

**Registered number: 06792434**  
**Charity number: 1136839**

**LIFELINES INTERNATIONAL FUND  
FOR EDUCATION LTD**

**FINANCIAL STATEMENTS**

**YEAR ENDED 31 DECEMBER 2020**

**LUBBOCK FINE LLP**  
**Chartered Accountants**  
**Paternoster House**  
**65 St Paul's Churchyard**  
**London EC4M 8AB**

**LIFELINES INTERNATIONAL FUND FOR EDUCATION LTD**  
**(A Company Limited by Guarantee)**

**CONTENTS**

---

	Page
<b>Reference and Administrative Details of the Charitable company, its Trustees and Advisers</b>	1
<b>Trustees' Report</b>	2 - 6
<b>Independent Auditors' Report on the Financial Statements</b>	7 - 10
<b>Statement of Financial Activities</b>	11
<b>Balance Sheet</b>	12
<b>Statement of Cash Flows</b>	13
<b>Notes to the Financial Statements</b>	14 - 23

**LIFELINES INTERNATIONAL FUND FOR EDUCATION LTD**  
**(A Company Limited by Guarantee)**

**REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITABLE COMPANY, ITS TRUSTEES AND ADVISERS**  
**FOR THE YEAR ENDED 31 DECEMBER 2020**

---

<b>Trustees</b>	Madhavi Vadera Rupin Vadera Darpan Patel Pia Mandus
<b>Company registered number</b>	06792434
<b>Charity registered number</b>	1136839
<b>Registered office</b>	76 Park Street London W1K 2JY
<b>Company secretary</b>	Ruxandra Sandu
<b>Chief executive officer</b>	Madhavi Vadera
<b>Independent auditors</b>	Lubbock Fine LLP Chartered Accountants & Statutory Auditors Paternoster House 65 St Paul's Churchyard London EC4M 8AB

**LIFELINES INTERNATIONAL FUND FOR EDUCATION LTD**  
**(A Company Limited by Guarantee)**

**TRUSTEES' REPORT**

**FOR THE YEAR ENDED 31 DECEMBER 2020**

---

The Trustees (who are also directors of the company for the purposes of the Companies Act) present their annual report together with the financial statements of Lifelines International Fund for Education Ltd (or "the Charitable company") for the year ended 31 December 2020. The Trustees confirm that the Annual Report, which includes the Directors report, and financial statements of the Charitable company comply with the current statutory requirements, the requirements of the Charitable company's governing document and the provisions of the Statement of Recommended Practice (SORP), 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).

Since the Charitable company qualifies as small under section 383, the strategic report required of medium and large companies under The Companies Act 2006 (Strategic Report and Director's Report) Regulations 2013 is not required.

**Reference and administrative details**

Lifelines International Fund for Education Ltd is registered with the Charity Commission of England and Wales, under registration number 1136839, and incorporated under the company number is 06792434. The registered office address is 76 Park Street, London, W1K 2JY. The CEO of Lifelines International Fund for Education Ltd is Madhavi Vadera.

**Trustees**

The Trustees who served the Charitable company during the year and since the period end were as follows:

Madhavi Vadera  
Rupin Vadera (appointed 25 June 2020)  
Darpan Patel  
Pia Mandus (appointed 25 June 2020 as trustee and 1 November 2020 as director)  
Rishi Vadera (resigned 25 June 2020)  
Mira Karia (resigned 25 June 2020)  
Shelley Shah (resigned 25 June 2020)

**Structure, governance and management**

The Charitable Company is a private company limited by guarantee governed by its Memorandum and Articles of Association. In event of winding up, while a member or within twelve months of ceasing to be a member, the member's liability is limited to £10. The company was incorporated on 15 January 2009 and subsequently registered as a charity on 13 July 2010.

Lifelines International Fund for Education Ltd is managed by the Board of Trustees who meet at least three times each year and if the need arose to appoint a new trustee the remaining trustees would identify and appoint an appropriate person. New Trustees are briefed on their legal obligations under charity and company law, the content of the Memorandum and Articles of Association, the committee and decision-making processes, the business plan and recent financial performance of the Charitable company.

The Board continuously reviews its competencies and is conscious of the need to maintain a balance of skills. Periodically additional members are invited to join the Board, effectively becoming additional Trustees and this involves a careful vetting process by the Board to ensure any new member is aware of his/her responsibilities towards the charity.

