



REPORT AND ACCOUNTS

FOR THE YEAR ENDED

31 DECEMBER 2021

HEALING MINDS FOUNDATION

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HEALING MINDS FOUNDATION

TRUSTEES' REPORT

TRUSTEES	Justine Hardy Richard I Morris Jr (Chairman) Sarah Egerton-Warburton Denzil How Michael Foster
CHARITY NUMBER	1145308
CONTACT ADDRESS	Flat 11 Shelley Court 56 Tite Street London SW3 4JB

Report of the Trustees for the period ended 31 December 2021

The charity is an unincorporated charity, constructed under a Trust Deed dated 14 December 2011. HMF UK was the original sponsor and funder of the work of its affiliate Healing Minds Foundation LLC (HMF India). From April 1, 2020 the HMF India's principal project, Kashmir Lifeline & Health Centre (KLL) has been funded by Mariwala Health Initiative, an Indian non-governmental organization focused on grass roots mental health initiatives throughout the country.

The financial statements have been prepared in accordance with the accounting policies set out in Note 1 to the financial statements and comply with the Charity Trust deed and the requirements are set out in The Charities (Accounts and Reports) Regulations 2008.

The objects of the charity are to act for the public benefit to promote and protect good health by providing effective integrated mental health services in India to communities psychologically traumatized by extended periods of violence, conflict, or as a result of natural disasters in particular but not exclusively by the provision of a three-tier system including a free trauma helpline, free counselling services and free primary mental health care education to rural communities, schools and colleges.

The entire Trust Fund and income thereof is held for unrestricted purposes.

There shall at no time be less than three Trustees. The power to appoint new Trustees vests in the continuing Trustees. With the exception of the first Trustees, subsequent Trustees are appointed for a term of three years. Trustees are provided with a copy of the Trust Deed and most recent accounts and briefed on their legal obligations under charity law, the Charity Commission guidance on public benefit and are encouraged to attend appropriate external training event where these will facilitate the undertaking of their role.

Activities in the period

HMF UK continues to have a very limited role in the operation of KLL. The Trustees are pleased to report that the project has continued its work, under the leadership of Dr Prerna Sud, and expects to relaunch the Young Minds Programme this year.

HEALING MINDS FOUNDATION

TRUSTEES REPORT – continued

Activities in the period (continued)

Funding

HMF UK is no longer accepting charitable contributions and KLL is funded by MHI as discussed above.

Expenses

HMF UK's expenses were limited during 2021. Website management cost £1,278, while our annual accounting review cost £1,140.

The consolidated expenses total is significantly affected by the exchange rate movements, which vary from year to year – please see note 7 to the accounts for full details of the costs of the charity and Appendix 1 which presents the receipts and payments for the HMF India in rupees.

Plans for future periods

The Trustees of HMF UK and the Directors of HMF India have agreed to transfer the ownership of HMF India to the directors or their nominees. When this has been completed, HMF UK's Trustees will consider the appropriate uses for its remaining capital.

Financial review

The income and expenditure account for the year shows a deficit of £6,198, which includes an adjustment of £144 in respect of exchange rate movements which had the effect of increasing costs in India.

Investment powers and policy

HMF UK's funds are now limited and are placed on deposit. HMF India continued to place reserves on deposit at interest rates that vary from 3-3.5%.

Reserves policy

As HMF UK is no longer funding HMF India and its KLL project, reserves currently being held will be evaluated once the transition mentioned above has been completed.

Public Benefit

The principles of public benefit, as defined by the Charity Commission, have been noted by Trustees. The Trustees confirm having given regard to the Charity Commission's initial guidance and continue in their belief that the Fund provides identifiable benefits to a section of the public.

Risk Management

The Trustees consider they hold adequate funds to meet current liabilities. The Trustees have identified and examined the major risks to which the charity is exposed and have established procedures for taking all reasonable steps to lessen or mitigate them. The Trustees review these risk management procedures annually.

HEALING MINDS FOUNDATION

TRUSTEES REPORT - continued

Trustees' responsibilities in relation to the financial statements

The charity Trustees are responsible for preparing the Trustees' Report and the accounts in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable; to charities in England and Wales requires the Trustees to prepare accounts for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period.

In preparing these accounts, 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 estimates that are reasonable and prudent;
- to 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 charity will continue in operation

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charity and the group and hence taking reasonable steps maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Approved by the Trustees on 17 August 2022

And signed on their behalf by


....., R I Morris Jnr

Trustee

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES

HEALING MINDS FOUNDATION

I report on the accounts of the Trust for the period ended 31 December 2021, which are set out on pages 5-10.

