



**Health Improvement Project Zanzibar**  
**Annual Report and Financial Statements**  
**For the Year Ending 30 June 2021**

**Charity number 1171687**  
**Company number 10168369**

# **Health Improvement Project Zanzibar (A company limited by guarantee)**

## **Financial Statements For the year ending 30<sup>th</sup> June 2021**

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# 1 Legal and Administrative Information

## HIPZ (Health Improvement Project Zanzibar)

Report of the Board of Directors for the year ending 30th June 2021. The Board of Directors presents its directors' and trustees' report and independently examined financial statements for the year ending 30 June 2021.

Within this financial year, we amended our year end to align with Zanzibar's financial year. We moved the year end from March 31st to June 30th. This set of accounts runs from April 1st 2020 – 30th June 2021, and comprises 15 months of accounts. The comparison year in the income and expenditure statement is for 12 months to March 2020 and the 2020 balance sheet date is 31<sup>st</sup> March 2020.

### Reference and Administrative Information

Charity Name: HIPZ (Health Improvement Project Zanzibar)

Charity registration number: 1171687

Company registration number: 10168369

### Registered address:

Applecombe Cottage,  
Wild Oak Lane, Trull  
Taunton  
TA3 7JS, UK

### Board of Directors/Trustees

Chair: Dr Ruairaidh MacDonagh

Treasurer: Ian Franklin (appointed 1st January 2021)

Secretary: Caitlin Farrow

Dr Nicholas Campain

Susie Moore

Dr Jon Rees

Laura Cunningham

Michael Sugden (appointed 1st January 2021)

Dr Nicola Biggs (appointed 1st January 2021)

Retired: Dr Michael Spencer Chapman (Stood down 1st January 2021)

### Project team

UK Operations and Development Director (UK): Jess Price

Bookkeeper (UK, Freelance): Anna Kwar

Programme Director (Zanzibar): Simon Kühnert

Clinical Operations Director (Zanzibar): Jabir James Ayindo

Finance Manager (Zanzibar): Zainab Ahmed Yussuf

Partnerships Advisor (Zanzibar): Pamela Allard

Mental Health Coordinator (Zanzibar): Haji Hafidh Fatawi

### External Accountants

SPX Oxford Ltd

Peace House

19 Paradise Street

Oxford

OX1 1LD

### Bank

Royal Bank of Scotland (UK), Exim Bank (T) Ltd (Zanzibar) & People's Bank of Zanzibar (Zanzibar)

## 2 Trustees Report

### 2.1 Our Aims and Objectives

HIPZ (Health Improvement Project Zanzibar) is a UK-registered charity established in 2006.

In partnership with the Zanzibar Ministry of Health, HIPZ strengthens the management and development of two rural Government hospitals - Kivunge Hospital (201 beds) in the north of Zanzibar and Makunduchi Hospital (42 beds) in the south.

Mission: To make it possible for all people in Zanzibar to access quality healthcare

Vision: Healthy people in Zanzibar – A model for accessible healthcare

Our work operates under six strategic pillars, which were renewed during our strategic review in 2021:

1. We capacity build the health workforce to improve quality of care
2. We strengthen systems and processes to improve patient outcomes
3. We expand clinical services to meet the local need
4. We develop the health infrastructure and procure and maintain equipment to enable service delivery
5. We invest in health research to inform health service delivery and to enable our model to be shared
6. We work with the community to inform our work and to increase health awareness

Our values are:

- We put patients first
- We are locally rooted and locally led
- We work for equitable, equal and consistent healthcare
- We are collaborators
- We create long-term, cost-effective, evidence-based, innovative solutions
- We have a whole health system approach

Our approach is a simple and effective method of transforming healthcare in a resource-poor setting. Our innovative model is based on shared responsibility and collaboration between the charity, the Zanzibar Government and associated bodies, and the two hospitals that we support - Makunduchi and Kivunge.

HIPZ has a Memorandum of Understanding (MoU) in place with the Ministry of Health for each hospital, which gives HIPZ the autonomy to change the way that services are delivered within the hospitals, in order to embed good clinical practice. Most significantly, the statutory responsibilities of the government are not being replaced as the local staff, salaries, basic utility and other services are still provided by the government.

