

SMALLWORLD FOUNDATION

UNAUDITED

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JANUARY 2024

SMALLWORLD FOUNDATION

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Charity Detailed Income and Expenditure Account and Summaries	

SMALLWORLD FOUNDATION

REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITABLE INCORPORATED ORGANISATION, ITS TRUSTEES AND ADVISERS FOR THE YEAR ENDED 31 JANUARY 2024

Trustees Mrs Salam Hamzeh Ghaith, Chair
Mr Richard Oliver, Treasurer
Mr Charles A Von Goins, Trustee
Mrs Deborah Burton-Shaw, Secretary

**Charity registered
number** 1174733

Principal office 80-83 Long Lane
London
EC1A 9ET

Secretary Mrs Deborah Burton-Shaw

Accountants Fletcher and Partners
Crown Chambers
Bridge Street
Salisbury
SP1 2 LZ

Solicitors Wilsons Solicitors
Alexandra House
St John's Street
Salisbury
SP1 2SB

SMALLWORLD FOUNDATION

TRUSTEES' REPORT FOR THE YEAR ENDED 31 JANUARY 2024

The Trustees present their annual report together with the financial statements of the Charitable Incorporated Organisation for the year to 31 January 2024.

Objectives and activities

a. Policies and objectives

The Charity's objects are to:

- advance human rights and promote equality by advocating for the interests and concerns of civil society, in particular economically and socially disadvantaged children, and defending their fundamental human right to health and education;
- promote two of the fundamental pillars of social change – health and education;
- advance human rights by reducing child labour and child exploitation through skill training programmes, and by access to a quality education through supporting initiatives that aid disadvantaged children;
- collaborate with potential partners, donors and institutions in order to gain resources to address the needs and concerns of economically and socially disadvantaged segments of society;
- advance human rights and promote equality by addressing inequality and exclusion of economically and socially disadvantaged children by supporting initiatives that will address the underlying causes of such problems; and
- support innovative research initiatives that improve the lives of humanity and under-served communities globally.

At SmallWorld Foundation, we firmly believe that education is the most precious gift we can offer to our children. Once bestowed, it remains with them, empowering them to shape a brighter future for themselves. Our focus lies in nurturing orphaned, abused, and abandoned children. Through education, rehabilitation, and skill acquisition we equip them with the tools and opportunities they need to forge paths toward independence and become engaged, contributing members of society

In setting objectives and planning for activities, the Trustees have given due consideration to general guidance published by the Charity Commission relating to public benefit, including the guidance 'Public benefit: running a charity (PB2)'.

b. Strategies for achieving objectives

To provide grant funding for formal education and education facilities, vocational training and rehabilitation programmes.

SMALLWORLD FOUNDATION

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 JANUARY 2024

Objectives and activities (continued)

c. Activities undertaken to achieve objectives

We set out hereunder the principal promotional activities of our Charity during the reporting year:

- The partnership between SmallWorld Foundation and CryUK on the Child and Adolescent Resource Centre project in Bhagwant Nagar and Lakhimpur Kheri, India, has been a remarkable milestone this year, positively impacting a total of 160 children (74 girls, 86 boys). We eagerly look forward to future collaborations with CryUK to continue supporting the education of underprivileged children.
- Lotus Holistic stands as one of SmallWorld Foundation's long-standing partners. Each year, we proudly contribute to their mission by providing support for underprivileged children's school fees for the academic year.
- Our fundraising endeavours for a mental health project aimed at offering support sessions to children in the UK, signify a vital stride in addressing the well-being of vulnerable youth in our global community. Smallworld has successfully concluded a fundraising campaign to support the project and we hope it will go forward soon.

We're exploring opportunities to expand existing programs and introduce new initiatives that resonate with SmallWorld Foundation's mission. Specifically, we aim to address emerging needs in the community by focusing on supporting education for underprivileged children in the UK. Our approach involves conducting thorough research and needs assessments to guide our programmatic decisions.