**Fund-Raising Information**

The Charitable Company does not carry out significant fundraising activities. No public donations were received in the year and no public fund-raising undertaken. The Charity has established philanthropic relationships with a charitable foundation (Nelumbo Stiftung) which has committed to an annual funding budget of at least £150,000 per annum, subject to the presentation of robust, researched and vetted charitable projects identified for funding by the Lifelines Board.

**TRUSTEES' REPORT (CONTINUED)**

**FOR THE YEAR ENDED 31 DECEMBER 2020**

---

**Risks and risk management**

The risks to which Lifelines is exposed, under Lifeline's aims and objectives, are regularly monitored by Trustees who are committed to regular evaluation of organisational risk assessment and are satisfied that efficient and effective systems are in place to mitigate exposure to major risks.

The principal risks are:

***Strategic risk***

These risks impact the charity's ability to meet its key objectives, fail to serve the key client it serves (donees & funded charities), and meet the expectations of the Board and members of the charity.

These risks emerged during 2020, leading to an unanticipated increasing demand for COVID related emergency support from charities and an increased requirement for scrutiny (without site visits).

The Board's approach to mitigating this risk was by working closely with the recipient charities, increased communication and by making donations periodically, following review.

***Financial and Treasury Management Risk***

The key financial risks would mean that the charity would fail to meet its operational requirements and to honour donation commitments made to charities.

The Board managed these risks pro-actively by ensuring sufficient cash reserves to meet all commitments, and by compiling grant proposals for future funding up to one year in advance of requirement. As a result of the relationship with Nelumbo Stiftung (NS), the Lifelines (LL) Board only enters commitments for operational expenditure and donations if the funds have already been allocated or received from NS.

***Regulatory and governance risk***

These risks incorporate regulatory or legal sanctions, the potential for reputational damage, and in case of significant failures the loss of charitable status.

The Board has managed these risks by concentrating its initial strategic efforts on establishing a robust governance regime, the appointment of skilled and experienced trustees, and ensuring professional legal/accounting support in relevant areas. Trustees and senior management will be required to attend mandatory training on Charity regulations, Anti-Money Laundering and Fraud prevention.

***Operational Risks (People, IT)***

These risks relate to people, systems and processes, and external/internal events that erode the charity's ability to meet its funding commitments and/or its operational outcomes.

At present LL is managed entirely by a voluntary team, and the Board is aware that this presents a potential risk. A succession plan and a more detailed HR strategy (with employed staff) is part of the second phase of the charity's overall strategy.

IT systems management is contracted out, with IT expertise also vested in the LL team. Further, all documentation, processes and research data are stored on secure cloud-based servers. IT systems will be refreshed and updated as part of the strategic review once the office HQ has been refurbished.

**TRUSTEES' REPORT (CONTINUED)**

**FOR THE YEAR ENDED 31 DECEMBER 2020**

---

***Change management***

These risks represent the failure of establishing and implementing change initiatives.

2020 has led to unprecedented change within the way all organisations have had to operate and this itself has led to the reworking of initial change management initiatives (for example open plan offices, networking, conferences, and seminars). However, management has taken a pragmatic and proactive approach in ensuring that communication is timely, appropriate, and collaborative. The Board manages key projects centrally with clear identified processes, which are established and drawn from collaborative team discussions. This leads to ownership, 'buy-in' and a sense of unity within the organisation.

**Objectives and activities**

1. To advance education among people in India, in particular children, young people and adults from disadvantaged backgrounds by providing grants, items and services to charities or other organisations working to advance education and through the provision of scholarships.
2. To act as a resource for young people up to the age of 21 living in the UK by providing advice and assistance and organizing programmes of educational and other activities as a means of:
  - a) Advancing in life and helping young people by developing their skills, capacities and capabilities to enable them to participate in society as independent, mature and responsible individuals
  - b) Advancing education

LL continued its support for educational scholarships for children from impoverished and marginalised communities in India – e.g., Nirvana School in Pondicherry. The Lifelines scholarship funds were further supplemented to allow for teaching using online platforms and by supporting one-to-one tuition (online) in lieu of classroom teaching.

Lifelines continued to maintain online communication and links with another UK charity to support online volunteers to the selected charities. Regular reviews were maintained with all the supported charities, to ensure the viability of future projects.