## 2.2 The context

Zanzibar is a semi-autonomous archipelago of the United Republic of Tanzania. It consists of two large islands, Unguja and Pemba and several small islands. Zanzibar's population stands at around 1.6 million people. About 43% of the population live below the international poverty line, with the average wage at less than \$1.9 per day.

### Key health statistics

Life expectancy: 65 years

Under-5 Mortality: 56/1,000 live births

Neonatal mortality: 8/1,000 live births

Stillbirth rate: 21/1,000 live births

Institutional Maternal Mortality: 118/100,000 live births

The World Health Organisation (WHO) recommends a ratio of at least one doctor to every 10,000 people low resource countries. For the first time, Zanzibar has now reached that minimum ratio. However, it is worth noting that the UK has one doctor to every 400 people, and that in Zanzibar, 60% of the health workforce work in urban areas in which only 18% of the population resides.

Whilst healthcare in Zanzibar is free, the health system cannot deliver everything people need. The total expenditure for health is approximately 1.7% of the total government expenditure. The per capita health sector expenditure is USD \$25 per capita. The WHO recommends a per capita expenditure of at least USD\$60. As a result, people are frequently forced to spend their own funds on additional healthcare and out of pocket spending on healthcare in Zanzibar is high.

### Sustainability

Our biggest challenge is to ensure that our work is sustainable and that the impact we have in Zanzibar can continue in the future without the need of HIPZ services. The work that HIPZ carries out saves lives each day, but we need to focus on structural improvements to the overall health system to ensure we can achieve the target of sustainable improvements. We achieve this by working in close partnership with the Revolutionary Government of Zanzibar.

We have a signed MoU with the Ministry of Health pertaining to the development and management of Makunduchi and Kivunge Hospitals. This allows us to embed all our projects within the existing governmental structures. The core of our activities is building local capacity which will improve the health care in Zanzibar in the long-term.

Key to the success of our work is our local Zanzibari team which understands the needs of the beneficiaries, the hospital staff and other relevant stakeholders. The team in Zanzibar allows us to continuously receive and react to beneficiary feedback which allows HIPZ to design relevant, culturally appropriate and cost-effective projects that achieve the aim of improving the health care services on the islands.

**Ensuring our work delivers our aims**

We have a set of internal policies and procedures that ensure our work is relevant and delivers the intended outcomes whilst ensuring value for money.

Our workplan is derived from the HIPZ Strategic Plan and the process of developing the workplan is underpinned by our Standard Operating Procedure to ensure the work we deliver is relevant, aligned with our strategic pillars and cost-effective.

Monitoring and evaluation of our work, across our programme outcomes and our finances, is a priority for HIPZ. Throughout this financial year, we have made significant efforts to improve all of our processes in this area. We have developed an overall workplan and budget that enables us to track our progress in each activity area, both against our financial expectations and against our planned outcomes and impacts.

We have introduced Xero accounting software to improve our financial reporting, and we are using categories in Xero that match our workplan areas. This enables us to better connect our UK and Zanzibar accounting processes and reporting by having one system to allow greater transparency. We now have an accessible view of what we have delivered, what it has cost us and what the impacts are.

Our next critical step will be to introduce a permanent monitoring and evaluation role in Zanzibar during the next financial year. The focus of this role will be to develop and execute the effective delivery of monitoring and evaluation assessments across all our programme areas, to enable us to continue to improve the value and impact of the programmes that we deliver.

**The focus of our work**

Approximately 350,000 people in the Northern and Southern Region of Unguja, Zanzibar benefit directly from our work. Our work is primarily focused on improving the entire service delivery at Makunduchi and Kivunge hospitals. As part of our holistic approach to service delivery, this work also extends to the surrounding Primary Healthcare facilities and community based mental health care services, introducing a more recovery-oriented model of mental health.

## 2.3 Performance and Achievements

### **How our activities deliver public benefit, and who benefits from our services**

When HIPZ began working in Zanzibar, both hospitals were in a state of dilapidation, with little in the way of clinical staff or management. Outpatient services were disorganised, and in-patient bed occupancy was very low. The local population had little access to healthcare. In the time we have been operating on the Island, HIPZ has been responsible for the renovation of the two hospitals, both of which are now equipped to support the local communities that they serve.

