



Companies House

5Rights Foundation

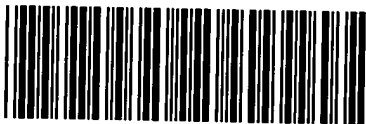
**ANNUAL REPORT AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED**

31 MARCH 2025

Company Registration Number
11271356 (England and Wales)

Charity Registration Number
1178581

THURSDAY



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11/09/2025

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COMPANIES HOUSE

**5RIGHTS FOUNDATION
REFERENCE AND ADMINISTRATIVE DETAILS
FOR THE YEAR ENDED 31 MARCH 2025**

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**5RIGHTS FOUNDATION
REFERENCE AND ADMINISTRATIVE DETAILS
FOR THE YEAR ENDED 31 MARCH 2025**

Trustees

Dr Amani Abou-Zeid
Anna Maria Corazza Bildt
Manuel Costescu – Honorary Treasurer
Elizabeth Denham CBE
Dorothy Gordon
Diala Sanbar Khlat (Appointed 1 November 2024)
Baroness Beeban Kidron OBE – Chair
Dr Ansgar Koene – Vice-Chair *
Mikiko Otani
Sir Peter Wanless CB *
Shoshana Zuboff

*Members of Governance and Remuneration Committee

Registered office

14 Fowler Road
London
N1 2EP

Charity registration number (England and Wales)
1178581

Company registration number
11271356

Auditor

Buzzacott Audit LLP
130 Wood Street
London
EC2V 6DL

Bankers

Lloyds Bank
7 Carter Street
Uttoxeter
Staffordshire
ST14 8HD

**5RIGHTS FOUNDATION
TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2025**

Introduction

The trustees present their statutory report together with the financial statements of 5Rights Foundation for the year ended 31 March 2025.

The report, which constitutes a trustees' report for the purposes of charity legislation and a directors' report for the purposes of company legislation, complies with Charity's constitution, and has been prepared in accordance with Part 8 of the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice.

The financial statements have been prepared in accordance with the accounting policies set out on pages 15 to 17 of the attached financial statements and comply with the Charity's Articles of Association, applicable laws and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their financial statements in accordance with the Financial Reporting Standard applicable in the United Kingdom (FRS 102).

Objects and Public Benefit

The Charity's objectives are set out in its Articles of Association, for which the organisation is established and supports the Charity's mission to fight for systemic change that ensures the digital world caters for under 18s by design and default.

The trustees have referred to the guidance contained in the Charity Commission's general guidance on public benefit and advice for charities of an appropriate size when reviewing Charity's objectives and in planning its activities. To further 5Rights' charitable objects for public benefit, all work is directed towards understanding and promoting the well-being of children and young people, by working with others to ensure that the digital environment observes the rights and privileges of childhood.

5Rights Foundation achieves public benefit for the population as a whole by advocating for fair legislation, regulation, standards and technical controls that uphold children's rights in the digital environment.

Our values

Child Rights at the core: we listen to, give voice to and represent all under 18s, always putting their rights and best interests first.

No child left behind: we work globally for children in all their diversity, with inclusivity and protections for the most vulnerable and under-represented at the core.

Fight for the optimum: while small steps are needed on the path to change, we do not accept compromises or trade-offs that undermine children's full and long-term enjoyment of their rights.

Making change, not just noise: we focus on delivering practical change that impacts children's real-life experiences, recognizing that this requires collaboration and humility.

Integrity, transparency and accountability: we say what we do, do what we say, and practice what we preach.

Independence: we do not compromise on our values or mission; our governance, partnerships, funding structures and policies reflect our independence, notably from political or corporate interests.

Collaboration: we know that others know more than us and source expertise widely; we work to enable partners to embed sustainable change; we welcome partnerships with all those who share our mission and values.

Our achievements in the year

We achieved remarkable milestones during the year 2024/25, significantly expanding the breadth and scope of our work globally and investing in streamlining, professionalization, and partnerships. This progress was made possible thanks to the generosity of our donors, the commitment of our partners, and the continued support of our wider community.

Flagship publications

- **Children and AI Design Code:** Developed with input from legal, academic, and AI experts, the Code provides a comprehensive, actionable framework to embed children's rights across the entire AI system lifecycle.
- **Impact of Regulation on Children's Digital Lives:** this report examines the impacts of legislative and regulatory measures focused on children's online privacy and safety over the period 2017–24.

Global Leadership

In this financial period, 5Rights i.a.:

- Joined the Global Online Safety Regulators Network
- Hosted a session on AI and children's rights at the Internet Governance Forum (IGF)
- Led a panel on privacy challenges and regulatory approaches to emerging AI risks for children at Conference of Privacy and Data Protection Professionals (CPDP)
- Spoke on the societal impact of privacy education at the Global Privacy Assembly
- Delivered a main stage address at the UN Action Days at the UN Summit of the Future (New York)
- Spoke on 'Emerging Issues in Children's Data Privacy' at the World Economic Forum (WEF)
- Delivered a public lecture 'Tech Tantrums – When Tech Meets Humanity' on AI, which was viewed by 1600 people and downloaded 4738 times as a podcast.
- Delivered a keynote address on children and AI at the World Forum on the Future of Democracy, AI and Humankind in Berlin
- Delivered a keynote presentation on children and AI at the Vatican
- Joined the WEF Global Coalition for Digital Safety
- Became a founding signatory of the Beneficial AI for Children Coalition at the Paris AI Summit
- Joined the UN Working Group on Business and Human Rights discussion
- Moderated the Network's panel on rights-respecting regulation at RightsCon 2025 (Taipei)
- Was honoured with the Global Privacy Assembly's inaugural Privacy and Human Rights Award

UK

As the lead organisation in the Children's Coalition of 25+ NGOs, 5Rights has been at the forefront of efforts to ensure that Ofcom's implementation of the Online Safety Act (OSA) delivers on its promise to protect children online. We have engaged directly with the regulator and members of parliament, coordinated media responses, and published public commentary highlighting the need for industry accountability rather than shifting responsibility onto parents. Importantly, in the beginning of April 2025, Ofcom launched its first investigation under the OSA, marking the first formal enforcement action.