The Board has met in accordance with its statutes, roughly every three months. The meetings were held online due to the fact that the Trustees are based in three different continents.

d. Volunteers

We empower our volunteers by investing in their professional development and capacity building. Through tailored training, mentorship, and access to resources, we aim to enhance their skills, knowledge, and effectiveness in fulfilling our organisation's mission

e. Main activities undertaken to further the Charitable Incorporated Organisation's purposes for the public benefit

We secured the donations required to deliver the projects listed above, which enabled:

1. 160 disadvantaged children in India who are at risk of dropping out of school, by providing them with child-friendly teaching techniques and workshops to ensure access to uninterrupted schooling and minimize the risk of dropping out of school.
2. 50 families in Syria and Turkey who've lost everything in the most recent earthquake with warm blankets, clothes, kitchen supplies and materials to build shelters.
3. 100 disadvantaged children in the UK from reception to year 6, who have learning difficulties, with social and emotional learning.

As we step into 2024, our foremost goal at Smallworld Foundation is to bring our current projects to a successful conclusion while intensifying our efforts in advocating for child rights and their holistic wellbeing. Our commitment remains steadfast in fostering environments where children can thrive without barriers.

Whilst our primary focus is to ensure the successful completion of our ongoing initiatives, we aim to not only finalise these projects but also to expand our reach. By the close of 2024, our target is to complete and collaborate on at least 3 to 4 significant projects, with a special focus on the United Kingdom. This strategic initiative is designed to amplify our impact and further our mission in promoting child welfare and rights. Through dedicated efforts and strategic collaborations, we are set to make 2024 a landmark year in advancing the cause of child rights and wellbeing across the UK and beyond.

Achievements and performance

SMALLWORLD FOUNDATION

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 JANUARY 2024

Achievements and performance (continued)

a. Main achievements of the Charitable Incorporated Organisation

We secured the donations required to deliver the five projects listed above, which enabled:

1. 160 disadvantaged children in India who are at risk of dropping out of school, by providing them with child-friendly teaching techniques and workshops to ensure access to uninterrupted schooling and minimize the risk of dropping out of school.
2. 50 families in Syria and Turkey who've lost everything in the most recent earthquake with warm blankets, clothes, kitchen supplies and materials to build shelters.
3. 100 disadvantaged children in the UK from reception to year 6, who have learning difficulties, with social and emotional learning.

b. Fundraising activities and income generation

We secured donations of the equipment needed to deliver the projects listed above and Trustees have given their time voluntarily to co-ordinate and deliver the projects. Fundraising activity continues to generate further funding for future projects.

Financial review

a. Going concern

After making appropriate enquiries, the Trustees have a reasonable expectation that the Charitable Incorporated Organisation has adequate resources to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the accounting policies.

b. Reserves policy

A draft reserves policy has been developed and will be introduced once it has been approved by the Trustees.

c. Financial performance in year

We received donations of £11,353 (2023: £17,132) and made grants totalling £6,825 (2023: £7,467).

Structure, governance and management

a. Constitution

SmallWorld Foundation is a registered charity, number 1174733, and is constituted under a Memorandum of Association.

b. Methods of appointment or election of Trustees

The management of the Charitable Incorporated Organisation is the responsibility of the Trustees who are elected and co-opted under the terms of the Memorandum of Association.

SMALLWORLD FOUNDATION

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 JANUARY 2024

Structure, governance and management (continued)

c. Financial risk management

The Trustees have assessed the major risks to which the Charitable Incorporated Organisation is exposed, in particular those related to the operations and finances of the Charitable Incorporated Organisation, and are satisfied that systems and procedures are in place to mitigate exposure to the major risks.

Members' liability

The Members of the Charitable Incorporated Organisation guarantee to contribute an amount not exceeding £1 to the assets of the Charitable Incorporated Organisation in the event of winding up.

