

Charity registration number 1148427

Company registration number 08107614 (England and Wales)

**THE GLOBAL FUND FOR FORGOTTEN PEOPLE, ORDER OF MALTA**  
**ANNUAL REPORT AND FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2023**

# THE GLOBAL FUND FOR FORGOTTEN PEOPLE, ORDER OF MALTA

## LEGAL AND ADMINISTRATIVE INFORMATION

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Trustees	R A Fitzalan Howard Esq. LVO Mrs L S-C Simpson Dr P Lammer (Appointed 1 May 2023)
Charity number	1148427
Company number	08107614
Registered office	30 Upper High Street Thame Oxfordshire OX9 3EZ
Auditor	Richardsons 30 Upper High Street Thame Oxfordshire OX9 3EZ
Bankers	C. Hoare & Co. 37 Fleet Street London EC4P 4DQ
Solicitors	Stone King LLP 91 Charterhouse Street London EC1M 6HR
Investment advisors	Cazenove Capital Management Ltd. 1 London Wall Place London EC2Y 5AU

# **THE GLOBAL FUND FOR FORGOTTEN PEOPLE, ORDER OF MALTA**

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# THE GLOBAL FUND FOR FORGOTTEN PEOPLE, ORDER OF MALTA

## TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

### FOR THE YEAR ENDED 31 DECEMBER 2023

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The trustees present their report and financial statements for the year ended 31 December 2023.

The accounts have been prepared in accordance with the accounting policies set out in note 1.1 to the accounts and comply with the Fund's Memorandum and Articles, the Companies Act 2006 and "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)" (as amended for accounting periods commencing from 1 January 2016).

#### Objectives and activities

The objects of the charity ("the Fund") are such purposes for the benefit of the public as shall be exclusively charitable as the trustees from time to time may determine, to include in particular (but without prejudice to the generality of the foregoing) the following:

- The prevention or relief of poverty;
- The advancement of education;
- The advancement of health or the saving of lives;
- The relief of those in need because of youth, age, ill health, disability, financial hardship or other disadvantage;
- Purposes incidental and ancillary to these objects.

#### Public benefit

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the Fund should undertake.

The trustees confirm that they have had regard to the Charity Commission's published guidance on public benefit. The trustees awarded grants worth USD 1,117,683 (2022: USD 3,232,805) during the year and consider that the Fund fully meets the public benefit requirements for the Charities Act 2021 (as amended). Grants are made only to registered charities, charities with officially recognised charitable status in their country or organisations with exempt / excepted status, which themselves must meet a public benefit requirement.

#### Cessation of operations in 2023

After changes of government of the Order of Malta in September 2022 and January 2023, the working relationship between the Order and the Fund, which had been central to the Fund's mission, could not continue as before. The Fund therefore completed the 2023 St John's Day grant cycle and ceased all further fund-raising, communications and grant making (with the exception of a few grants from remaining restricted assets).

As of 31 December 2023 the Fund had ceased all normal operations but retained sufficient reserves to continue meeting its legal and regulatory obligations until it finally closes. In June 2024, in agreement with the Order of Malta, the Fund began taking the final steps towards closure, expected in 2025.

#### Reserves policy

In view of the cessation of operations, the previous reserves policy was deemed no longer appropriate. During 2023, the investment portfolio was liquidated, and has subsequently been held in cash. This includes the Permanent Endowment of EUR 1,200,000. As of 31 December 2023 the Fund also had unrestricted net assets of USD 182,277, allowing it to continue meeting its legal and regulatory obligations until it closes.

#### Risk approach

The trustees have a duty to identify and review the risks to which the Fund is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error. The trustees confirm that they have identified the major risks to which the Fund is exposed and that the systems are in place to manage those risks.

#### Structure, governance and management

The Global Fund for Forgotten People, Order of Malta is a registered charity and a charitable company limited by guarantee not having a share capital. The charity's governing document is its Memorandum and Articles dated 15 June 2012, as amended 28 March 2023.