The population around our hospitals have reduced access to basic services compared to the urban population near Stone Town and suffer multiple deprivations as a result. Household out of pocket (OOP) expenditure on health is extremely high at 21% compared to the 10% which the World Bank considers as a threshold that could put households into poverty.

“Low public health expenditure coupled with high household expenditure on health make it likely that health events could result in catastrophic spending and impoverishment” (UNICEF 2017). The prevalence of disability around Kivunge hospital accounts for 35% of the entire disabled population of Zanzibar despite only 14% of the population living in the region (HBS, 2015).

We are proud of the impact we have made in Zanzibar since we were founded. The following statistics demonstrate the breadth and depth of that impact, delivered by HIPZ through the hospitals in Makunduchi and Kivunge, and the surrounding primary healthcare and mental health services that we have developed:

1. More women than ever are experiencing safe births – maternal mortality has reduced from 364 in every 100,000 births to 118 in every 100,000.
2. Infant mortality has reduced from 54 in 1,000 when HIPZ was founded, to 45 per 1,000 today.
3. More than 27,500 infants and children are treated every year in the two hospitals we work in.
4. Every year, our programmes treat more than 1080 patients for malnutrition.
5. Since 2007 more than 614,000 surgical procedures have been carried out in Kivunge and Makunduchi hospitals
6. Over 500 new patients are supported through our mental health projects every year.
7. Our community outreach work has provided health education to over 400,000 people on topics including pre- and post-natal care, mental health and nutrition.
8. More than 40 doctors and nurses have volunteered in Zanzibar – creating a valuable source of knowledge exchange.
9. More than 1432 Caesarean-sections have been carried out in the hospitals – a procedure that was only available in Stone Town up until 2011, making it inaccessible for women in the rural communities due to distance and lack of transport infrastructure.
10. Every year more than 5,000 patients receive eye treatment in our ophthalmic clinics.
11. The number of doctors working in both hospitals has increased from 0 in 2007 to 43 in 2022.
12. We have provided training for over 1,000 healthcare workers in areas including mental health, surgery, hospital management and emergency medicine.

13. We have renovated more than 20 wards across the two district hospitals.
14. In 2007, only 1,200 babies were born in Makunduchi and Kivunge Hospitals. By 2021, that had increased to over 5,700 babies.

### **Key achievements in the year**

We aim to achieve our goals in alignment with the development agenda of the Revolutionary Government of Zanzibar (RGoZ). We support the management and development of Makunduchi and Kivunge District Hospitals in Unguja and deliver a mental health project in North A and South districts delivering community-based mental health services and mental health outreach days in the community. Within this reporting period HIPZ also started a maternal and newborn health project within the same districts which will also benefit Primary Health Care facilities. To date we have trained 100 healthcare workers in intrapartum care.

In the wake of the COVID-19 pandemic, we adjusted our operations to collaborate with the Government to ensure emergency preparedness and the continuation of essential services in the facilities. We provided relevant training, personal protective equipment, infection prevention and control equipment and consumables to the hospitals. To support the health workers, HIPZ provided staff bus services for Makunduchi and Kivunge hospitals. Due to the increased psychosocial burden, HIPZ trained healthcare workers to deliver psychosocial support together with the MoHSWEGC. Alongside this effort, the Dawati Rafiki programme continued to deliver community-based problem solving therapy rendered by trained Community Health Volunteers.

In response to the global supply chain challenges, HIPZ supported the hospitals with drugs and consumables to continue to provide essential services to the people of North A and South districts. This support included the continued use of a fully automated clinical biochemistry analyser and the purchase of necessary reagents at Kivunge Hospital.

Despite the global health emergency, HIPZ continued to support the hospitals in terms of human resources, building expertise, improving management structures, communication, leadership and work culture.

### **Sustainability of our charity**

We are pleased to report that this year we generated income of £366,229 thanks to fundraising efforts. We incurred £345,592 of expenditure. The reserves at the year-end were £134,449 in total, of which £89,126 were unrestricted.