Statement of Trustees' responsibilities

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

The law applicable to charities in England & Wales requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Charitable Incorporated Organisation and of its incoming resources and application of resources, including its income and expenditure, for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles of the Charities SORP (FRS 102);
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Charitable Incorporated Organisation will continue in business.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the Charitable Incorporated Organisation's transactions and disclose with reasonable accuracy at any time the financial position of the Charitable Incorporated Organisation and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the Memorandum of Association. They are also responsible for safeguarding the assets of the Charitable Incorporated Organisation and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

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

SMALLWORLD FOUNDATION

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 JANUARY 2024**

	Note	Unrestricted funds 2024 £	Total funds 2024 £	Total funds 2023 £
Income from:				
Donations and legacies	3	11,353	11,353	17,132
Total income		<u>11,353</u>	<u>11,353</u>	<u>17,132</u>
Expenditure on:				
Raising funds	4	1,415	1,415	145
Charitable activities		8,886	8,886	11,138
Total expenditure		<u>10,301</u>	<u>10,301</u>	<u>11,283</u>
Net movement in funds		<u>1,052</u>	<u>1,052</u>	<u>5,849</u>
Reconciliation of funds:				
Total funds brought forward		4,138	4,138	(1,711)
Net movement in funds		1,052	1,052	5,849
Total funds carried forward		<u>5,190</u>	<u>5,190</u>	<u>4,138</u>

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

The notes on pages 8 to 15 form part of these financial statements.

SMALLWORLD FOUNDATION

**BALANCE SHEET
AS AT 31 JANUARY 2024**

	Note	2024 £	2023 £
Fixed assets		<u>-</u>	<u>-</u>
Current assets			
Cash at bank and in hand		7,346	6,182
		<u>7,346</u>	<u>6,182</u>
Creditors: amounts falling due within one year	7	<u>(2,156)</u>	<u>(2,044)</u>
Net current assets		5,190	4,138
Total assets less current liabilities		<u>5,190</u>	<u>4,138</u>
Net assets excluding pension asset		<u>5,190</u>	<u>4,138</u>
Total net assets		<u><u>5,190</u></u>	<u><u>4,138</u></u>
Charity funds			
Restricted funds	8	-	-
Unrestricted funds	8	5,190	4,138
Total funds		<u><u>5,190</u></u>	<u><u>4,138</u></u>

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

The notes on pages 8 to 15 form part of these financial statements.

SMALLWORLD FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 JANUARY 2024

1. General information

The Smallworld Foundation is a Charitable Incorporated Organisation registered in England and Wales. Its company number is CE012265 and its charity number is 1174733. It is based in London and its registered office is 80-83 Long Lane, London EC1A 9ET.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared in accordance with the Charities SORP (FRS 102) - Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

The financial statements have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair' view. This departure has involved following the Charities SORP (FRS 102) published on 16 July 2014 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

SmallWorld Foundation meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

The accounts have been prepared under the going concern concept as, despite net liabilities, Trustees will continue to personally meet liabilities in the short-term and are confident that, once their bank account has been opened, this will enable them to scale up fundraising so as to be able to cover all support costs as well as funding the grants awarded. The Covid 19 pandemic has had little direct impact on the finances of the CIO but has operationally delayed delivery of some projects.

2.2 Income

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

Gifts in kind donated for distribution are included at valuation and recognised as income when they are distributed to the projects. Gifts donated for resale are included as income when they are sold.

2.3 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2024

2. Accounting policies (continued)

2.3 Expenditure (continued)

Expenditure on raising funds includes all expenditure incurred by the Charitable Incorporated Organisation to raise funds for its charitable purposes and includes costs of all fundraising activities events and non-charitable trading.

Expenditure on charitable activities is incurred on directly undertaking the activities which further the Charitable Incorporated Organisation's objectives, as well as any associated support costs.

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

All expenditure is inclusive of irrecoverable VAT.

2.4 Cash at bank and in hand

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

2.5 Liabilities and provisions

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

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

Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised in the Statement of Financial Activities as a finance cost.