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# THE GLOBAL FUND FOR FORGOTTEN PEOPLE, ORDER OF MALTA

## TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2023

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The trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

R A Fitzalan Howard Esq. LVO	
Baron A G Freiherr Von Boeselager	(Resigned 1 May 2023)
Count M L W F K Henckel Von Donnersmarck	(Resigned 1 May 2023)
Mrs L S-C Simpson	
Prince D L G J M de La Rochefoucauld-Montbel	(Resigned 1 May 2023)
Dr P Lammer	(Appointed 1 May 2023)

### Trustees

The Fund has three trustees, each of whom has extensive experience in both the voluntary sector and the charitable activities of the Order of Malta, whose projects are the principal beneficiaries of any grant making and capacity building undertaken by the Fund. The trustees are appointed for an indefinite term.

### Criteria for trustees

- Knowledge and experience of the voluntary sector
- Membership and/or knowledge of the Order of Malta
- At least one trustee must be a British Citizen and/or resident in the UK

Day-to-day management of the Fund is delegated to the Chief Executive, a voluntary role. Justin Simpson took up this position in March 2022, the role previously having been fulfilled by one of the trustees (also in a voluntary capacity). The Chief Executive reports formally to the board of trustees via bi-annual trustee meetings and on an ad-hoc basis as required.

Trustees seek advice as required from professional consultants, including lawyers, auditors, and investment managers.

The trustees are all experienced and do not necessarily receive ongoing training. The trustees are not remunerated.

### Organisational structure

The Global Fund for Forgotten People was set up as a global charitable fund to bring together support for the Order of Malta's existing charitable works, in aid of people that have been forgotten and left behind. It is separate from and operated independently of the Order of Malta, but collaborated closely with it to provide funding to the Order's projects across the globe.

The Fund also worked closely with the legally separate and independent US entity Global Fund for Forgotten People, Order of Malta Inc., a US501(c)(3) which also raised funds for and made grants to charitable works of the Order of Malta. As of the date of this report, this US entity had fully ceased operations and had shut down.

### Auditor

The auditors, Richardsons, will be proposed for re-appointment at the forthcoming Annual General Meeting.

The Trustees' Report was approved by the board of trustees.



R A Fitzalan Howard Esq. LVO

Trustee

Date: 28<sup>th</sup> August 2024.

# THE GLOBAL FUND FOR FORGOTTEN PEOPLE, ORDER OF MALTA

## STATEMENT OF TRUSTEES' RESPONSIBILITIES

### FOR THE YEAR ENDED 31 DECEMBER 2023

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The trustees, who are also the directors of The Global Fund for Forgotten People, Order of Malta for the purpose of company law, 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).

Company Law requires the trustees to prepare accounts for each financial year which give a true and fair view of the state of affairs of the Fund and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

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 judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the accounts; and
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the Fund will continue in operation.

The trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the Fund and enable them to ensure that the accounts comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Fund and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.



# THE GLOBAL FUND FOR FORGOTTEN PEOPLE, ORDER OF MALTA

## INDEPENDENT AUDITOR'S REPORT

### TO THE TRUSTEES OF THE GLOBAL FUND FOR FORGOTTEN PEOPLE, ORDER OF MALTA

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#### Opinion

We have audited the accounts of The Global Fund for Forgotten People, Order of Malta (The 'Fund') for the year ended 31 December 2023 which comprise the Statement of Financial Activities, the Balance Sheet, the Statement of Cash Flows and the notes to the accounts, 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 2023 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

#### Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the accounts section of our report. We are independent of The Fund in accordance with the ethical requirements that are relevant to our audit of the accounts in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Fund'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.

