u>222,341</u>
Total		<u>111,949</u>	<u>143,112</u>	<u>255,061</u>	<u>250,935</u>
NET INCOME/(EXPENDITURE)		(10,450)	-	(10,450)	(7,495)
RECONCILIATION OF FUNDS					
Total funds brought forward		26,286	-	26,286	33,781
TOTAL FUNDS CARRIED FORWARD		<u>15,836</u>	<u>-</u>	<u>15,836</u>	<u>26,286</u>

CONTINUING OPERATIONS

All income and expenditure has arisen from continuing activities.

CHILD OF HOPE

BALANCE SHEET 31 DECEMBER 2022

	Notes	Unrestricted fund £	Restricted fund £	2022 Total funds £	2021 Total funds £
CURRENT ASSETS					
Cash in hand		19,130	-	19,130	26,286
CREDITORS					
Amounts falling due within one year	6	(3,294)	-	(3,294)	-
NET CURRENT ASSETS		<u>15,836</u>	<u>-</u>	<u>15,836</u>	<u>26,286</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		15,836	-	15,836	26,286
NET ASSETS		<u>15,836</u>	<u>-</u>	<u>15,836</u>	<u>26,286</u>
FUNDS	7				
Unrestricted funds				<u>15,836</u>	<u>26,286</u>
TOTAL FUNDS				<u>15,836</u>	<u>26,286</u>

The financial statements were approved by the Board of Trustees and authorised for issue on May 24, 2023 and were signed on its behalf by:


S Burton - Trustee


P N Clark - Trustee

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022**

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.

CHILD OF HOPE

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2022

2. INVESTMENT INCOME

	2022	2021
	£	£
Deposit account interest	12	-
	<u>12</u>	<u>-</u>

3. RAISING FUNDS

Raising donations and legacies

	2022	2021
	£	£
Travel and subsistence	247	30
Publicity	-	14
Fundraising costs	133	225
Stationery, post and IT costs	1,775	1,226
Administrative costs	26,368	26,118
Insurance	390	400
Independent examination	1,200	-
Support costs	714	581
	<u>30,827</u>	<u>28,594</u>

4. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2022 nor for the year ended 31 December 2021.

Trustees' expenses

Trustees' expenses for the year ended 31 December 2022 totalled £nil (2021 £nil).

5. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund	Restricted fund	Total funds
	£	£	£
INCOME FROM			
Donations and grants	<u>101,223</u>	<u>142,217</u>	<u>243,440</u>
EXPENDITURE ON			
Raising funds	28,594	-	28,594
Other	<u>79,993</u>	<u>142,348</u>	<u>222,341</u>
Total	<u>108,587</u>	<u>142,348</u>	<u>250,935</u>
NET INCOME/(EXPENDITURE)	(7,364)	(131)	(7,495)

CHILD OF HOPE

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2022

5. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted fund £	Restricted fund £	Total funds £
RECONCILIATION OF FUNDS			
Total funds brought forward	33,650	131	33,781
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS CARRIED FORWARD	<u>26,286</u>	<u>-</u>	<u>26,286</u>

6. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022 £	2021 £
Other creditors	3,294	-
	<hr/>	<hr/>

7. MOVEMENT IN FUNDS

	At 1.1.22 £	Net movement in funds £	At 31.12.22 £
Unrestricted funds			
General fund	26,286	(10,450)	15,836
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>26,286</u>	<u>(10,450)</u>	<u>15,836</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	101,499	(111,949)	(10,450)
Restricted funds			
Other restricted	143,112	(143,112)	-
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>244,611</u>	<u>(255,061)</u>	<u>(10,450)</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2022

7. MOVEMENT IN FUNDS - continued**Comparatives for movement in funds**

	At 1.1.21 £	Net movement in funds £	At 31.12.21 £
Unrestricted funds			
General fund	33,650	(7,364)	26,286
Restricted funds			
Other restricted	131	(131)	-
TOTAL FUNDS	<u>33,781</u>	<u>(7,495)</u>	<u>26,286</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	101,223	(108,587)	(7,364)
Restricted funds			
Other restricted	142,217	(142,348)	(131)
TOTAL FUNDS	<u>243,440</u>	<u>(250,935)</u>	<u>(7,495)</u>

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

	At 1.1.21 £	Net movement in funds £	At 31.12.22 £
Unrestricted funds			
General fund	33,650	(17,814)	15,836
Restricted funds			
Other restricted	131	(131)	-
TOTAL FUNDS	<u>33,781</u>	<u>(17,945)</u>	<u>15,836</u>

CHILD OF HOPE

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 DECEMBER 2022

7. 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	202,722	(220,536)	(17,814)
Restricted funds			
Other restricted	285,329	(285,460)	(131)
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>488,051</u>	<u>(505,996)</u>	<u>(17,945)</u>

8. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 December 2022.

9. RESTRICTED FUNDS

During the year the following restricted income was received:

	2022	2021
Child education	£49,252	£48,902
Teacher sponsorship	£2,936	£3,031
IGA worker	£2,148	3,890
Welfare	£630	£622
Health care	£1,144	£1,140
Fostering	£28	£900
Food	£1,690	£1,345
Emergency appeal	£15,575	£23,228
Community fund	£1,200	£1,200
Shoes	£81	£84
Child gift	£1,465	£nil
Other restricted income	£2,202	£3,820
Special projects	£64,761	£54,055
Total	£143,112	£142,217

CHILD OF HOPE

DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2022

	2022 £	2021 £
INCOME		
Donations and grants		
General funds	101,487	101,223
Restricted funds	143,112	142,217
	<u>244,599</u>	<u>243,440</u>
Investment income		
Deposit account interest	12	-
	<u>244,611</u>	<u>243,440</u>
Total incoming resources		
EXPENDITURE		
Raising donations and legacies		
Travel and subsistence	247	30
Publicity	-	14
Fundraising costs	133	225
Stationery, post and IT costs	1,775	1,226
Administrative costs	26,368	26,118
Insurance	390	400
Independent examination	1,200	-
	<u>30,113</u>	<u>28,013</u>
Other		
Uganda revenue fund	224,234	222,341
Support costs		
Finance		
Bank and other charges	714	581
	<u>255,061</u>	<u>250,935</u>
Total resources expended		
Net expenditure	<u>(10,450)</u>	<u>(7,495)</u>

This page does not form part of the statutory financial statements