**COVID-19 and Mental Health Impact**

During the period, the Lifelines Board funded several projects to mitigate the severe debilitating impact of COVID on the mental health of young people, members from marginalised communities, and victims of domestic abuse. LL is committed to raising awareness of the emerging mental health issues, particularly amongst young people, the refugee community, and women within the BAME community.

Thus during 2020, for example, following exploratory discussions with practitioners and the relevant charities LL undertook a range of projects: a research project to understand the mental health impact of 'troubled' young Muslims, funded the Women's' Amies Choir (refugee and victims of trafficking), funded the cost of a Domestic Abuse (DA) co-ordinator of services and a BAME DA counsellor – the only dedicated DA BAME counsellor in Hertfordshire.

Lifelines continued its support of the transformative 'Tree of Life' (ToL) therapeutic approach, as practiced by Ncazelo Ncube of the charity – PHOLA. The therapeutic model dealing with trauma, has been supplemented by adding additional targeted models such as COURRAGE for work with refugee families impacted by COVID. This project is one of many which the LL Board supported in partnership with NS (who provided the funding).

The Charitable company has completed the first stage of an exhaustive strategic review into the funding, financial planning, governance, and corporate identity of Lifelines. This led to the restructuring of the Trust Board and the decision to establish a corporate HQ for the charity.

**LIFELINES INTERNATIONAL FUND FOR EDUCATION LTD**  
**(A Company Limited by Guarantee)**

**TRUSTEES' REPORT (CONTINUED)**

**FOR THE YEAR ENDED 31 DECEMBER 2020**

---

The strategic review is on-going, and the charity is currently at Stage two of a three stage process.

In setting the objectives and planning the activities of the Charitable Company, the Trustees have given careful consideration to the Charities Commission's general guidance on public benefit.

**Achievements and performance**

The Trustees launched a strategic review of the Charitable Company's funding and management structure to enable it to achieve its stated aims and objectives. The first stage of this has been achieved resulting in a reconstituted Trust Board, the establishment of a governance framework, a medium-term financial strategy, and the establishment of an approved funding stream for an initial period of five years.

**Financial review**

At the end of the reporting period, the Charitable company held unrestricted reserves of £4,956,947 (2019 - £5,546) and restricted reserves of £88,718 (2019 - £nil). The increase in reserves was driven by donation income of £5.1m being received in the year, £5m of which was towards the purchase of the investment property.

At the balance sheet date, restricted funds were held for the refurbishment of the investment property. Plans for refurbishment are underway with work due to start later in 2021. Expenditure for this is ongoing.

The Charity has a reserves policy of maintaining 3-6 months' total expenditure in unrestricted reserves which is estimated as £30,000 based on the current level of activity. This will be used if the charity encounters financial difficulties. The Charity continually aims to build up its reserves so that they are in line with the reserves policy. The level of available reserves at 31 December 2020 exceed this amount. The Trustees will review the reserves policy on an annual basis.

**Plans for future periods**

Lifelines management will continue to build on the second phase of its strategic vision (2020-2025). This will incorporate increasing funding capacity, a substantive increase in reserves, and a targeted increase in the charitable donations made by the charity to educational, transformational projects. The Trustees would like to continue to increase their support for charities who work therapeutically with refugees, with victims of abuse and trafficking, as well as targeted social empowerment initiatives for young people.

The extent of the impact of the coronavirus ("COVID-19") outbreak on the financial performance of the Charity and value of its investment property will depend on future developments, including the duration and spread of the outbreak and related advice and restrictions and the impact of COVID-19 on the financial markets and the overall economy, all of which are highly uncertain and cannot be predicted. If the financial markets and/or the overall economy are impacted for an extended period, the Charitable company's results, financial position and property valuation may be adversely affected. The potential effects of COVID-19 on the financial statements cannot be determined to date and will be subject to constant monitoring throughout the year.

**LIFELINES INTERNATIONAL FUND FOR EDUCATION LTD**  
**(A Company Limited by Guarantee)**

**TRUSTEES' REPORT (CONTINUED)**

**FOR THE YEAR ENDED 31 DECEMBER 2020**

---

**Trustees' Responsibility Statement**

The Trustees (who are also directors of Lifelines International Fund for Education for the purposes of company law) are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (the United Kingdom Generally Accepted Accounting Practice).