Although the charitable activities have ceased, the charity has sufficient unrestricted reserves to function for the next 12 months.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

#### Other information

The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

# THE GLOBAL FUND FOR FORGOTTEN PEOPLE, ORDER OF MALTA

## INDEPENDENT AUDITOR'S REPORT (CONTINUED)

### TO THE TRUSTEES OF THE GLOBAL FUND FOR FORGOTTEN PEOPLE, ORDER OF MALTA

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

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the Trustees' Report; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

#### Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, the trustees, who are also the directors of The Fund for the purpose of company law, are responsible for the preparation of the accounts and for being satisfied that they give a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of accounts that are free from material misstatement, whether due to fraud or error.

In preparing the accounts, the trustees are responsible for assessing the Fund'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 company or to cease operations, or have no realistic alternative but to do so.

#### Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

- Enquiry of management and those charged with governance around actual and potential litigation and claims.
- Enquiry of the company's staff in tax and compliance functions to identify any instances of non-compliance with laws and regulations.
- Reviewing minutes of meetings of those charged with governance.
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations.
- Auditing the risk of management override of controls, including through testing journal entries and other adjustments for appropriateness, and evaluating the business rationale of significant transactions outside the normal course of business.

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

This report is made solely to the company's members, as a body, in accordance with section 391 of the Companies Act 2014. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's 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 company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.



# THE GLOBAL FUND FOR FORGOTTEN PEOPLE, ORDER OF MALTA

## INDEPENDENT AUDITOR'S REPORT (CONTINUED)

### TO THE TRUSTEES OF THE GLOBAL FUND FOR FORGOTTEN PEOPLE, ORDER OF MALTA

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*Richardsons*

**Richardsons**

28 August 2024

**Chartered Accountants**

**Statutory Auditor**

30 Upper High Street

Thame

Oxfordshire

OX9 3EZ

Richardsons is eligible for appointment as auditor of the Fund by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

# THE GLOBAL FUND FOR FORGOTTEN PEOPLE, ORDER OF MALTA

## STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2023

	Notes	Unrestricted funds 2023 \$	Restricted funds 2023 \$	Endowment funds 2023 \$	Total 2023 \$	Total 2022 \$
<b>Income and endowments from:</b>						
Donations and legacies	3	7,769	166,587	-	174,356	3,396,015
Investments	4	60,392	-	-	60,392	33,222
Other income	5	28,175	-	-	28,175	75,919
<b>Total income</b>		<b>96,336</b>	<b>166,587</b>	<b>-</b>	<b>262,923</b>	<b>3,505,156</b>
<b>Expenditure on:</b>						
<u>Raising funds</u>						
Fundraising and publicity	6	66,175	-	-	66,175	132,602
Investment management	6	6,831	-	-	6,831	13,719
		<b>73,006</b>	<b>-</b>	<b>-</b>	<b>73,006</b>	<b>146,321</b>
<u>Charitable activities</u>						
Charitable activities	7	817,523	571,323	-	1,388,846	3,687,798
<b>Total expenditure</b>		<b>890,529</b>	<b>571,323</b>	<b>-</b>	<b>1,461,852</b>	<b>3,834,119</b>
Net gains/(losses) on investments	13	79,923	-	-	79,923	(445,536)
<b>Net expenditure</b>		<b>(794,193)</b>	<b>(404,736)</b>	<b>-</b>	<b>(1,198,929)</b>	<b>(328,963)</b>
Transfers between funds		(43,380)	-	43,380	-	-
<b>Net movement in funds</b>	<b>10</b>	<b>(757,650)</b>	<b>(404,736)</b>	<b>43,380</b>	<b>(1,119,006)</b>	<b>(774,499)</b>
<b>Reconciliation of funds:</b>						
Fund balances at 1 January 2023		939,927	519,587	1,280,988	2,740,502	3,515,001
<b>Fund balances at 31 December 2023</b>		<b>182,277</b>	<b>114,851</b>	<b>1,324,368</b>	<b>1,621,496</b>	<b>2,740,502</b>