We also continued to engage with the Data Protection and Digital Information Bill, raising concerns that proposed amendments risk undermining the protections established by the Age Appropriate Design Code and foundational GDPR principles. 5Rights, alongside our joint research centre with the London School of Economics (LSE), the Digital Futures for Children centre, has supported an amendment introduced by Baroness Kidron calling for a Code of Practice for EdTech, to ensure children's data in education settings is subject to appropriate safeguards.

In February 2025, the UK became the first country to criminalise AI tools used to generate child sexual abuse material (CSAM), a landmark step in child protection. Led by Baroness Beeban Kidron, 5Rights mounted a sustained campaign for legislative reform, calling on government to close dangerous loopholes that allowed AI to be weaponised against children. As a result, new offences will be included in the Crime and Policing Bill, making it illegal to create, possess, or distribute AI tools used to produce CSAM—ensuring technology is governed by the

**5RIGHTS FOUNDATION
TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2025**

law, aligned with our values, and safe for children by design and default.

International

Significant progress has been made in advocating for and influencing the adoption of key commitments and policies to deliver on the implementation of children's rights in the digital environment.

In September 2024, the Global Digital Compact was adopted with explicit recognition of children's rights and corporate responsibilities—language that reflects sustained advocacy by 5Rights.

In 2025, we co-hosted the UN Committee on the Rights of the Child's conference on AI and Children's Rights in Tbilisi, amplifying youth voices and shaping global discourse.

As part of our ongoing international engagement, we also contributed expertise to major global policy reports that guide governments, influence standards, and promote international cooperation:

- The UN Secretary-General's High-level Advisory Body on Artificial Intelligence report, *Governing AI for Humanity* (October 2024), outlines a blueprint for addressing AI-related risks and sharing its transformative potential globally. Attention to the rights and specific needs of children is mainstreamed throughout the report, with a summary of recommendations compiled in a focus box.
- Similarly, the OECD report, *Towards Digital Safety by Design for Children*, directly cites General Comment No. 25, builds on 5Rights' research and tools (including the Child Online Safety Toolkit and Playful by Design), and offers a holistic guide to Safety by Design.
- We contributed to UNICEF's global guidance on CRIA in the digital environment

In Malaysia, 5Rights was invited to the International Legal Conference on Online Harms, organised by the Government of Malaysia in September 2024, to discuss the development of the country's proposed Online Safety Bill. The Online Safety Bill was passed in December 2024.

In Indonesia, the PP Tunas regulation, Government Regulation on the Governance of the Implementation of Electronic Systems in Child Protection, was signed in March 2025, establishing new standards for child protection in the digital environment following long-term engagement from 5Rights. The regulation requires that digital products and services likely to be accessed by children provide a high level of privacy by default, prohibits profiling children and manipulative design practices.

Australia announced two legal initiatives—mandatory age verification for social media and a code based on the UK's Age Appropriate Design Code—both aligned with 5Rights principles.

In Canada, 5Rights made significant advocacy gains, influencing federal and provincial debates through strategic briefings, consultation contributions and partnerships.

Europe

In the EU, 5Rights worked to ensure that children's rights remain central to new legislative priorities. We continue to lead an influential civil society coalition for children's rights online. An example of our work is the joint statement—signed by 30+ organisations—on the upcoming INI report on the protection of minors, alongside participation in key hearings and consultations.

5Rights has played a leading role in advancing enforcement of the Digital Services Act (DSA), with a strong focus on Article 28, which mandates a high level of privacy, safety, and security for minors.

5Rights published a widely welcomed baseline report for DSA guidelines, developed with support from the European Parliament Child Rights Intergroup and Eurochild. The European Commission acknowledged this contribution as a key starting point for its official guidance, now underway. In a major win, the European Board for Digital Services established a dedicated Working Group on the Protection of Minors, covering Article 28 guidelines, age verification, adult content, and media literacy.

**5RIGHTS FOUNDATION
TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2025**

The EU AI Act was the first major law to cite General comment No. 25, banning AI systems that exploit age-related vulnerabilities. 5Rights focused on ensuring its implementation, preparing a submission to the AI Office on guidelines for enforcing the ban and submitting a joint statement on the draft of the Code of Practice for General Purpose AI to Executive Vice-president Virkkunen.

Another important milestone was reached with the adoption of the Council of Europe Framework Convention in the Artificial Intelligence and Human Rights, Democracy and the Rule of Law in May 2024. The Convention, signed by UK, USA, Japan, Canada and many more, includes a dedicated clause on children's rights, with its explanatory report referencing General comment No. 25 and safety by design. 5Rights contributed throughout as an Observer to the Committee on Artificial Intelligence (CAI) and has since supported the Council of Europe with the development of a child risk assessment framework.

USA

5Rights continued to educate, inspire and support US efforts to advance age appropriate design, with strong support for federal legislation and privacy codes modelled on the Age Appropriate Design Code passing in Maryland; Nebraska and South Carolina legislators have also introduced the AADC. 5Rights has joined by invitation the Uniform Law Commission (ULC) Study Committee on the issue of Children's Online Safety and Protection.