Two of our key partners – The CML Foundation and the Lady Fatemah Charitable Trust – that are committed to significant multi-year grants, one focused on salaries and one on project costs. These investments improve our overall stability. We have also been delighted to be working with new funders including Guernsey Overseas Aid, and Pharmanovia, both of whom will begin supporting HIPZ in the next financial year. Our number of regular donors is steadily increasing and the generous long-term support of existing partners such as VCCP, ZIDO, Blackdown Partners and Festival Medical Services is key to our stability.



**Future plans**

With the team structure embedded in Zanzibar, we are now in a strong position to reach our goals in the coming years. We will continue to make progress in streamlining our work, focusing on the areas we know make the most impact and evaluating our progress. Value for money and sustainability will remain at the heart of what we do.

Our clinical focus is driven by what we are experiencing on the ground in Zanzibar. Key areas in the upcoming year are improving emergency care in both hospitals and improving maternal and newborn health in the North and South of Unguja. We also continue with our effort to decentralize services and implement a recovery-oriented model of mental health across Zanzibar. We have in place a number of clinical priorities for the 2021-2024 period, with new focus areas including malnutrition, anti-microbial resistance and the prevention of burns, as well as the continuation of our existing work.

## **2.4 Structure, Governance and Management**

We take our financial and governance responsibilities seriously. This is particularly important to support our work in Zanzibar and ensure the money we spend there is used as effectively as possible.

In line with Charity Commission and Companies House requirements our accounts are independently examined annually and published on the relevant websites. We have a volunteer accountant and part-time bookkeeper in the UK, as well as a Finance Manager and a Programme Director who oversee our finances in Zanzibar. In the UK we have an Operations and Development Director who leads our fundraising activity to ensure incoming funds support the vital activities in Zanzibar.

All activities are overseen by the Trustees, a number of whom also provide hands-on support. Our board of Trustees scrutinise our finances at quarterly meetings and discuss the risks to the charity via our risk register.

In this financial year we introduced a new sub-committee – Finance, Audit and Governance. This committee is made up of two Trustees including our Treasurer, the UK Operations and Development Director, the UK Bookkeeper, the Zanzibar Finance Manager and the Zanzibar Programme Director. The committee meets monthly to review our finances and all linked areas, using a risk management approach. This sub-group reports to the board of Trustees and has greatly improved our financial management processes.

We also introduced the use of the Xero accounting software package in 2021 which will greatly improve our financial reporting capacity.

### **Governing Document**

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006. The charity also has a Memorandum of Understanding with the Zanzibar Government allowing it to operate in the two hospitals.

### **Directors/Trustees**

Our board of trustees is made up of experienced professionals from a range of backgrounds, including senior clinicians, communications and marketing, finance, charity and business planning.

Since we were incorporated in 2016, the trustees of the charity are also directors of the company. All directors give their time voluntarily and received no benefits from the charity. There were no trustees' remuneration or other benefits either for the year ended 30 June 2021.

Recruitment to the board of trustees is skills-based, and we regularly review the skills and experience we have represented on the board. In the last financial year we appointed three

new Trustees, and one Trustee stood down. The new Trustees who were welcomed to the Board were:

- Ian Franklin, has joined as our Treasure and has extensive expertise as Finance Director.
- Dr Nicola Biggs, joining us in a clinical capacity with expertise in emergency medicine.
- Michael Sugden, joining us with a focus on communication, brand and partnerships.

Trustees do not receive formal training, but gain knowledge from other trustees and HIPZ staff. Trustees are encouraged to oversee specific areas of interest, for example finance, events, fundraising or planning. Clinical trustees act as mentors to the volunteer clinicians working in Zanzibar.

### **Risk Management**

Within this financial year, HIPZ implemented a new format of our Risk Management Policy and Risk Register to improve our risk management processes. We review all organisational risks at both the monthly Finance, Audit and Governance Subcommittee meetings and at the quarterly Board meetings.

## 2.5 Financial Review

### Principal Funding Sources

We are pleased to have diversified our income streams in this financial year. Our income sources for this financial year are:

- Trusts and Foundations 33%
- Major Donors 20%
- Individuals & Regular Gifts 19%
- Corporate support 15%
- Statutory 8%
- Community and Events 5%

We continue to work hard to build up a portfolio of long-term supporters from a range of funding sources.