# THE GLOBAL FUND FOR FORGOTTEN PEOPLE, ORDER OF MALTA

## BALANCE SHEET

AS AT 31 DECEMBER 2023

	Notes	2023 \$	\$	2022 \$	\$
<b>Fixed assets</b>					
Tangible assets	15		1,777		3,180
Investments	16		-		1,543,742
			<u>1,777</u>		<u>1,546,922</u>
<b>Current assets</b>					
Debtors	17	13,750		320,088	
Cash at bank and in hand		<u>1,648,283</u>		<u>2,102,397</u>	
		1,662,033		2,422,485	
<b>Creditors: amounts falling due within one year</b>	18	<u>(42,314)</u>		<u>(1,228,905)</u>	
<b>Net current assets</b>			<u>1,619,719</u>		<u>1,193,580</u>
<b>Total assets less current liabilities</b>			<u>1,621,496</u>		<u>2,740,502</u>
<b>Net assets excluding pension liability</b>			<u>1,621,496</u>		<u>2,740,502</u>
			<u><u>1,621,496</u></u>		<u><u>2,740,502</u></u>
<b>The funds of the Fund</b>					
Endowment funds	19	1,324,368		1,280,988	
Restricted income funds	20	114,851		519,587	
Unrestricted funds		<u>182,277</u>		<u>939,927</u>	
		1,621,496		2,740,502	
		<u><u>1,621,496</u></u>		<u><u>2,740,502</u></u>	

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 December 2023, although an audit has been carried out under section 144 of the Charities Act 2011.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The members have not required the company to obtain an audit of its financial statements under the requirements of the Companies Act 2006, for the year in question in accordance with section 476.

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

The financial statements were approved by the trustees on 28 Aug 2024.

R A Fitzalan Howard Esq. LVO  
Trustee

Company registration number 08107614 (England and Wales)

# THE GLOBAL FUND FOR FORGOTTEN PEOPLE, ORDER OF MALTA

## STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2023

	Notes	2023 \$	\$	2022 \$	\$
<b>Cash flows from operating activities</b>					
Cash absorbed by operations	25	(1,986,502)		(841,764)	
<b>Investing activities</b>					
Purchase of tangible fixed assets		-		(1,629)	
Proceeds from disposal of tangible fixed assets		320		185	
Interest recieved		-		14,810	
Proceeds from disposal of investments		1,532,068		-	
<b>Net cash generated from investing activities</b>		1,532,388		13,366	
<b>Net cash used in financing activities</b>		-		-	
<b>Net decrease in cash and cash equivalents</b>		(454,114)		(828,398)	
Cash and cash equivalents at beginning of year		2,102,397		2,930,795	
<b>Cash and cash equivalents at end of year</b>		1,648,283		2,102,397	



# THE GLOBAL FUND FOR FORGOTTEN PEOPLE, ORDER OF MALTA

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE YEAR ENDED 31 DECEMBER 2023

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#### 1 Accounting policies

##### Charity information

The Global Fund for Forgotten People, Order of Malta is a private company limited by guarantee incorporated in England and Wales. The registered office is 30 Upper High Street, Thame, Oxfordshire, OX9 3EZ.

#### 1.1 Accounting convention

The accounts have been prepared in accordance with the Fund's Memorandum and Articles, the Companies Act 2006 and "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)" (as amended for accounting periods commencing from 1 January 2019). The Fund is a Public Benefit Entity as defined by FRS 102.

The accounts are prepared in US dollars, which is the functional currency of the Fund. Monetary amounts in these financial statements are rounded to the nearest \$.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

#### 1.2 Going concern

At the time of approving the financial statements, even though the the charitable activities have ceased, the charity had sufficient unrestricted reserves to function for the next 12 months. Therefore, the going concern basis of accounting has been adopted in preparing the financial statements.

#### 1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors or grantors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the Fund. The income is available to support the ongoing activities of the Fund.