Compliance

5Rights continued to advance work on technical standards. Certification for IEEE 2089.1 on Age Assurance is now available, marking a major step toward operationalising standards for child protection. 5Rights joined the working group for the new 2089-2 standard on Terms and Conditions. 5Rights is working to advance standards at the EU level as a liaison to CEN-CENELEC and now member of the UK National Committee, participating in JTC21 and JTC13.

We submitted formal complaints to Ofcom and the ICO against Meta regarding the presence and spread of AI-generated child sexual abuse material (CSAM) on Instagram and to the ICO regarding Snap's non-compliance with Standard 10 of the AADC, which requires geolocation to be off by default for children.

Research

In 2024, 5Rights, through the Digital Futures for Children (DFC) research centre in collaboration with the London School of Economics, delivered a sustained and impactful body of research on children's experiences in the digital environment. Key publications included The Best Interests of the Child in the Digital Environment report, a policy brief on EdTech, and the Impact of Regulation report—launched at the House of Lords—which measured how regulation is shaping children's digital lives.

Additionally, the DFC launched several significant academic and policy works, including Sonia Livingstone's book on digital media use in early childhood and the report on smartphone policies in schools.

A new child-friendly resources page was launched and the DFC released a comprehensive research database. Other notable DFC events included a workshop for secondary school teachers on smartphone policies, a public lecture on the internet's impact on children, and an insightful talk by Mark West from UNESCO on EdTech. And most recently, at the Annual Children's Rights Lecture at Doughty Street Chambers, Professor Sonia Livingstone presented "Children's Rights Apply Online as Offline – or Do They?"

The DFC work was presented at RightsCon in Taipei, focusing on the best interests of the child amid tech innovation.

Youth Engagement

The views and voices of children and young people are central to all of 5Rights' work. In 2024/2025, we prioritised adapting and scaling our Youth Engagement Programme to reflect our growing international reach. We now work with over 200 Youth Ambassadors across more than 50 countries, engaging them through podcasts, webinars, workshops, and other participatory formats.

Our Youth Ambassadors contributed meaningfully to global policy discussions, ensuring children's voices were present in key digital governance spaces. They participated in the Summit Action Days in New York, supported a

**5RIGHTS FOUNDATION
TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2025**

joint press release welcoming the Global Digital Compact, addressed the Global Privacy Assembly, and joined a panel at the Internet Governance Forum on AI and children's rights. Their input helped shape conversations on the rights and safety of young people in the digital world.

Plans for 2025/26

Demand for our work and support continues to grow exponentially. We believe we are at a key moment of opportunity, where our aim of making designing with children in mind a global industry norm is within reach in the coming decade. As we enter a new strategic phase (2025–2030), we plan to maintain our high level of productivity and impact, while scaling up our work across all pillars – from research and youth engagement to advocacy, technical work, and support for compliance – globally.

Results and financial position

A summary of the period's results can be found on page 12.

The year's total income reached £1,806,824, a decline from £2,033,265 in 2023/24. This income was largely driven by donations and grants, supplemented slightly by bank interest.

Our yearly expenditure amounted to £1,646,821, an increase from £1,379,533 in 2023/24. This entire amount was directed towards supporting the charitable operations of 5Rights Foundation.

At year-end, unrestricted funds stood at £1,439,296, and restricted funds at £243,207, bringing total funds carried forward to £1,682,503. Of this, £139,970 is held as a designated fund for planned work in advocacy, research, and accountability.

Funding

All our funding is received as grants or donations. We follow best practices in data protection when processing donations, never sharing data with external organisations. We also ensure our supporters and donors have the flexibility to adjust their communication preferences at any point. We handle our fundraising internally without the use of professional fundraisers. We are committed to addressing and investigating any concerns about our fundraising practices, aiming to learn from each experience to enhance our performance. In the fiscal year 2024/25, we did not receive any complaints regarding our fundraising methods.

We closely monitor a range of factors that could influence our financial future. These encompass macro considerations like the overall economic, political, and social landscape, as well as micro considerations like our ability and preparedness to raise funds.

Reserves policy

Our trustees have evaluated the sum that 5Rights Foundation needs to maintain in reserve to assure financial sustainability. In developing our reserves policy, we took into account the necessity for reserves, the possible effects of external factors beyond our control, the level of reserves deemed necessary by the trustees, the strategy for reaching the desired level of reserves, and the approach to monitor and review both the policy and actual reserves.

The Foundation requires reserves to ensure operational continuity during times of economic and social volatility, to manage the ebbs and flows of funding cycles, and to sustain primary activities as we transition between projects. Whenever feasible, a surplus of reserves allows the Foundation to invest in new strategic initiatives.

We are carrying forward a general reserve fund of £1,299,326 into the following year (an increase from £1,054,707 in 2023/24). Given the prevailing circumstances, the trustees have opted to continue a prudent approach and have approved the reserves policy to retain a minimum six months of operating costs (excluding funds already allocated for funded commitments and designated funds for ongoing work) until at least the end of the current financial year. The operational costs for six months in the year 2025/26 are estimated to be £985,294. This policy will undergo

**5RIGHTS FOUNDATION
TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2025**

regular reviews. The additional retained reserves will allow 5Rights to progress with the five-year strategy which will be implemented starting in 2025/26.

Risk Management

At the 5Rights Foundation, we underpin our operations with strategic risk management, enabling us to navigate the challenges we face as a charity. Our trustees, conscientiously fulfilling their responsibilities, engage in the continuous identification and assessment of strategic and operational risks. Through structured risk assessment practices and annual risk reviews, we focus on significant categories: governance, external, financial, and operational risks. Our proactive approach ensures the effectiveness of our strategies and systems, enabling us to control and minimise significant risks.