2.6 Financial instruments

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

2.7 Fund accounting

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

SMALLWORLD FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2024**

3. Income from donations and legacies

	Unrestricted funds 2024 £	Total funds 2024 £	<i>Total funds 2023 £</i>
Donations	11,353	11,353	17,132

4. Expenditure on raising funds

Costs of raising voluntary income

	Unrestricted funds 2024 £	Total funds 2024 £	<i>Total funds 2023 £</i>
Costs of raising voluntary income 1	952	952	-
Marketing	413	413	145
Costs of raising voluntary income 19	50	50	-
	<u>1,415</u>	<u>1,415</u>	<u>145</u>

5. Analysis of grants

	Grants awarded 2024 £	Total funds 2024 £	<i>Total funds 2023 £</i>
Educational grants	6,825	6,825	7,467
<i>Total 2023</i>	<u>7,467</u>	<u>7,467</u>	

6. Trustees' remuneration and expenses

During the year, no Trustees received any remuneration or other benefits (2023 - £NIL).

SMALLWORLD FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2024**

6. Trustees' remuneration and expenses (continued)

During the year ended 31 January 2024, no Trustee expenses have been incurred (2023 - £NIL).

SMALLWORLD FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2024

7. Creditors: Amounts falling due within one year

	2024 £	2023 £
Accruals and deferred income	<u>2,156</u>	<u>2,044</u>

SMALLWORLD FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2024

8. Statement of funds

Statement of funds - current year

	Balance at 1 February 2023 £	Income £	Expenditure £	Balance at 31 January 2024 £
Unrestricted funds				
General Funds - all funds	4,138	11,353	(10,301)	5,190

SMALLWORLD FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2024**

8. Statement of funds (continued)

Statement of funds - prior year

	<i>Balance at 1 February 2022 £</i>	<i>Income £</i>	<i>Expenditure £</i>	<i>Balance at 31 January 2023 £</i>
Unrestricted funds				
General Funds - all funds	(1,711)	17,132	(11,283)	4,138
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

9. Analysis of net assets between funds

Analysis of net assets between funds - current year

	Unrestricted funds 2024 £	Total funds 2024 £
Current assets	7,346	7,346
Creditors due within one year	(2,156)	(2,156)
Total	<u>5,190</u>	<u>5,190</u>

Analysis of net assets between funds - prior year

	<i>Unrestricted funds 2023 £</i>	<i>Total funds 2023 £</i>
Current assets	6,182	6,182
Creditors due within one year	(2,044)	(2,044)
Total	<u>4,138</u>	<u>4,138</u>

SMALLWORLD FOUNDATION

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 2024**

10. Related party transactions

Donations were recognised for expenses met privately by the Trustees.

The Charitable Incorporated Organisation has not entered into any related party transaction during the year, nor are there any outstanding balances owing between related parties and the Charitable Incorporated Organisation at 31 January 2024.

SMALLWORLD FOUNDATION

INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 JANUARY 2024

	2024 £	2024 £	2023 £	2023 £
Income				
Donations	11,353		17,132	
		11,353		17,132
Gains on investments				
		-		-
Gross income in the reporting period		11,353		17,132
Less:				
Grants				
Donation to Cry Uk	184		5,000	
Donation to Basmat Amal Initiative	-		1,036	
Donation to Sparkle Foundation	-		1,431	
Donation to Lotus Holistic	1,505		-	
Donation to Save the Children	5,136		-	
		6,825		7,467
Sundry overheads				
Stock write off	-		1,236	
Travel costs	153		84	
Serviced office cost	551		594	
IT costs	89		730	
Marketing costs	413		145	
Bank charges	7		7	
Gifts to volunteers	953		-	
		2,166		2,796
Professional fees				
Legal costs	50		-	
Accountancy	1,260		1,020	
		1,310		1,020
Total expenditure		10,301		11,283
Net income before taxation for the reporting period		1,052		5,849
Tax payable				
		-		-

SMALLWORLD FOUNDATION

INCOME AND EXPENDITURE ACCOUNT (CONTINUED)
FOR THE YEAR ENDED 31 JANUARY 2024

	2024 £	2024 £	2023 £	2023 £
Net income for the reporting period		<u>1,052</u>		<u>5,849</u>
Surplus for the reporting period		1,052		5,849
Surplus/(Deficit) brought forward at 1 February 2023		4,138		(1,711)
Surplus carried forward at 31 January 2024		<u>5,190</u>		<u>4,138</u>

The notes on pages 8 to 15 form part of these financial statements.