#### 1.4 Income

Income is recognised when the Fund is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the Fund has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the Fund has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

# THE GLOBAL FUND FOR FORGOTTEN PEOPLE, ORDER OF MALTA

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 DECEMBER 2023

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#### 1 Accounting policies

(Continued)

##### 1.5 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 an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

In 2023, support costs were allocated out in the following proportions:

- 24% Cost of generating voluntary income
- 24% Governance
- 52% Charitable activities

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 contingent liability, but not accrued as expenditure.

##### 1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Computers	25% Straight line basis
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The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

##### 1.7 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

##### 1.8 Impairment of fixed assets

At each reporting end date, the Fund reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

##### 1.9 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

# THE GLOBAL FUND FOR FORGOTTEN PEOPLE, ORDER OF MALTA

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 DECEMBER 2023

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#### 1 Accounting policies

(Continued)

##### 1.10 Financial instruments

The Fund has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the Fund's balance sheet when the Fund becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

##### Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

##### Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

##### Derecognition of financial liabilities

Financial liabilities are derecognised when the Fund's contractual obligations expire or are discharged or cancelled.

##### 1.11 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the Fund is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

##### 1.12 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

# THE GLOBAL FUND FOR FORGOTTEN PEOPLE, ORDER OF MALTA

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 DECEMBER 2023

#### 2 Critical accounting estimates and judgements

In the application of the Fund's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

#### 3 Income from donations and legacies

	Unrestricted funds 2023 \$	Restricted funds 2023 \$	Total 2023 \$	Total 2022 \$
Donations and gifts	7,769	166,587	174,356	3,396,015

#### 4 Income from investments

	Unrestricted funds 2023 \$	Unrestricted funds 2022 \$
Investment income	23,583	18,412
Interest receivable	36,809	14,810
	60,392	33,222

#### 5 Other income

	Unrestricted funds 2023 \$	Unrestricted funds 2022 \$
Amounts recharged to other entities	28,175	75,919



# THE GLOBAL FUND FOR FORGOTTEN PEOPLE, ORDER OF MALTA

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

### 6 Expenditure on raising funds

	Unrestricted funds 2023 \$	Unrestricted funds 2022 \$
<b>Fundraising and publicity</b>		
Support costs	66,175	132,602
Investment management	6,831	13,719
Total costs	73,006	146,321

### 7 Expenditure on charitable activities

	Charitable activities 2023 \$	Charitable activities 2022 \$
Grant funding of activities (see note 8)	1,117,683	3,232,805
<b>Share of support and governance costs (see note 9)</b>		
Support	152,411	302,580
Governance	118,752	152,413
	1,388,846	3,687,799
<b>Analysis by fund</b>		
Unrestricted funds	817,523	998,892
Restricted funds	571,323	2,688,906
	1,388,846	3,687,798

# THE GLOBAL FUND FOR FORGOTTEN PEOPLE, ORDER OF MALTA

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

### 8 Grants payable

	Charitable activities 2023 \$	Charitable activities 2022 \$
Grants to institutions		
Lebanese Association/ Medicines for Lebanon	80,895	224,663
Romanian Relief Service	174,058	520,844
Albanian Relief Service	153,399	303,297
Brazilian Association	-	65,900
Lithuanian Relief Service	60,000	200,665
Holy Family Hospital, Palestine	-	20,976
Latvian Relief Service	44,400	125,270
The Nehemiah Project (BASMOM)	243,956	71,820
South African Relief Service	-	54,168
French Association	-	1,006,108
Malteser International Germany	-	100,343
Mexican Association	-	77,590
Polish Association	10,197	59,838
Embassy to Morocco	-	25,000
British Association (BASMOM)	-	25,685
Ukrainian Relief Service	174,058	137,480
Forgotten Children (see note 17)	-	145,840
Slovakian Relief Service	80,000	-
El Salvador Association	30,000	-
Other	66,720	67,317
	<u>1,117,683</u>	<u>3,232,804</u>