### Investment Policy

The charity does not have any investments.

### Reserves Policy

The reserves policy is designed to maintain a sufficient level of unrestricted funds to enable the charity to close down should it be required to. It allows for six months of basic operations to continue and would give time for staff in Zanzibar to make alternative employment arrangements. It is based upon the cost of three months' predictable liabilities.

The policy allows HIPZ to actively manage our finances and ensure we have the capacity to weather unforeseen financial problems.

### Auditors

SPX Accounting were appointed to conduct the independent examination of these accounts.

This report has 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 2015)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

Approved by the directors on 28<sup>th</sup> March 2022 and signed on its behalf by Dr Ruairaidh MacDonagh:



### **3 Independent Examiner's Report to the members of HIPZ (Health Improvement Project Zanzibar) for the year ended 30 June 2021**

**FOR THE PERIOD ENDED 30 JUNE 2021**

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I report to the charity trustees on my examination of the accounts of the Company for the period ended 30 June 2021, which are set out in pages 14-22.

#### **RESPECTIVE RESPONSIBILITIES OF TRUSTEES AND EXAMINER**

As the charity's trustees of the Company (who are also the directors of the company for the purposes of company law), you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ("the 2006 Act").

#### **BASIS OF INDEPENDENT EXAMINER'S REPORT**

Having satisfied myself that the accounts of the Company are not required to be audited for this period under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under section 145 of the Charities Act 2011 ("the 2011 Act"). In carrying out my examination, I have followed the Directions given by the Charity Commission (under section 145(5)(b) of the 2011 Act.

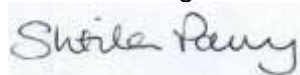
#### **INDEPENDENT EXAMINER'S STATEMENT**

The company's gross income exceeded £250,000 and I am qualified to undertake the examination by being a qualified member of the Chartered Institute of Certified Accountants.

I have completed my examination. I confirm that no material matters have come to my which gives me cause to believe that:

- accounting records were not kept in accordance with section 386 of the Companies Act 2006; or
- the accounts do not accord with such records; or
- the accounts do not comply with relevant accounting requirements under section 396 of the Companies Act 2006 other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination; or
- the accounts have not been prepared in accordance with the Charities SORP (FRS102).

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



Sheila Parry FCCA

SPX Oxford Ltd  
19 Paradise Street  
Oxford OX1 1LD

Date ...28 March 2022.....

### 3.1 Statement of Financial Activities

FOR THE PERIOD ENDED 30 JUNE 2021

	Note	Unrestricted	Restricted	Total 2021	Unrestricted	Restricted	Total 2020
		£	£	£	£	£	£
<b>Income</b>							
Donations and legacies	3	265,440	99,976	365,416	173,252	97,626	270,878
Charitable activities	4	-	-	-	4,400	-	4,400
Other trading activities	5	-	-	-	1,072	-	1,072
Investments		-	-	-	67	-	67
Other		813	-	813	-	-	-
<b>Total incoming resources</b>		<u>266,253</u>	<u>99,976</u>	<u>366,229</u>	<u>178,791</u>	<u>97,626</u>	<u>276,417</u>
<b>Expenditure</b>							
Fundraising costs	6	45,422	-	45,422	40,666	2,525	43,191
Charitable activities	7	207,053	93,117	300,170	135,696	119,062	254,758
Other		-	-	-	-	-	-
<b>Total resources expended</b>		<u>252,475</u>	<u>93,117</u>	<u>345,592</u>	<u>176,362</u>	<u>121,587</u>	<u>297,949</u>
<b>Net income/ -expenditure</b>		13,778	6,859	20,637	2,429	- 23,961	- 21,532
<b>Transfers between funds</b>		-	-	-	14,215	- 14,215	-
<b>Net movement in funds</b>		13,778	6,859	20,637	16,644	- 38,176	- 21,532
<b>Reconciliation of funds:</b>							
Total funds brought forward		75,348	38,464	113,812	58,704	76,640	135,344
<b>Total funds carried forward</b>		<u>89,126</u>	<u>45,323</u>	<u>134,449</u>	<u>75,348</u>	<u>38,464</u>	<u>113,812</u>

The Statement of Financial Activities includes all gains and losses in the period and therefore a statement of total recognised gains and losses has not been prepared.