Company law requires the Trustees to prepare financial statements for each financial year. Under company law, the Trustees must not approve the financial statements unless they are satisfied that they 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;
- Make judgments and accounting 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;
- 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 are sufficient to show and explain the charitable company's transactions and 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.

**Disclosure of Information to Auditors**

Each of the persons who are Trustees at the time when this Trustees' Report is approved has confirmed that:

- So far as that Trustee is aware, there is no relevant audit information of which the charitable company's auditors are unaware; and
- That Trustee has taken all the steps that ought to have been taken as a Trustee to be aware of any relevant audit information and to establish that the charitable company's auditors are aware of that information.

In preparing this report, the Trustees have taken advantage of the small companies exemptions provided by section 415A of the Companies Act 2006.

Approved by order of the members of the board of Trustees and signed on their behalf by:

*Madhavi Vadera*

**Madhavi Vadera**  
(Trustee)

Date: 06 July 2021



**LIFELINES INTERNATIONAL FUND FOR EDUCATION LTD**  
**(A Company Limited by Guarantee)**

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF LIFELINES INTERNATIONAL FUND FOR EDUCATION LTD**

**FOR THE YEAR ENDED 31 DECEMBER 2020**

---

**Opinion**

We have audited the financial statements of Lifelines International Fund for Education Ltd (the 'charitable company') for the year ended 31 December 2020 which comprise the Statement of Financial Activities, the Balance Sheet, the Statement of Cash Flows and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 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 December 2020 and of its incoming resources and application of resources, including its income and expenditure 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 Auditors' 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 United Kingdom, including the Financial Reporting Council'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.

**LIFELINES INTERNATIONAL FUND FOR EDUCATION LTD**  
**(A Company Limited by Guarantee)**

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF LIFELINES INTERNATIONAL FUND FOR EDUCATION LTD (CONTINUED)**

**FOR THE YEAR ENDED 31 DECEMBER 2020**

---

**Other information**

The Trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Auditors' Report thereon. 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.

In connection with our audit of the financial statements, 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 audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. 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.

**Opinion on other matters prescribed by the Companies Act 2006**

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Trustees' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.
- the Trustees' Report has been prepared in accordance with applicable legal requirements.

**Matters on which we are required to report by exception**

In the light of our 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 Trustees' Report.

We have nothing to report in respect of the following matters in relation to which 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
- the Trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the Trustees' Report and from the requirement to prepare a Strategic Report.

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF LIFELINES INTERNATIONAL FUND FOR EDUCATION LTD (CONTINUED)**

**FOR THE YEAR ENDED 31 DECEMBER 2020**

---

**Responsibilities of trustees**

As explained more fully in the Trustees' Responsibilities Statement, the Trustees (who are also the directors of the charitable company for the purposes 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.

**Auditors' 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 Auditors' Report that includes our 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.

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and noncompliance with laws and regulations, we considered the following:

- The nature of the sector and the impact of Covid 19 on financial and operating performance and policies;
- Enquiries of management, including obtaining and reviewing supporting documentation, concerning the charity's policies and procedures relating to:
  - identifying, evaluating and complying with laws and regulations and whether they were aware of any instances of non-compliance
  - detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud; and
  - the internal controls established to mitigate risks related to fraud or non-compliance of laws and regulations; and
- Discussions among the engagement team regarding how and where fraud might occur in the financial statements and any potential indicators of fraud. The engagement team includes audit partners and staff who have extensive experience of working with charities in similar sectors and this experience was relevant to the discussion about where fraud risks might arise.

We also obtained an understanding of the legal and regulatory framework that the charity operates in, focusing on provisions of those laws and regulations that had direct effect on the determination of material amounts and disclosures in the financial statements. The key laws and regulations we considered in this context included the UK Companies Act, UK Charities Act and Charities SORP 2019.

In addition, we considered provisions of other laws and regulations that do not have a direct effect on the financial statements but compliance with which may be fundamental to the charity's ability to operate or to avoid a material penalty. These included health and safety regulations, and environmental regulations.