### 9 Support costs allocated to activities

	Total 2023 \$	Total 2022 \$
Staff costs	129,232	245,141
Depreciation	1,270	1,731
Communications	4,857	7,129
Travel	11,532	21,663
Sundry expenses	1,665	2,394
Office costs	40,939	86,402
Bad debts	-	16,260
US recharge	21,330	57,178
Exchange (gains)/losses	7,760	(2,716)
	<u>218,585</u>	<u>435,182</u>

# THE GLOBAL FUND FOR FORGOTTEN PEOPLE, ORDER OF MALTA

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 DECEMBER 2023

#### 9 Support costs allocated to activities

(Continued)

	2023	2022
	\$	\$
<b>Governance costs comprise:</b>		
Staff costs	40,809	77,413
Audit fees	9,167	11,614
Accountancy	1,119	3,278
Legal and professional	42,291	4,919
Share of support costs	25,366	55,189
	<u>118,752</u>	<u>152,413</u>

#### 10 Net movement in funds

2023  
\$

2022  
\$

The net movement in funds is stated after charging/(crediting):

Fees payable to the charity's auditor:

- for the audit of the charity's financial statements

- for other financial services

Depreciation of owned tangible fixed assets

9,167 11,614  
- 3,278  
1,270 1,731

#### 11 Trustees

None of the trustees (or any persons connected with them) received any remuneration or reimbursed expenses during the year. (2022- none of the trustees received any remuneration or reimbursed expenses).

#### 12 Employees

The average monthly number of employees during the year was:

2023  
Number

2022  
Number

4 7

#### Employment costs

2023  
\$

2022  
\$

Wages and salaries

Social security costs

Other pension costs

158,137 288,762  
8,009 26,833  
3,896 6,959  
170,042 322,554

# THE GLOBAL FUND FOR FORGOTTEN PEOPLE, ORDER OF MALTA

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 DECEMBER 2023

#### 12 Employees

(Continued)

The Chief Executive is an unremunerated, voluntary role. The total remuneration including employment benefits of the other key management personnel were \$50,653 (2022: \$145,141). In 2023, no employee received total remuneration in the band GBP 60,000 – 70,000 (2022: one employee received total remuneration in the band GBP 60,000 – 70,000).

#### 13 Gains and losses on investments

	Unrestricted funds 2023 \$	Unrestricted funds 2022 \$
Gains/(losses) arising on:		
Revaluation of investments	(9,581)	(549,635)
Sale of investments	89,504	104,099
	<u>79,923</u>	<u>(445,536)</u>

#### 14 Taxation

The charity is exempt from taxation on its activities because all its income is applied for charitable purposes.

#### 15 Tangible fixed assets

	Computers \$
<b>Cost</b>	
At 1 January 2023	8,110
Disposals	(3,261)
At 31 December 2023	<u>4,849</u>
<b>Depreciation and impairment</b>	
At 1 January 2023	4,743
Depreciation charged in the year	1,270
Eliminated in respect of disposals	(2,941)
At 31 December 2023	<u>3,072</u>
<b>Carrying amount</b>	
At 31 December 2023	<u>1,777</u>
At 31 December 2022	<u>3,180</u>



# THE GLOBAL FUND FOR FORGOTTEN PEOPLE, ORDER OF MALTA

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 DECEMBER 2023

#### 16 Fixed asset investments

	Listed investments \$
<b>Cost or valuation</b>	
At 1 January 2023	1,543,742
Additions	141,015
Valuation changes	(79,000)
Loss on foreign exchange	(73,689)
Disposals	(1,532,068)
At 31 December 2023	-
<b>Carrying amount</b>	
At 31 December 2023	-
At 31 December 2022	1,543,742

#### 17 Debtors

	2023 \$	2022 \$
<b>Amounts falling due within one year:</b>		
Bad debt provisos	(162,044)	(162,044)
Other debtors	175,794	466,040
Prepayments and accrued income	-	16,092
	<u>13,750</u>	<u>320,088</u>