Principal risks and mitigations

- **Governance Risks:** With a commitment to mitigate risks associated with governance, we've made considerable headway by diversifying our board through the recruitment of new trustees and the appointment of a Vice-Chair. This strategic reinforcement of our governance structure, coupled with the creation of a governance committee, allows us to address any potential conflicts of interest among trustees and ensures a thorough risk management process.
- **Operational Risks:** We've pinpointed two operational risks that could potentially impact our productivity - potential misuse of funds or excessive spending, and increased staff turnover. We've implemented strategic interventions to prevent these risks from impeding our operations, ensuring the continuity and efficacy of our work.
- **Financial Sustainability:** The financial sustainability of our operations remains a primary focus of our risk mitigation efforts. We've cultivated strong relationships with our current funders, allowing us to optimise our budget. However, to safeguard our operations and facilitate positive change on a global scale, diversifying our funding sources is a strategic imperative. With the guidance of our Chair, we're implementing an efficient funding plan aimed at securing new, sustainable sources of funding.

Structure, governance and management

The Charity and Company is governed by Articles of Association, was incorporated as a company limited by guarantee on 22 March 2018, and registered as a charity on 31 May 2018.

The governance of 5Rights Foundation is overseen by the board of trustees. New trustees are invited onto the board by the Chair and trustees and on recommendation from industry, NGO and other contacts. They are generally individuals who bring specific high-level skills and contacts to complement, support and advise. New trustees undergo a comprehensive induction programme to ensure they can contribute effectively to their roles as trustees.

The board meets four times each year and guides the strategic direction of the Charity.

Decisions made by staff are made according to the levels of delegated authority defined in the organisation's policies and procedures and according to role descriptions and commensurate levels of authority.

The trustees receive no remuneration for their services as trustees but are reimbursed for appropriate travel and expenses in the performance of the work of the Charity. The staff payscale is reviewed annually using industry-standard benchmarking against similar organisations. Salaries for key leadership roles are set by the board of trustees.

Statement of trustees' responsibilities

The trustees, who are also directors for the purposes of company law, are responsible for preparing the trustees' report and financial statements in accordance with applicable law and United Kingdom Accounting Standards. Company law requires the trustees to prepare financial statements for each financial period which give a true and fair view of the state of affairs of the Charity of the income and expenditure of the Charity for that period.

In preparing these financial statements, the trustees are required to:

- Select suitable accounting policies and then apply them consistently
- Observe the methods and principles in Account and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing accounts in accordance with the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102)
- Make judgements and estimates that are reasonable and prudent
- State whether applicable United Kingdom Accounting Standards have been followed subject to any material departures disclosed and explained in the financial statements
- Prepare the financial statements on a going-concern basis unless it is inappropriate to presume that the charity will continue in operation.

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

Each of the trustees confirms that

- So far as the trustee is aware, there is no relevant audit information of which the charity's auditor is unaware
- Each trustee has taken all of the steps they ought to have taken as a trustee in order to make themselves aware of any relevant audit information and to establish that the charity's auditor is aware of that information.

This confirmation is given and should be interpreted in accordance with the provisions of s418 of the Companies Act 2006.

Approved by the board of trustees on 28 July 2025 and signed on its behalf by



Manuel Costescu (Aug 11, 2025 16:19:16 GMT+8) 11/08/2025

MANUEL COSTESCU
5Rights Foundation
Company Registration Number, 11271356

**5RIGHTS FOUNDATION
INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2025**

Independent auditor's report to the trustees of 5Rights Foundation

Opinion

We have audited the financial statements of 5Rights Foundation (the 'charitable company') for the year ended 31 March 2025, which comprise the statement of financial activities, the balance sheet, the statement of cash flows, the principal accounting policies and the notes to the financial statements. 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 31/03/2025 and of its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the 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 charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

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

Other information

The other information comprises the information included in the annual report, including the trustees' 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, except to the extent otherwise explicitly stated in our report, 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.

**5RIGHTS FOUNDATION
INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2025**

Opinions on other matters prescribed by the Companies Act 2006

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

- the information given in the trustees' report, which is also the directors' report for the purposes of company law, for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' report, which is also the directors' report for the purposes of company law, has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the trustees' report. We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the trustees' report and from the requirement to prepare a strategic report.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement set out on page 8, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an 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:

Our approach to identifying and assessing the risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, was as follows:

- The engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations; and

**5RIGHTS FOUNDATION
INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2025**

- We obtained an understanding of the legal and regulatory frameworks that are applicable to the charitable company and determined that the most significant frameworks which are directly relevant to specific assertions in the financial statements are those that relate to the reporting framework (Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Companies Act 2006).

We assessed the susceptibility of the charitable company's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by:

- Making enquiries of management as to their knowledge of actual, suspected and alleged fraud; and
- Considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

To address the risk of fraud through management bias and override of controls, we:

- Performed analytical procedures to identify any unusual or unexpected relationships;
- Tested journal entries to identify unusual transactions; and
- Used data analytics to investigate the rationale behind and significant or unusual transactions.

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- Reading the minutes of meetings of those charged with governance; and
- Enquiring of management as to the presence of any actual or potential litigation and claims.

There are inherent limitations in our audit procedures described above. The more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the trustees and other management and the inspection of regulatory and legal correspondence, if any.

Material misstatements that arise due to fraud can be harder to detect than those that arise from error as they may involve deliberate concealment or collusion.