**LIFELINES INTERNATIONAL FUND FOR EDUCATION LTD**  
**(A Company Limited by Guarantee)**

**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF LIFELINES INTERNATIONAL FUND FOR EDUCATION LTD (CONTINUED)**

**FOR THE YEAR ENDED 31 DECEMBER 2020**

---

As a result of these procedures, we considered the particular areas that were susceptible to misstatement due to fraud were in respect of connected party transactions, revenue recognition (specifically completeness and classification of donation income) and management override. Our procedures to respond to risks identified included the following:

- reviewing the financial statement disclosures and testing to supporting documentation to assess compliance with provisions of relevant laws and regulations described as having a direct effect on the financial statements;
- enquiring of management concerning actual and potential litigation, claims and fraud;
- performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;
- reading minutes of meetings of those charged with governance;
- reviewing completeness and classification on an individual donation basis;
- in addressing the risk of fraud through management override of controls, testing the appropriateness of journal entries and other adjustments; assessing whether the judgements made in making accounting estimates are indicative of a potential bias; and evaluating the rationale of any significant transactions that are unusual or outside the normal course of the charity's operations.
- reviewing transactions and balances for evidence of related party transactions and verifying appropriate disclosure in the financial statements.

There are inherent limitations in the audit procedures described above and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it. Also, the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our Auditors' Report.

**Use of our report**

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an Auditors' Report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and its members, as a body, for our audit work, for this report, or for the opinions we have formed.

*Lee Facey*

**Lee Facey (Senior Statutory Auditor)**  
for and on behalf of  
**Lubbock Fine LLP**  
Chartered Accountants & Statutory Auditors  
Paternoster House

65 St Paul's Churchyard  
London  
EC4M 8AB

Date: 06 July 2021

**LIFELINES INTERNATIONAL FUND FOR EDUCATION LTD**  
**(A Company Limited by Guarantee)**

**STATEMENT OF FINANCIAL ACTIVITIES INCORPORATING INCOME AND EXPENDITURE ACCOUNT**  
**FOR THE YEAR ENDED 31 DECEMBER 2020**

	Note	Restricted funds 2020 £	Unrestricted funds 2020 £	Total funds 2020 £	Total funds 2019 £
<b>Income from:</b>					
Donations and legacies	3	5,000,000	100,000	5,100,000	-
<b>Total income</b>		<u>5,000,000</u>	<u>100,000</u>	<u>5,100,000</u>	<u>-</u>
<b>Expenditure on:</b>					
Charitable activities	4	1,678	58,203	59,881	3,466
<b>Total expenditure</b>		<u>1,678</u>	<u>58,203</u>	<u>59,881</u>	<u>3,466</u>
<b>Net income/(expenditure)</b>					
Transfers between funds	11	4,998,322 (4,909,604)	41,797 4,909,604	5,040,119 -	(3,466) -
<b>Net movement in funds</b>		<u>88,718</u>	<u>4,951,401</u>	<u>5,040,119</u>	<u>(3,466)</u>
<b>Reconciliation of funds:</b>					
Total funds brought forward		-	5,546	5,546	9,012
Net movement in funds		88,718	4,951,401	5,040,119	(3,466)
<b>Total funds carried forward</b>		<u>88,718</u>	<u>4,956,947</u>	<u>5,045,665</u>	<u>5,546</u>

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

The notes on pages 14 to 23 form part of these financial statements.

**BALANCE SHEET**

**AS AT 31 DECEMBER 2020**

	<b>Note</b>	<b>2020 £</b>	<b>2020 £</b>	<b>2019 £</b>	<b>2019 £</b>
<b>Fixed assets</b>					
Investment property	9		4,909,604		-
<b>Current assets</b>					
Cash at bank and in hand		153,798		6,266	
		<u>153,798</u>		<u>6,266</u>	
Creditors: amounts falling due within one year	10	(17,737)		(720)	
		<u></u>		<u></u>	
<b>Net current assets</b>			136,061		5,546
<b>Total net assets</b>			<u>5,045,665</u>		<u>5,546</u>
<b>Charity funds</b>					
Restricted funds	11		88,718		-
Unrestricted funds	11		4,956,947		5,546
			<u>5,045,665</u>		<u>5,546</u>
<b>Total funds</b>			<u>5,045,665</u>		<u>5,546</u>

The financial statements have been prepared in accordance with the provisions applicable to entities subject to the small companies regime.

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

*Madhavi Vadera*

**Madhavi Vadera**  
(Trustee)  
Date: 06 July 2021

The notes on pages 14 to 23 form part of these financial statements.