The bad debt provision relates to a drawdown of a restricted donation, requested by the Fund in October 2022, but which has not yet been received. This donation was made to the Grand Magistry (the central body of the Order of Malta), with the express restriction that it should be drawn down by the Fund over several years for projects working with "Forgotten Children". However, following a change of government at the Grand Magistry, these funds had not been received at the reporting date, in contradiction to donor wishes and the practice for eight previous draw-downs. The trustees therefore consider it prudent to recognise a bad debt provision against unrestricted resources.

#### 18 Creditors: amounts falling due within one year

	2023 \$	2022 \$
Other taxation and social security	613	10,760
Other creditors	-	1,198,405
Accruals and deferred income	41,701	19,740
	<u>42,314</u>	<u>1,228,905</u>

# THE GLOBAL FUND FOR FORGOTTEN PEOPLE, ORDER OF MALTA

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 DECEMBER 2023

#### 19 Endowment funds

Endowment funds represent assets which must be held permanently by the Fund. Income arising on the endowment funds can be used in accordance with the objects of the Fund and is included as unrestricted income. The endowment is managed on a total return basis. The transfers are in relation to the revaluation from EUR to USD. The underlying EUR 1.2m remains unchanged.

	At 1 January 2023	Revaluations € to \$	At 31 December 2023
	\$	\$	\$
<b>Permanent endowments</b>			
	1,280,988	43,380	1,324,368

Previous year:	At 1 January 2022	Revaluations € to \$	At 31 December 2022
	\$	\$	\$
<b>Permanent endowments</b>			
	1,358,880	(77,892)	1,280,988

#### 20 Restricted funds

The restricted funds of the charity comprise the unexpended balances of donations and grants held on trust subject to specific conditions by donors as to how they may be used.

	At 1 January 2023	Incoming resources	Resources expended	Adjustment	Gains and losses	At 31 December 2023
	\$	\$	\$	\$	\$	\$
Prison ministry fund	243,956	-	(243,956)	-	-	-
Medicines for Lebanon	128,409	4,158	(61,557)	-	-	71,010
Vision 2050	79,984	-	(36,143)	-	-	43,841
Ukraine	50,083	18,608	(68,691)	-	-	-
Roma people	-	137,816	(137,816)	-	-	-
Other restricted funds	17,155	6,005	(23,160)	-	-	-
	<u>519,587</u>	<u>166,587</u>	<u>(571,323)</u>	<u>-</u>	<u>-</u>	<u>114,851</u>

# THE GLOBAL FUND FOR FORGOTTEN PEOPLE, ORDER OF MALTA

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 DECEMBER 2023

#### 20 Restricted funds

(Continued)

Previous year:	At 1 January 2022	Incoming resources	Resources expended	Adjustment	Gains and losses	At 31 December 2022
	\$	\$	\$	\$	\$	\$
Prison ministry fund	216,620	-	(71,820)	99,156	-	243,956
Social and humanitarian	195	1,373,203	(1,373,398)	-	-	-
Elderly people fund	122,793	297,000	(419,793)	-	-	-
Forgotten children fund	-	389,427	(389,427)	-	-	-
Medicines for Lebanon	104,087	44,368	(20,046)	-	-	128,409
Other restricted funds	6,207	61,692	(50,744)	-	-	17,155
Vision 2050	19,130	125,309	(64,454)	-	-	79,985
Ukraine	-	448,462	(398,379)	-	-	50,083
	<u>469,032</u>	<u>2,739,461</u>	<u>(2,788,061)</u>	<u>-</u>	<u>-</u>	<u>420,432</u>

#### 21 Unrestricted funds

The unrestricted funds of the charity comprise the unexpended balances of donations and grants which are not subject to specific conditions by donors and grantors as to how they may be used. These include designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes.