All of the above amounts relate to continuing activities.

The notes on pages 16 to 22 form part of these financial statements.

## 3.2 Balance Sheet

AS AT 30 JUNE 2021

	Note	2021 £	2021 £	2020 £	2020 £
<b>Tangible fixed assets</b>	9		6,588		5,750
<b>Current assets</b>					
Debtors	10	4,705		4,061	
Cash at bank and in hand		134,111		111,049	
		<u>138,816</u>		<u>115,110</u>	
<b>Creditors: amounts falling due within one year</b>	11	<u>- 10,955</u>		<u>- 7,048</u>	
<b>Net current assets</b>			127,861		108,062
<b>Creditors: amounts falling due in more than one year</b>			-		-
<b>Net assets</b>			<u>134,449</u>		<u>113,812</u>
<b>Funds</b>					
Restricted funds	12		45,323		38,464
Unrestricted funds general	13		89,126		75,348
Designated			-		-
<b>Total charity funds</b>			<u>134,449</u>		<u>113,812</u>

For the period ended 30 June 2021 the charitable company was entitled to exemption from audit under section 477 of the Companies Act 2006.

Trustees responsibilities:

- The members have not required the charity to obtain an audit of its accounts for the period in question in accordance with section 476; and
- The trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements were approved by the members of the committee and authorised for issue on 28<sup>th</sup> March 2022 and are signed on their behalf by Dr Ruairaidh MacDonagh, Chairman and Trustee.

Trustee:



## 3.3 Notes To The Accounts

### FOR THE PERIOD ENDED 30 JUNE 2021

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#### 1. ORGANISATION STATUS

HIPZ (Health Improvement Project Zanzibar) is a Charitable Incorporated Organisation.

#### 2. ACCOUNTING POLICIES

##### **Basis of accounting**

The charity constitutes a public benefit entity as defined by FRS102. The financial statements have been prepared 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 (FRS102) issued on 16 July 2014, as updated by Update Bulletin 1 issued on 2 February 2016, with the Charities Act 2011, the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006.

The financial statements have been prepared under the historical cost convention 2015 (SORP 2015), 'Accounting and Reporting by Charities', issued by the Charities Commission.

##### **Fund accounting**

Unrestricted funds are available for use at the discretion of the trustees in furtherance of the general objectives of the charity.

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

##### **Income**

All income is included in the statement of financial activities when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy.

##### **Fixed assets**

Fixed assets (excluding investments) are stated at cost less accumulated depreciation. The costs of minor additions or those costing below £1,000 in the UK, or £300 in Zanzibar are not capitalised.

##### **Depreciation**

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset. There are currently no assets held in the UK. Our depreciation rates in Zanzibar are based on the Tanzanian Revenue Authority rates and are therefore as follows:

##### *Depreciation rates - Zanzibar*

Computers and accessories and motor cycles– 37.5% (reducing balance)

Furniture and fixings, office equipment and motor vehicles – 12.5% (reducing balance)

##### **Expenditure**

Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure represents amounts invoiced, including value added tax.



**NOTES TO THE ACCOUNTS  
FOR THE PERIOD ENDED 30 JUNE 2021 (continued)**

**Taxation**

The Charity is exempt from corporation tax on its charitable activities.

**Accounting period**

The charity has changed its year end from 31 March to 30 June. These accounts cover a 15 month period from 1 April 2020 to 30 June 2021. The comparative figures are for twelve months.