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

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an 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 charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Buzzacott Audit LLP

Hugh Swainson (Senior Statutory Auditor)
For and on behalf of Buzzacott Audit LLP, Statutory Auditor
130 Wood Street
London
EC2V 6DL

29 August 2025

**5RIGHTS FOUNDATION
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MARCH 2025**

| | | Unrestricted Funds | Restricted Funds | Total Funds | <i>Total Funds</i> |
|--|-------------|-------------------------------|-----------------------------|------------------------|------------------------|
| | | 2025 | 2025 | 2025 | <i>2024</i> |
| | Note | £ | £ | £ | £ |
| INCOME | | | | | |
| Income from: | | | | | |
| Grants and donations | 3 | 980,789 | 789,441 | 1,770,230 | 2,015,389 |
| Investment income: bank interest | | 36,594 | - | 36,594 | 17,876 |
| TOTAL INCOME | | 1,017,383 | 789,441 | 1,806,824 | 2,033,265 |
| EXPENDITURE | | | | | |
| Expenditure on: | | | | | |
| Charitable Activities | | 891,019 | 681,027 | 1,572,046 | 1,326,442 |
| Raising funds | | 74,775 | - | 74,775 | 53,091 |
| TOTAL EXPENDITURE | 4 | 965,794 | 681,027 | 1,646,821 | 1,379,533 |
| NET INCOME AND NET MOVEMENT IN FUNDS | | 51,589 | 108,414 | 160,003 | 653,732 |
| Balances brought forward as previously stated | | 1,522,500 | - | 1,522,500 | 868,768 |
| Fund reclassification | 11 | (134,793) | 134,793 | - | - |
| Balances brought forward | | 1,387,707 | 134,793 | 1,522,500 | 868,768 |
| Balances carried forward | | 1,439,296 | 243,207 | 1,682,503 | 1,522,500 |

There are no recognised gains or losses other than those shown in the Statement of Financial Activities.

All income and expenditure in each of the above two years derive from continuing activities.


**5RIGHTS FOUNDATION
BALANCE SHEET
AS AT 31 MARCH 2025**

| | Notes | £ | 2025 £ | £ | 2024 (as restated) £ |
|--|-------|------------------|-------------------------|------------------|----------------------------|
| CURRENT ASSETS | | | | | |
| Cash at bank and in hand | | 1,326,079 | | 1,555,054 | |
| Short-term deposits | 8 | 533,237 | | - | |
| Debtors | 9 | 1,539 | | 353,664 | |
| | | <u>1,860,855</u> | | <u>1,908,718</u> | |
| CURRENT LIABILITIES | | | | | |
| Creditors: amounts falling due within one year | 10 | (178,352) | | (386,218) | |
| NET CURRENT ASSETS | | | 1,682,503 | | 1,522,500 |
| NET ASSETS | | | <u>1,682,503</u> | | <u>1,522,500</u> |
| FUNDS | | | | | |
| Restricted funds | 11 | | 243,207 | | 134,793 |
| Unrestricted funds Designated funds | 11 | 139,970 | | 333,000 | |
| General fund | 11 | 1,299,326 | | 1,054,707 | |
| | | | <u>1,439,296</u> | | <u>1,387,707</u> |
| | | | <u>1,682,503</u> | | <u>1,522,500</u> |

11/08/2025

Approved and authorised for issue, by the directors on _____ and signed on their behalf by:

MANUEL COSTESCU
5Rights Foundation
Company Registration Number, 11271356


Manuel Costescu (Aug 11, 2025 16:19:16 GMT+8)

**5RIGHTS FOUNDATION
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 MARCH 2025**

| | £ | 2025 £ | £ | 2024 £ |
|--|-----------|--|-------------------------|---|
| Cash provided by operating activities | | | | |
| Net movement in funds | 160,003 | | 653,732 | |
| Interest income | (13,237) | | - | |
| Decrease / (increase) in debtors | 352,125 | | (277,699) | |
| (Decrease) / increase in creditors | (207,866) | | 228,519 | |
| Net cash provided by operating activities | | 291,025 | | 604,552 |
| Cash flows used in investing activities | | | | |
| Interest income | 13,237 | | - | |
| Purchase of short-term deposits | (533,237) | | - | |
| Net cash used in investing activities | | (520,000) | | - |
| (Decrease) / Increase in cash and cash equivalents in the year | | (228,975) | | 604,552 |
| Cash and cash equivalents at the beginning of the year | | 1,555,054 | | 950,502 |
| Total cash and cash equivalents at the end of the year | | 1,326,079 | | 1,555,054 |
| Analysis of changes in net debt | | | | |
| | | Balance at 1 April 2024 £ | Cash flows £ | Balance at 31 March 2025 £ |
| Cash at bank and in hand | | 1,555,054 | (228,975) | 1,326,079 |
| | | 1,555,054 | (228,975) | 1,326,079 |

The charity held no debt during the period, as such the above analysis of cash and cash equivalents serves as reconciliation of changes in net debt.

**5RIGHTS FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025**

1. STATUTORY INFORMATION

5Rights Foundation is a charitable company limited by guarantee and is incorporated in England and Wales (Company no.011271356). The registered office address is 14 Fowler Road, London, England, N1 2EP.

2. ACCOUNTING POLICIES

Basis of preparation of financial statements

These accounts have been prepared for the year 31 March 2025 with comparative information for the period to 31 March 2024.

The accounts have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant accounting policies below or the notes to these accounts.

The accounts 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 United Kingdom and Republic of Ireland (FRS 102) (Charities SORP FRS 102) issued on 16 July 2019, the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

The charity constitutes a public benefit entity as defined by FRS 102.

The accounts are presented in sterling and are rounded to the nearest pound.

Critical accounting estimates and areas of judgement

Preparation of the accounts requires the trustees to make significant judgements and estimates.

The items in the accounts where these judgements and estimates have been made include the allocation of support costs between charitable expenditure categories; and the formulation of the reserve policy.