**LIFELINES INTERNATIONAL FUND FOR EDUCATION LTD**  
**(A Company Limited by Guarantee)**

**STATEMENT OF CASH FLOWS**

**FOR THE YEAR ENDED 31 DECEMBER 2020**

	<b>Note</b>	<b>2020 £</b>	<b>2019 £</b>
<b>Cash flows from operating activities</b>			
Net cash used in operating activities	15	5,057,136	(2,746)
<b>Cash flows from investing activities</b>			
Purchase of investment property		(4,909,604)	-
<b>Net cash (used in)/provided by investing activities</b>		(4,909,604)	-
<b>Change in cash and cash equivalents in the year</b>		147,532	(2,746)
Cash and cash equivalents at the beginning of the year		6,266	9,012
<b>Cash and cash equivalents at the end of the year</b>	16	153,798	6,266

The notes on pages 14 to 23 form part of these financial statements

**LIFELINES INTERNATIONAL FUND FOR EDUCATION LTD**  
**(A Company Limited by Guarantee)**

**NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 DECEMBER 2020**

---

**1. General information**

Lifelines International Fund for Education Ltd is a charitable company limited by guarantee registered in England & Wales. It's registered address is 76 Park Street, London, W1K 2JY. The functional currency of the financial statements is sterling, rounded to the nearest pound (£).

The comparative amounts presented in the financial statements (including the related notes) relate to the period from 1 February 2019 to 31 December 2019 are therefore not entirely comparable.

**2. Accounting policies**

**2.1 Basis of preparation of financial statements**

The financial statements 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), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Lifelines International Fund for Education Ltd meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

**2.2 Company status**

The Charitable company is a company limited by guarantee. In the event of the Charitable company being wound up, the liability in respect of the guarantee is limited to £10 per member of the Charitable company.

**2.3 Going concern**

The accounts have been prepared under the going concern basis, which assumes that current and future sources of funding will be adequate for the Charitable Company's needs.

The Charitable Company meets its running costs from donation income. The nature of the Charitable company's operations is such, that there can be unpredictable variations in the timing and amount of cash inflows. The Trustees continuously review the funding prospects and expenditure levels and take action to reduce expenditure should funding expectations and reserves appear inadequate. On the basis of this policy, the Board consider that the Charitable company will continue in operational existence for the foreseeable future.

**2.4 Income**

All income is recognised once the Charitable company has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

Donations are recognised as income when pledged or if no pledge has been made then on receipt. Where a donor specifies a time period in which the donation can be used, donation income is recognised in that period. Donations received with imposed restrictions are classified as restricted funds.



**NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 DECEMBER 2020**

---

**2. Accounting policies (continued)**

**2.5 Interest receivable**

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the Charitable company; this is normally upon notification of the interest paid or payable by the bank.

**2.6 Expenditure**

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources.

Costs of raising funds are those incurred in seeking voluntary contributions. Support costs are those costs incurred directly in support of expenditure on the objects of the Charitable company.

Grants payable are charged in the year when the offer is made except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled. Grants offered subject to conditions which have not been met at the year end are noted as a commitment, but not accrued as expenditure.

All expenditure is inclusive of irrecoverable VAT.

**2.7 Investment Property**

Investment property is carried at fair value determined annually by the trustees and derived from the current market rents and investment property yields for comparable real estate, adjusted if necessary for any difference in the nature, location or condition of the specific property. No depreciation is provided. Changes in fair value are recognised in the Statement of Financial Activities.

**2.8 Cash at bank and in hand**

Cash at bank and in hand includes cash and short-term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

**2.9 Liabilities and provisions**

Liabilities are recognised when there is an obligation at the Balance Sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably.

Liabilities are recognised at the amount that the Charitable company anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

Provisions are measured at the best estimate of the amounts required to settle the obligation.

**NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 DECEMBER 2020**

**2. Accounting policies (continued)**

**2.10 Corporation Tax**

Due to the charitable nature of the activities undertaken, the Charitable company's surpluses are not subject to corporation tax.

**2.11 Financial instruments**

The Charitable company only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

**2.12 Fund accounting**

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the Charitable company and which have not been designated for other purposes.