**3. DONATIONS AND LEGACIES**

	Unrestricted £	Restricted £	2021 £	2020 £
Individual Giving	70,767	-	70,767	28,001
Corporate	38,699	12,000	55,699	17,395
Major Donors	73,184	-	73,184	22,503
Statutory	-	27,562	27,562	50,913
Community and events	19,142	-	19,142	11,103
Trusts and Foundations	63,648	55,414	119,062	140,963
	<u>265,440</u>	<u>99,976</u>	<u>365,416</u>	<u>270,878</u>

**4. INCOME FROM CHARITABLE ACTIVITIES**

	Unrestricted £	Restricted £	2021 £	2020 £
Electives	-	-	-	4,400
	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,400</u>

**5. OTHER TRADING ACTIVITIES**

	Unrestricted £	Restricted £	2021 £	2020 £
Other trading income	-	-	-	1,072
	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,072</u>

**6. FUNDRAISING COSTS**

	Unrestricted £	Restricted £	2021 £	2020 £
Fundraiser salaries	42,349	-	42,349	30,017
Other fundraising costs	3,073	-	3,073	13,174
	<u>45,422</u>	<u>-</u>	<u>45,422</u>	<u>43,191</u>

**NOTES TO THE ACCOUNTS  
FOR THE PERIOD ENDED 30 JUNE 2021 (continued)**

**7. EXPENDITURE ON CHARITABLE ACTIVITIES**

	<b>Unrestricted</b>	<b>Restricted</b>	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Operational costs	21,247	-	21,247	-
Capacity building and quality improvement	87,391	37,442	124,832	133,150
Equipment and consumables, Infrastructure development and Pharmaceuticals	40,643	36,688	77,330	62,367
Policy advocacy / government liaison	10,672	-	10,672	13,919
Preventive Services	15,544	21,378	36,922	17,429
Administration	24,634	225	24,860	28,276
Exchange rate differences	6,923	- 2,615	4,308	- 383
	<u>207,052</u>	<u>93,118</u>	<u>300,170</u>	<u>254,758</u>

**8. STAFF COSTS**

	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Wages and salaries	145,505	88,832
Social security costs	21,362	36,358
Pension costs	840	-
	<u>166,866</u>	<u>125,190</u>

	<b>2021</b>	<b>2020</b>
Fundraising	2	2
Programme mgt & admin	10	8
Total	<u>12</u>	<u>10</u>

No employee received benefits exceeding £60,000

**NOTES TO THE ACCOUNTS  
FOR THE PERIOD ENDED 30 JUNE 2021 (continued)**

**9. TANGIBLE FIXED ASSETS**

	<b>Motor vehicles</b>	<b>Equipment</b>	<b>Total cost</b>
	<b>£</b>	<b>£</b>	<b>£</b>
<b>Cost</b>			
Cost at 1 April 2020	14,406	-	14,406
Additions	-	405	405
Disposals	- 4,957	-	- 4,957
Exchange adjustment and other adjustments to align to Zanzibar accounts	186	4,770	4,956
At 30 June 2021	<u>9,634</u>	<u>5,176</u>	<u>14,810</u>
<b>Depreciation</b>			
At 1 April 2020	8,656	-	8,656
Charge for the period	- 1,527	1,674	147
Exchange adjustment	- 581	-	- 581
At 30 June 2021	<u>6,548</u>	<u>1,674</u>	<u>8,222</u>
<b>Net book value</b>			
At 30 June 2021	<u>3,086</u>	<u>3,501</u>	<u>6,588</u>
At 31 March 2020	<u>5,750</u>	<u>-</u>	<u>5,750</u>

**10. DEBTORS**

	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Staff loans	2,307	2,605
Prepayments	2,398	1,456
	<u>4,705</u>	<u>4,061</u>

**11. CREDITORS**

	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Accruals	4,510	7,048
Other creditors	6,445	-
	<u>10,955</u>	<u>7,048</u>

## NOTES TO THE ACCOUNTS FOR THE PERIOD ENDED 30 JUNE 2021 (continued)

### 12. RESTRICTED INCOME FUNDS

	Balance at 31 March 2020	Income	Expenditure	Balance at 30 June 2021
	£	£	£	£
<b>Restricted funds</b>				
ZIDO - Biochemistry machine	1,090	14,953	- 12,388	3,655
ZIDO - Other Smaller Projects	8,750	-	-	8,750
Rotary Global Grant (Makunduchi)	- 1,766	5,635	- 4,654	- 785
Comic Relief	30,390	27,562	- 30,129	27,823
Dorneburg Stiftung	-	702	-	702
Evan Cornish Foundation	-	3,000	-	3,000
Ethical	-	17,000	- 14,113	2,887
Lady Fatemah Charitable Trust	-	31,124	- 22,418	8,706
Costas M Lemos Foundation	-	-	- 9,415	- 9,415
	<u>38,464</u>	<u>99,976</u>	<u>- 93,117</u>	<u>45,323</u>