Assessment of going concern

The Trustees of 5Rights Foundation confirm that they have prepared the financial statements for the year ended 31 March 2025 on a going concern basis, having concluded that the Foundation has the resources to continue in business for the foreseeable future, a period of at least twelve months from the date of approval of these financial statements.

This confirmation is based on the Foundation's financial performance, budget, and cash flow projections, as well as its confirmed funding and expected income. As of 31 March 2025, the Foundation has a robust financial position, with sufficient reserves and a well-balanced portfolio of income sources.

The detailed budget and cash flow projection for the subsequent period, considering both routine operating costs and project-related costs, have been thoroughly reviewed and approved by the Trustees. The budget reflects a level of activity consistent with the previous year and a conservative estimate of income based on confirmed and expected funding sources.

5Rights Foundation has a substantial amount of funding confirmed for the next financial year. The Trustees are confident in the ability to secure additional funding based on ongoing relationships with existing donors, planned fundraising activities, and a consistent track record of support.

The Foundation demonstrated its resilience and adaptability in the face of global challenges, such as the COVID-19 pandemic, and continues to operate effectively amidst macroeconomic uncertainties.

**5RIGHTS FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2025**

2. ACCOUNTING POLICIES (Continued)

Assessment of going concern (Continued)

While 5Rights Foundation's ability to continue as a going concern, like many charities, depends on ongoing donor support and the success of future fundraising efforts, the Trustees have determined that there are no material uncertainties casting significant doubt on the Foundation's ability to continue its operations.

However, the Trustees continue to monitor the Foundation's financial health, income streams, and the external environment. They are committed to taking necessary actions to ensure the sustainability of the Foundation. The Trustees acknowledge their responsibilities concerning the assessment of the Foundation's ability to continue to adopt the going concern basis of accounting and the obligations to report any significant doubts that might arise.

In conclusion, the Trustees have a reasonable expectation that the Foundation has adequate resources to continue its activities for the foreseeable future, thus they continue to adopt the going concern basis in preparing the annual financial statements.

Income recognition

Donations have been credited to the statement of financial activities on an accruals basis. Revenue grants are credited to the Statement of Financial Activities (SOFA) when the charity is considered to have entitlement to the assets, it is probable that the resources will be received, and the monetary value of income can be measured with sufficient reliability.

Grants have been included either as income from activities in furtherance of the charity's objectives where these amount to support for specific activities and services, or as donations where the money is given in response to an appeal or with greater freedom of use, for example monies for core funding.

Expenditure recognition

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to make a payment 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.

All expenditure is accounted for on an accruals basis.

Expenditure consists of the costs of charitable activities. This includes all costs associated with furthering the charitable purposes of the charity, direct and indirect expenditure on the charity's children's digital rights.

Allocation of support and governance costs

Support costs represent indirect charitable expenditure. In order to carry out the primary purposes of the charity it is necessary to provide support such as general management, information technology, communications, insurance and other office support as well as governance of the charity. These costs are allocated between activities they are supporting on the basis of direct staff costs.

Expenditure is allocated to each activity on a direct basis, or by allocation based on an estimate of the time spent by each member of staff on each activity or on an estimate of the proportion of costs relating to that activity.

**5RIGHTS FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2025**

2. ACCOUNTING POLICIES (continued)

Foreign exchange differences

Foreign currency transactions are translated into sterling at the rates ruling when they occur. Foreign currency monetary assets and liabilities are translated at the rates ruling at the balance sheet date. Any differences are taken to the Statement of Financial Activities.

Taxation

The company is a charity within the meaning of Para 1 Schedule 6 Finance Act 2010. Accordingly, the company is exempt from taxation in respect of income or capital gains within categories covered by Chapter 3 of Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

Pensions

The charity is part of an occupational pension scheme, which is a defined contribution scheme, the assets of which are held separately from those of the charity in an independently administered fund. The cost of contributions payable by the charity to the scheme is charged to the income and expenditure account as incurred.

Debtors

Debtors are recognised at their settlement amount, less any provision for non-recoverability. Prepayments are valued at the amount prepaid.

Short-term deposits

5Rights Foundation considers deposits with a maturity of more than three months and less than twelve months to be short-term deposits. These are classified as short-term deposits on the Balance Sheet and are measured at amortised cost. Movements in these deposits are included within investing activities in the cash flow statement. Deposits with a maturity of three months or less at acquisition are treated as cash equivalents and included within cash at bank and in hand.

Cash at bank and in hand

Cash at bank and in hand represents such accounts and instruments that are available on demand or have a maturity of less than three months from the date of acquisition.

Creditors and provisions

Creditors and provisions 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. Creditors and provisions are recognised at the amount the charity anticipates it will pay to settle the debt.

Fund structure

Unrestricted funds are available to spend on activities that further any of the purposes of the charity. Designated funds are unrestricted funds of the charity which the trustees have decided at their discretion to set aside to use for a specific purpose.

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

Redundancy and termination payments

Redundancy and termination costs are recognised as an expense in the Statement of Financial Activities and a liability on the Balance Sheet immediately at the point 5Rights Foundation is demonstrably committed to either:

- i. terminate the employment of an employee or group of employees before normal retirement date;
- ii. or provide termination benefits as a result of an offer made in order to encourage voluntary redundancy

5Rights Foundation is considered to be demonstrably committed only when it has a detailed formal plan for the termination and is without realistic possibility of withdrawal from the plan.

5RIGHTS FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2025

2. ACCOUNTING POLICIES (continued)

Financial instruments

The charity only holds basic financial instruments as defined in FRS 102. The financial assets and financial liabilities of the charity and their measurement basis are as follows:

- Financial assets - trade and other debtors are basic financial instruments and are debt instruments measured at amortised cost. Prepayments are not financial instruments.
- Cash at bank - classified as a basic financial instrument and is measured at face value.
- Financial liabilities - accruals and other creditors are financial instruments and are measured at amortised cost.