Respective responsibilities of trustees and examiner

As the charity's trustees you are responsible for the preparation of the accounts, you consider that the audit requirements of section 144(2) of the Charities Act 2011 (the 2011 Act) does not apply and that an independent examination is needed. It is my responsibility to state, on the basis of procedures specified in the General Directions given by the Charity Commissioners under section 145(5)(b) of the 2011 Act, whether particular matters have come to my attention.

Basis of independent examiner's report

My examination was carried out in accordance with the General Directions given by the Charity Commissioners. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts present a 'true and fair' view and the report is limited to those matters set out in the statement below.

Independent examiner's statement

In connection with my examination, no matter has come to my attention:

(a) which gives me reasonable cause to believe that in any material respect, the requirements:

(i) to keep accounting records in accordance with section 130 of the 2011 Act; and

(ii) to prepare accounts which accord with the accounting records and comply with the accounting requirements of the 2011 Act;

have not been met; or

(b) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.



Susan Kumar ACA
Holden Granat LLP
Date: 17 August 2022

Springfield House, 23 Oatlands Drive,
Weybridge Surrey KT13 9LZ

HEALING MINDS FOUNDATION**RECEIPTS AND PAYMENTS for the period ended 31 December 2021**


	Note	2021 £	2020 £
Receipts			
Voluntary income received	5	71,776	51,800
Gift Aid received	5	-	112
Investment income	6	1,525	1,667
Total Receipts		£73,301	£53,579
Payments			
Cost of Charitable Activities	7	75,617	68,160
Governance Costs	8	3,882	4,040
Total Payments		£79,499	£72,200
Net (payments)/receipts		(6,198)	(18,621)
Cash funds brought forward		69,886	88,507
Cash funds carried forward		£63,688	£69,886

HEALING MINDS FOUNDATION**SUMMARY OF ASSETS AND LIABILITIES as at 31 December 2021**

	Note	Group 2021 £	2020 £	2021 £	Charity 2020 £
Fixed assets					
Investments	9	-	-	100	100
		-	-	100	100
Current assets					
Cash at bank and in hand	10	63,688	69,886	16,210	18,880
Net current assets		<u>£63,688</u>	<u>£69,886</u>	<u>£ 16,210</u>	<u>£18,880</u>
Total assets		<u>£63,688</u>	<u>£69,886</u>	<u>£ 16,210</u>	<u>£18,880</u>
Represented by:					
Unrestricted funds		<u>£63,688</u>	<u>£69,886</u>	<u>£ 16,210</u>	<u>£18,880</u>
Liabilities (Unrestricted Fund)					
Independent Examination fee		<u>£1,140</u>	<u>£1,140</u>	<u>£1,140</u>	<u>£1,140</u>

The notes on pages 7 to 10 form part of these accounts.

The accounts were approved by the Trustees on 17 August 2022 and signed on their behalf by


..... R I Morris Jnr

Trustee

HEALING MINDS FOUNDATION

NOTES TO THE ACCOUNTS for the period ended 31 December 2021

1) Accounting policies

- a) **Basis of preparation of accounts**
These Accounts have been prepared on a receipts and payments basis and in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland issued in October 2019, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011, and UK Generally Accepted Accounting Practice
- The results of the charity's subsidiaries have been consolidated on a line by line basis.
- b) **Donations received**
All income from donations received is included in income upon receipt. The charity has not received any goods for use by itself.
- c) **Investment income**
Deposit interest is accounted for in the period in which it is received.
- d) **Investments**
Unquoted investments are valued at cost on the Statement of Assets and Liabilities.
- e) **Expenditure**
Expenditure is recognised upon payment and allocated to the entity incurring the expense – reallocation of costs is not considered necessary.
- Cost of charitable activities relates to the operational costs of the Kashmir Lifeline and Health centre. This includes the ongoing statutory and professional costs of operating the legal structures required to allow the charity to operate in India.
- Governance costs include those costs incurred in the governance by the Trustees of the charity's assets and are primarily associated with constitutional and statutory requirements of operating the charity.
- f) **Foreign currencies**
Transactions in foreign currencies are recognised in the Receipts and Payments account at the average exchange rate for the period and in the Statement of Assets and Liabilities at the rate on 31 December 2021. All exchange differences are recognised through the Statement of Financial Activities.
- g) **Operating leases**
Rental payments are charged as expenditure as paid over the term of the lease.
- h) **Going Concern**
The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. 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. Taking into account the funding commitment from MHI, the budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

HEALING MINDS FOUNDATION

NOTES TO THE ACCOUNTS for the period ended 31 December 2021

2) Taxation

The Trust is a registered charity and accordingly is exempt from taxation on its income and gains where these are applied to charitable purposes.