Designated funds comprise unrestricted funds that have been set aside by the Trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the Charitable company for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

**3. Income from donations and legacies**

	<b>Restricted funds 2020 £</b>	<b>Unrestricted funds 2020 £</b>	<b>Total funds 2020 £</b>	<b>Total funds 2019 £</b>
Donations	5,000,000	100,000	5,100,000	-

**4. Analysis of expenditure on charitable activities**

**Summary by fund type**

	<b>Restricted funds 2020 £</b>	<b>Unrestricted funds 2020 £</b>	<b>Total funds 2020 £</b>
Charitable activity	1,678	58,203	59,881

**LIFELINES INTERNATIONAL FUND FOR EDUCATION LTD**  
**(A Company Limited by Guarantee)**

**NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 DECEMBER 2020**

**4. Analysis of expenditure on charitable activities (continued)**

**Summary by fund type (continued)**

	<b>Unrestricted funds 2019 £</b>	<b>Total funds 2019 £</b>
Charitable activity	3,466	3,466
	<u>3,466</u>	<u>3,466</u>

**5. Analysis of expenditure by activities**

	<b>Grant funding of activities 2020 £</b>	<b>Support costs 2020 £</b>	<b>Total funds 2020 £</b>
Charitable activity	43,920	15,961	59,881
	<u>43,920</u>	<u>15,961</u>	<u>59,881</u>

	<b>Activities undertaken directly 2019 £</b>	<b>Support costs 2019 £</b>	<b>Total funds 2019 £</b>
Charitable activity	2,670	796	3,466
	<u>2,670</u>	<u>796</u>	<u>3,466</u>

**Analysis of direct costs**

	<b>Unrestricted funds 2020 £</b>	<b>Total funds 2020 £</b>	<b>Total funds 2019 £</b>
Sponsorship fees	-	-	2,670
	<u>-</u>	<u>-</u>	<u>2,670</u>

**NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 DECEMBER 2020**

**5. Analysis of expenditure by activities (continued)**

**Analysis of support costs**

	<b>Total funds 2020 £</b>	<b>Total funds 2019 £</b>
Accountancy fees	2,909	820
Audit fees (governance)	6,600	-
Bank charges and interest	42	(24)
Insurance	4,004	-
Legal and professional fees	501	-
Water rates	11	-
Property repairs	1,678	-
Fundraising costs	216	-
	<u>15,961</u>	<u>796</u>

Included within support costs are restricted costs totalling £1,678 in respect of property repairs.

**6. Analysis of grants**

	<b>Grants to Institutions 2020 £</b>	<b>Total funds 2020 £</b>	<b>Total funds 2019 £</b>
Grants	<u>43,920</u>	<u>43,920</u>	<u>-</u>

Grants were paid to three institutions during the year as follows: Nivarna Trust (£2,080), Watford Womens Centre (£31,840) and BMS Democracy (£10,000).

**7. Auditors' remuneration**

	<b>2020 £</b>	<b>2019 £</b>
Fees payable to the Charitable company's auditor for the audit of the Charitable company's annual accounts	<u>6,600</u>	<u>-</u>

**LIFELINES INTERNATIONAL FUND FOR EDUCATION LTD**  
**(A Company Limited by Guarantee)**

**NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 DECEMBER 2020**

**8. Trustees' remuneration and expenses**

During the year, no Trustees received any remuneration or other benefits (2019 - £NIL).

During the year ended 31 December 2020, no Trustee expenses have been incurred (2019 - £NIL).

**9. Investment property**

	<b>Freehold investment property £</b>
<b>Valuation</b>	
Additions	4,909,604
At 31 December 2020	<u>4,909,604</u>

In the opinion of the Trustees, the fair value of the investment property as at 31 December 2020 remained unchanged from the valuation at the date of purchase in August 2020.