3. INCOME FROM GRANTS AND DONATIONS

| | Unrestricted Funds | Restricted Funds | Total Funds | Total Funds |
|-----------|-------------------------------|-----------------------------|------------------------|------------------------|
| | 2025 | 2025 | 2025 | 2024 |
| | £ | £ | £ | £ |
| Donations | 6,066 | - | 6,066 | 5,952 |
| Grants | 974,723 | 789,441 | 1,764,164 | 2,009,437 |
| | 980,789 | 789,441 | 1,770,230 | 2,015,389 |

In the year to 31 March 2024, grants totaling £552,546 were restricted, with the balance of all other grants and donations being unrestricted.

4. EXPENDITURE

CURRENT YEAR

| | Staff costs | Direct costs | Support costs | Total 2025 |
|-----------------------|------------------------|-------------------------|--------------------------|-----------------------|
| | £ | £ | £ | £ |
| Charitable Activities | 677,895 | 611,927 | 282,224 | 1,572,046 |
| Raising funds | 51,547 | 1,768 | 21,460 | 74,775 |
| Support costs | 97,647 | 206,037 | (303,684) | - |
| | 827,089 | 819,732 | - | 1,646,821 |

PRIOR YEAR

| | Staff costs | Direct costs | Support costs | Total 2024 |
|-----------------------|------------------------|-------------------------|--------------------------|-----------------------|
| | £ | £ | £ | £ |
| Charitable Activities | 516,884 | 485,091 | 324,467 | 1,326,442 |
| Raising funds | 31,723 | 1,454 | 19,914 | 53,091 |
| Support costs | 70,235 | 274,146 | (344,381) | - |
| | 618,842 | 760,691 | - | 1,379,533 |

Details of support costs are given in Note 5.

**5RIGHTS FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2025**

5. SUPPORT COSTS

| | 2025 | 2024 |
|--|----------------|----------------|
| | £ | £ |
| Governance costs: | | |
| Audit fee for the year (including VAT) | 13,500 | 12,900 |
| Under accrual of prior year audit fee | - | 900 |
| Other support costs: | | |
| Staff costs | 97,647 | 70,235 |
| Staff related costs | 40,597 | 175,950 |
| Office and administration | 151,940 | 84,396 |

6. NET INCOME FOR THE YEAR

This is stated after charging:

| | 2025 | 2024 |
|--|---------------|---------------|
| | £ | £ |
| Auditor's remuneration (excluding VAT) | 11,250 | 10,750 |
| Operating lease charge | 1,313 | - |

7. EMPLOYEE AND KEY MANAGEMENT PERSONNEL

The key management personnel of the Charity comprise the trustees ("Directors" for the purposes of the Companies Act) and Senior Management Team. The total amounts paid in respect of the key management personnel of the Charity (including employer's National Insurance contributions and employers pension contributions) were £271,299 (2024: £249,012).

None of the trustees (or any persons connected with them) received any remuneration during the year or the previous year. During the year, one trustee was reimbursed expenses totaling £5,561 (2024: £222 to two Trustees). Reimbursed costs included travel and accommodation incurred while performing direct activities on behalf of the Charity.

| | 2025 | 2024 |
|-----------------------------------|----------------|----------------|
| | £ | £ |
| The aggregate payroll costs were: | | |
| Wages and salaries | 691,279 | 539,468 |
| Social security costs | 94,914 | 57,204 |
| Employer pension contributions | 40,896 | 22,170 |
| | 827,089 | 618,842 |

The number of employees earning £60,000 in the year or more (exclusive of employer pensions and employer National Insurance contributions) was:

| | 2025 | 2024 |
|--------------------|-------------|-------------|
| | No. | No. |
| £60,000- £70,000 | 1 | - |
| £80,001- £90,000 | - | 1 |
| £120,001- £130,000 | - | 1 |
| £130,001- £140,000 | 1 | - |

**5RIGHTS FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2025**

7. EMPLOYEE AND KEY MANAGEMENT PERSONNEL (Continued)

Particulars of employees:

The average number of staff employed by the Charity during the financial year amounted to:

| 2025 | 2024 |
|------|------|
| 13.8 | 10.2 |

Termination payments:

During the year, the Charity made termination payments totalling £36,183 (2024: £nil), relating to the redundancy of two posts as part of an organizational restructure.

8. SHORT-TERM DEPOSITS

| | 2025 | 2024 |
|---------------|---------|------|
| | £ | £ |
| 95-day notice | 533,237 | - |

Investments in short term deposits have an original maturity of more than 3 months and are automatically rolled over every 95 days. These deposits were placed at interest rates ranging between 3.46% and 3.81% p.a. throughout the financial year.