3) Transaction with Trustees

None of the Trustees received any remuneration for his/her services during the period ended 31 December 2021.

4) Related party transaction

During the period £ NIL (2020 £NIL) was transferred to the charity's subsidiary, HMF India, a charitable purpose company registered in India, to fund the charitable activities undertaken by the company in Jammu and Kashmir.

5) Voluntary income

All voluntary income received during the period was unrestricted. Donations are received by both the charity and its subsidiary in Kashmir.

	2021 £	2020 £
Voluntary income received during the year:		
Donations from individuals and trusts	71,776	51,800
Gift aid	-	112
	<hr/> £71,776	<hr/> £51,912

6) Investment Income

	2021 £	2020 £
Investment income has arisen as follows:		
Interest received	<hr/> £1,525	<hr/> £1,667

7) Cost of Charitable Activities

The amount spent on charitable activities during the period under review relate to the operation of the HMF India, incorporating the Kashmir Lifeline and Health Centre, for which the following expenses were incurred:

	2021£	2020£
Women's Hygiene Project	0	1,640
Salaries and Personnel expenses	55,319	49,663
Helpline Telephone Line	1,684	1,353
Hardware and Support	5,446	5,059
Website costs	1,278	638
Facilities and Marketing	6,002	4,111
Travel & Accommodation	6,345	3,747
Bank charges	0	0
Local Taxes	(313)	(730)
Loss/(Gain) on Exchange	(144)	2,679
	<hr/> £75,617	<hr/> £68,160

HEALING MINDS FOUNDATION

NOTES TO THE ACCOUNTS for the period ended 31 December 2021

7) Cost of Charitable Activities (continued)

At year-end KLL employed fifteen people full and part time. HMF UK has no employees.

8) Governance costs

The governance costs of the charity comprised the following costs:

	2021£	2020£
Independent Examiners Fees	1,140	1,140
Other Professional and Statutory Fees	2,742	2,900
	<hr/>	<hr/>
	£3,882	£4,040
	<hr/>	<hr/>

9) Investment in subsidiary

The charity owns 99.90% of the share capital the Healing Minds Foundation LLC, which was established in order to allow the charity to undertake its charitable activities in India.

10) Cash at Bank and in Hand

	Group		Charity	
	2021	2020	2021	2020
	£	£	£	£
Bank balances	63,407	69,712	16,210	18,880
Cash balances	281	174	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
	£63,688	£69,886	£16,210	£18,880
	<hr/>	<hr/>	<hr/>	<hr/>

11) Subsidiary: Healing Minds Foundation LLC

The charity owns 99.9% of the share capital of Healing Minds Foundation LLC (referred to as HMF India) which operates the Kashmir Lifelines and Health Centre in Jammu and Kashmir. The assets and liabilities of the subsidiary are detailed below and the results are analysed in note 12.

HEALING MINDS FOUNDATION**NOTES TO THE ACCOUNTS for the period ended 31 December 2021****12) Analysis of Receipts & Payments between charity and subsidiary**

	Subsidiary 2021 £	Charity 2021 £	Total 2021 £
Receipts			
Voluntary income received	71,776	0	71,776
Gift Aid	-	0	
Investment income	1,525	-	1,525
 Cash transfer to/(from) subsidiary	 0	 (0)	 -
Total Receipts/ (Payments)	£73,301	£0	£73,301
Payments			
Cost of Charitable Activities	74,267	1,350	75,617
Governance Costs	2,562	1,320	3,882
Total Payments	£76,829	£2,670	£79,499
Net Receipts / (Payments)	(3,528)	(2,670)	(6,198)
Cash funds brought forward	51,006	18,880	69,886
Cash funds carried forward	£47,478	£16,210	£63,688

APPENDIX 1**HEALING MINDS FOUNDATION LLC (HMF India)****RECEIPTS AND PAYMENTS for the period ended 31 December 2021**

	2021 INR	2020 INR
Receipts		
Transfers from/To Healing Minds Foundation	0	0
Donations	6,677,018	4,796,927
Investment income	141,875	155,113
Total Receipts	6,818,893	4,952,040
Payments		
Professional Fees	238,315	266,450
Personnel Expenses	5,143,854	4,619,907
Helpline Phone Lines	148,711	125,886
Hardware and Support	504,607	351,690
Travel and Accommodation	589,922	348,546
Local Taxes	(29,102)	(67,918)
Facilities and Marketing	542,770	382,423
Women's Hygiene Project	0	152,591
Total Payments	7,139,077	6,179,575
Net (payments) / receipts	(320,184)	(1,227,535)
Cash funds brought forward	5,098,640	6,326,175
Cash funds carried forward	INR 4,778,456	INR 5,098,640