**10. Creditors: Amounts falling due within one year**

	<b>2020 £</b>	<b>2019 £</b>
Trade creditors	201	-
Other creditors	1,717	-
Accruals and deferred income	15,819	720
	<u>17,737</u>	<u>720</u>

**LIFELINES INTERNATIONAL FUND FOR EDUCATION LTD**  
**(A Company Limited by Guarantee)**

**NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 DECEMBER 2020**

**11. Statement of funds**

**Statement of funds - current year**

	Balance at 1 January 2020 £	Income £	Expenditure £	Transfers in/out £	Balance at 31 December 2020 £
<b>Unrestricted funds</b>					
<b>Designated funds</b>					
Investment property fund	-	-	-	4,909,604	4,909,604
<b>General funds</b>					
General Funds	5,546	100,000	(58,203)	-	47,343
<b>Total Unrestricted funds</b>	5,546	100,000	(58,203)	4,909,604	4,956,947
<b>Restricted funds</b>					
Property purchase and refurbishment	-	5,000,000	(1,678)	(4,909,604)	88,718
<b>Total of funds</b>	5,546	5,100,000	(59,881)	-	5,045,665

**Statement of funds - prior year**

	Balance at 1 February 2019 £	Expenditure £	Balance at 31 December 2019 £
<b>Unrestricted funds</b>			
General Funds	9,012	(3,466)	5,546

**NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 DECEMBER 2020**

**11. Statement of funds (continued)**

**Restricted funds**

The restricted fund relates donations received towards the purchase and refurbishment of the investment property.

**Designated funds**

The investment property fund represents the value of the charity's investment property which is principally held for income generation to further the charity's objectives.

**Transfer of funds**

Restrictions placed on certain funds were satisfied during the year resulting in a transfer of £4,909,604 (2019 - £nil) from restricted to designated funds.

**12. Analysis of net assets between funds**

**Analysis of net assets between funds - current period**

	<b>Restricted funds 2020 £</b>	<b>Unrestricted funds 2020 £</b>	<b>Total funds 2020 £</b>
Investment property	-	4,909,604	4,909,604
Current assets	88,718	65,080	153,798
Creditors due within one year	-	(17,737)	(17,737)
<b>Total</b>	<b>88,718</b>	<b>4,956,947</b>	<b>5,045,665</b>

**Analysis of net assets between funds - prior period**

	<b>Unrestricted funds 2019 £</b>	<b>Total funds 2019 £</b>
Current assets	6,266	6,266
Creditors due within one year	(720)	(720)
<b>Total</b>	<b>5,546</b>	<b>5,546</b>

**LIFELINES INTERNATIONAL FUND FOR EDUCATION LTD**  
**(A Company Limited by Guarantee)**

**NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 DECEMBER 2020**

**13. Related party transactions**

During the year, the charity received donations totalling £5,100,000 from Nelumbo Stiftung, a charitable foundation which is a member of the charity. The trustees of Lifelines International Fund for Education are not beneficiaries of Nelumbo Stiftung. Whilst an element of the donations were restricted, there were no attached conditions which would, or might, require the charity to alter significantly the nature of its existing activities.

At the year end an amount of £1,718 was owed to FII Limited, a company in which trustees Madhavi Vadera and Rupin Vadera are directors, in respect of expenses paid on behalf of the charity.

**14. Post balance sheet events**

The extent of the impact of the coronavirus ("COVID-19") outbreak on the financial performance of the Charity and value of its investment property will depend on future developments, including the duration and spread of the outbreak and related advice and restrictions and the impact of COVID-19 on the financial markets and the overall economy, all of which are highly uncertain and cannot be predicted. If the financial markets and/or the overall economy are impacted for an extended period, the Charitable company's results, financial position and property valuation may be adversely affected. The potential effects of COVID-19 on the financial statements cannot be determined to date and will be subject to constant monitoring throughout the year.

**15. Reconciliation of net movement in funds to net cash flow from operating activities**

	<b>2020</b> <b>£</b>	<b>2019</b> <b>£</b>
Net income/expenditure for the period (as per Statement of Financial Activities)	5,040,119	(3,466)
<b>Adjustments for:</b>		
Increase in creditors	17,017	720
<b>Net cash provided by/(used in) operating activities</b>	<b>5,057,136</b>	<b>(2,746)</b>

**16. Analysis of cash and cash equivalents**

	<b>2020</b> <b>£</b>	<b>2019</b> <b>£</b>
Cash in hand	153,798	6,266
<b>Total cash and cash equivalents</b>	<b>153,798</b>	<b>6,266</b>



**LIFELINES INTERNATIONAL FUND FOR EDUCATION LTD**  
**(A Company Limited by Guarantee)**

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

---

**17. Analysis of changes in net debt**

	<b>At 1 January 2020 £</b>	<b>Cash flows £</b>	<b>At 31 December 2020 £</b>
Cash at bank and in hand	6,266	147,532	153,798