9. DEBTORS

| | 2025 | 2024 |
|----------------|--------------|----------------|
| | £ | £ |
| Trade debtors | 159 | - |
| Prepayments | 1,380 | 15,664 |
| Accrued income | - | 338,000 |
| | <u>1,539</u> | <u>353,664</u> |

10. CREDITORS: amounts falling due within one year

| | 2025 | 2024 |
|------------------------------|----------------|----------------|
| | £ | £ |
| Trade creditors | 23,165 | 61,294 |
| Taxation and social security | 7,241 | 11,876 |
| Other creditors and accruals | 22,946 | 23,048 |
| Deferred income (see below) | 125,000 | 290,000 |
| | <u>178,352</u> | <u>386,218</u> |

| Deferred income | 2025 | 2024 |
|---|----------------|----------------|
| | £ | £ |
| Balance at the beginning of the year | 290,000 | - |
| Amount released to income during the year | (290,000) | - |
| Grant income deferred in the year | 125,000 | 290,000 |
| | <u>125,000</u> | <u>290,000</u> |

5RIGHTS FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2025

11. MOVEMENT IN FUNDS

CURRENT YEAR

| | Balance at 1 April 2024 (As previously stated) £ | Fund reclassification £ | Income £ | Expenditure £ | Balance at 31 March 2025 £ |
|--|---|-------------------------------|-------------|------------------|-------------------------------------|
| RESTRICTED FUNDS | | | | | |
| Building a Safe Digital World for Children and Youth | - | - | 605,000 | (479,998) | 125,002 |
| COS Toolkit | - | 134,793 | 90,200 | (131,641) | 93,352 |
| Pathways Mexico | - | - | 50,004 | (33,480) | 16,524 |
| Age-Assurance Spectrum | - | - | 8,300 | - | 8,300 |
| Stop the Biggest Source of Illegal data collection on Kids | - | - | 13,437 | (13,408) | 29 |
| INCLUDE+ Fellowship | - | - | 22,500 | (22,500) | - |
| Total restricted funds | - | 134,793 | 789,441 | (681,027) | 243,207 |
| DESIGNATED UNRESTRICTED FUNDS | | | | | |
| Policy and Advocacy | 333,000 | - | - | (193,030) | 139,970 |
| GENERAL UNRESTRICTED FUNDS | 1,189,500 | (134,793) | 1,017,383 | (772,764) | 1,299,326 |
| Total | 1,522,500 | - | 1,806,824 | (1,646,821) | 1,682,503 |

PRIOR YEAR

| | Balance at 1 April 2023 £ | Income £ | Expenditure £ | Transfers £ | Balance at 31 March 2024 £ |
|--|------------------------------------|-------------|------------------|----------------|-------------------------------------|
| RESTRICTED FUNDS | | | | | |
| COS Toolkit | - | 302,616 | (302,616) | - | - |
| Project Liberty | - | 249,930 | (249,930) | - | - |
| Total restricted funds | - | 552,546 | (552,546) | - | - |
| DESIGNATED UNRESTRICTED FUNDS | | | | | |
| Policy and Advocacy | 333,000 | - | - | - | 333,000 |
| GENERAL UNRESTRICTED FUNDS | 535,768 | 1,480,719 | (826,987) | - | 1,189,500 |
| Total | 868,768 | 2,033,265 | (1,379,533) | - | 1,522,500 |

Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances held on trust to be applied for specific purposes.

Designated funds

Policy and Advocacy- Funds designated by the trustees to support future work in the areas of policy and advocacy.

**5RIGHTS FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2025**

11. MOVEMENT IN FUNDS (Continued)

Prior year adjustment

During the year ended 31 March 2025, a misclassification of expenditure was identified in the prior year's financial statements. An amount of £134,793, previously recorded as expenditure within the COS Toolkit fund, should have been allocated to General Unrestricted Funds. This reclassification has no impact on the previously reported net assets or net expenditure.

12. ANALYSIS OF NET ASSETS BETWEEN FUNDS

| As at 31 March 2025 | Unrestricted Funds £ | Restricted Funds £ | Total Funds £ |
|--|-------------------------------------|-----------------------------------|------------------------------|
| Net current assets | 1,439,296 | 243,207 | 1,682,503 |
| Net assets at the end of the year | 1,439,296 | 243,207 | 1,682,503 |

| As at 31 March 2024 (as restated) | Unrestricted Funds £ | Restricted Funds £ | Total Funds £ |
|--|-------------------------------------|-----------------------------------|------------------------------|
| Net current assets | 1,387,707 | 134,793 | 1,522,500 |
| Net assets at the end of the year | 1,387,707 | 134,793 | 1,522,500 |

13. RELATED PARTY TRANSACTIONS

On 02 September 2024, **5Rights Foundation EU ASBL** was incorporated in Brussels, Belgium. It is considered a related party to the company due to common control and influence through individuals involved in the governance of both entities.

No transactions occurred between 5Rights Foundation and 5Rights Foundation EU during the reporting period, and no balances were outstanding at the year end.

14. FINANCIAL COMMITMENTS

At 31st March 2025, the charity had no financial commitments. In prior year, the charity had committed to pay £19,404 in relation to website development work to take place after the year end.

5RIGHTS FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2025

15. STATEMENT OF FINANCIAL ACTIVITIES- PRIOR YEAR (as restated)

| | <i>Unrestricted Funds 2024 £</i> | <i>Restricted Funds 2024 £</i> | <i>Total Funds 2024 £</i> |
|---|--|--|---------------------------------------|
| INCOME | | | |
| Income from: | | | |
| Grants and donations | 1,462,843 | 552,546 | 2,015,389 |
| Investment income: bank interest | 17,876 | - | 17,876 |
| TOTAL INCOME | 1,480,719 | 552,546 | 2,033,265 |
| EXPENDITURE | | | |
| Expenditure on: | | | |
| Charitable Activities | 908,689 | 417,753 | 1,326,442 |
| Raising funds | 53,091 | - | 53,091 |
| TOTAL EXPENDITURE | 961,780 | 417,753 | 1,379,533 |
| Net (expenditure) before transfers | 518,939 | 134,793 | 653,732 |
| Transfers between funds | - | - | - |
| NET MOVEMENT IN FUNDS | 518,939 | 134,793 | 653,732 |
| Balances brought forward | 868,768 | - | 868,768 |
| Balances carried forward | 1,387,707 | 134,793 | 1,522,500 |