	At 1 January 2023	Incoming resources	Resources expended	Transfers	Gains and losses	At 31 December 2023
	\$	\$	\$	\$	\$	\$
General funds	<u>939,927</u>	<u>96,336</u>	<u>(890,529)</u>	<u>(43,380)</u>	<u>79,923</u>	<u>182,277</u>
Previous year:	At 1 January 2022	Incoming resources	Resources expended	Transfers	Gains and losses	At 31 December 2022
	\$	\$	\$	\$	\$	\$
General funds	<u>1,687,089</u>	<u>765,695</u>	<u>(1,145,213)</u>	<u>77,892</u>	<u>(445,536)</u>	<u>939,927</u>

# THE GLOBAL FUND FOR FORGOTTEN PEOPLE, ORDER OF MALTA

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 DECEMBER 2023

#### 22 Analysis of net assets between funds

	Unrestricted funds 2023 \$	Restricted funds 2023 \$	Endowment funds 2023 \$	Total 2023 \$
<b>At 31 December 2023:</b>				
Tangible assets	1,777	-	-	1,777
Current assets/(liabilities)	180,500	114,851	1,324,368	1,619,719
	<u>182,277</u>	<u>114,851</u>	<u>1,324,368</u>	<u>1,621,496</u>
	Unrestricted funds 2022 \$	Restricted funds 2022 \$	Endowment funds 2022 \$	Total 2022 \$
<b>At 31 December 2022:</b>				
Tangible assets	3,180	-	-	3,180
Investments	262,754	-	1,280,988	1,543,742
Current assets/(liabilities)	673,993	519,587	-	1,193,580
	<u>939,927</u>	<u>519,587</u>	<u>1,280,988</u>	<u>2,740,502</u>

#### 23 Operating lease commitments

##### Lessee

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

	2023 \$	2022 \$
Within one year	<u>-</u>	<u>9,597</u>



# THE GLOBAL FUND FOR FORGOTTEN PEOPLE, ORDER OF MALTA

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 DECEMBER 2023

#### 24 Related Party Transactions

There was a central relationship between the Fund and the Order of Malta. The Fund made grants to charitable projects of the Order of Malta across the world which catered for those people who would otherwise be forgotten. As at 31 December 2023, all three trustees of the Fund were members of the Order of Malta.

No trustees have been directly involved in any of the charitable projects that have been awarded grants by the Fund in 2023 (2022: none).

The Fund worked closely with The Global Fund for Forgotten People Inc., a USA-incorporated 501(c)3 (the US Fund), a charity which also raised funds for and made grants to projects that worked with people who would otherwise be forgotten. The two organizations were separate and independent, but benefited from shared objectives, processes and administrative functions. Administrative and overhead expenses were re-charged between the two entities on a recurring basis. The expenses incurred by the Fund on behalf of the US Fund were \$28,175 (2022: \$76,377) for the year ended December 31, 2023. The expenses incurred by the US Fund on behalf of the Fund were \$15,032 (2022: \$23,447) for the year ended December 31, 2023. The US Fund owed \$13,143 (2022: \$52,930) to the Fund as of December 31, 2023. As of May 2023, Justin Simpson (the volunteer CEO) was the sole director of the US Fund (the US Fund has now closed).

#### 25 Cash generated from operations

	2023	2022
	\$	\$
Deficit for the year	(1,119,006)	(774,499)
Adjustments for:		
Investment income recognised in statement of financial activities	(60,392)	(33,222)
Gain on disposal of investments	(89,504)	(104,099)
Fair value gains and losses on investments	154,552	424,474
Depreciation and impairment of tangible fixed assets	1,270	1,731
Investment manager fees	6,831	13,719
Movements in working capital:		
Decrease/(increase) in debtors	306,338	(271,145)
(Decrease) in creditors	(1,186,591)	(98,723)
<b>Cash absorbed by operations</b>	<b>(1,986,502)</b>	<b>(841,764)</b>