Purpose of restricted funds:

**ZIDO** is registered non-profit charitable organisation based in Canada. The registered name is Reaching out to Zanzibar International Development Organization and its mission is to improve the lives of the people of Zanzibar

- **ZIDO Biochemistry Machine.** ZIDO supported HIPZ to rent a biochemistry analyser and procure reagents. The biochemistry analyser is placed in a laboratory of Kivunge District Hospital. It vastly improves the diagnostic services and therefore the treatment and management of diseases.
- **ZIDO other small projects.** ZIDO has supported HIPZ to implement various projects to improve the health care service delivery at Makunduchi and Kivunge Hospital. The majority of the funds are used to provide infants with formula milk who do not receive enough breastmilk due to medical reasons. Additionally, ZIDO supports the opthalmic clinics, psychiatric clinics, training for healthcare workers and the provision of medical equipment.

**Rotary Zanzibar** is the short form of Rotary Club of Zanzibar - Stone Town based in Zanzibar Town, Tanzania. It is an organisation to bring together business and professional leaders in order to provide humanitarian services and to advance goodwill and peace. It is a non-political and non-religious organisation open to all.

- **Rotary Global Grant Makunduchi.** The Rotary Global Grant in Makunduchi aims at improving the delivery of health care services at Makunduchi Hospital by improving the infrastructure, equipment and capacity of the health care workers. The Rotary Club of and

## NOTES TO THE ACCOUNTS FOR THE PERIOD ENDED 30 JUNE 2021 (continued)

HIPZ is downstream partner delivering parts of Global Grant and providing technical expertise to the Rotary Club of Zanzibar.

**Comic Relief.** Comic Relief is supporting us to implement a mental health project in North A and South Districts benefiting 180,000 people with the aim of improving access to mental health services in the community, improving quality of mental health services, improving awareness of mental health in the community.

**Dorenburg Stiftung** is a private family foundation funding medication and consumables for our paediatric work.

**Evan Cornish Foundation** is a UK based grant-giving organisation. They awarded HIPZ funding to deliver mental health community outreach days.

**Ethicall** is a historic partner of HIPZ and they reached back out to us in 2020, and generously offered to support our work. They donated £17,000 towards our surgical work which included renovating and equipping the operating theatre in Kivunge Hospital and purchasing a new theatre bed for Makunduchi Hospital.

The **Lady Fatemah Charitable Trust** is funding HIPZ to deliver a new maternal and new-born health programme in the hospitals and Primary Health Care Units we work in.

**The Costas M Lemos Foundation** is a private foundation supporting HIPZ's fundraising and operations functions.

### 13. UNRESTRICTED INCOME FUNDS

	Balance at 31 March 2020	Income	Expenditure	Balance at 30 June 2021
<b>Unrestricted funds</b>	£			£
General unrestricted funds	75,348	278,253	- 252,475	101,126
	<u>75,348</u>	<u>278,253</u>	<u>- 252,475</u>	<u>101,126</u>

**NOTES TO THE ACCOUNTS  
FOR THE PERIOD ENDED 30 JUNE 2021 (continued)**

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**14. ANALYSIS OF FUNDS BY ASSET TYPE**

	Restricted	Unrestricted	Total cost
	£	£	£
Fixed assets	-	6,588	6,588
Net current assets	45,323	82,538	127,861
	<u>45,323</u>	<u>89,126</u>	<u>134,449</u>

**15. TRUSTEE REMUNERATION, KEY MANAGEMENT PERSONNEL & RELATED PARTY TRANSACTIONS**

No member of the board of trustees received any remuneration or were reimbursed for any expenses during the reporting period.

The key management personnel are the voluntary trustees and so there is no expenditure on key management personnel during the reporting period.

There were no related party transactions during the reporting period.