



**CHILDAID TO EASTERN EUROPE (CHILDAID)**

Registered charity number 281099

Company Number 1511367

**FINANCIAL STATEMENTS AND TRUSTEES' REPORT**

for the year ended

31 March 2021

*BizNav, Chartered Accountants  
36 Scotts Road  
Bromley  
Kent  
BR1 3QD*

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**CHILDAID to Eastern Europe**  
**COMPANY INFORMATION**  
**YEAR ENDED 31 MARCH 2021**



**PATRONS**

The Very Revd John Arnold  
Dr Gavin Ashenden  
The Revd Canon Dr Michael Bourdeaux  
Robert Brinkley CMG  
Metropolitan Kallistos of Diokleia  
The Right Revd Simon Burton-Jones

**TRUSTEES**

Gordon Harris (chair)  
Felix Corley (vice-chair)  
Mark Dennis (Hon. Treasurer)  
Captain Cedric Parrish RN (Retd)  
Paul Pearson  
Anne Thompson  
Dr Jovita Anikinaite  
James Parsons

**DETAILS FOR CORRESPONDENCE**

ChildAid to Eastern Europe  
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Registered Charity 281099  
Registered Company 1511367  
Registered in England & Wales  
Registered Office 5 Walters Yard  
Bromley, Kent, BR1 1QA

**COMPANY SECRETARY and DIRECTOR**

Mr Martin Wilcox

**BANKERS**

HSBC  
184 High Street  
Bromley  
BR1 1HE

**INDEPENDENT EXAMINERS**

BizNav, Chartered Accountants  
36 Scotts Road  
Bromley  
Kent  
BR1 3QD

## **a) Governance, Structure and Management**

### **Legal Status and Objects**

ChildAid to Eastern Europe (ChildAid) is a registered Christian charity in England and Wales (Charity Commission number 281099) and a company limited by guarantee (number 1511367). ChildAid began in 1973 as a charitable initiative of the Keston Institute which had a particular interest in monitoring the extent of religious persecution in the then Soviet Union and assisting its victims. It was then known as "Aid to Russian Christians" (ARC).

Today, ChildAid transforms the material and spiritual lives of abandoned babies, children living in vulnerable families, orphans, families and children affected by the conflict in eastern Ukraine, and children and young people living with physical and intellectual disability in Belarus, Moldova, Siberia and Ukraine. We achieve this by working with our established, independent partner organisations in these countries.

### **The Board of Trustees**

ChildAid is governed by a volunteer Council of Management, (Board of Trustees). The Board of Trustees has ultimate responsibility for the governance and strategic direction of ChildAid, ensuring that the charity upholds its ethos and values and delivers its objectives.

Trustees are appointed by invitation and election following a period of observation in order to deploy a wide range of skills and experience which are essential to good governance. The balance of Trustees is kept under review and each trustee is permitted to serve a maximum of two four year terms when a one year break is required before seeking re-election.

ChildAid maintains declaration of eligibility plus a Conflicts of Interest & Loyalty policy which trustees read and sign annually.

Trustees meet quarterly and also participate in programmes and sub-committees (or "working groups") tailored to their particular expertise, experience and knowledge.

There are three "working groups":

1. Projects
2. Marketing, including Fundraising, Supporter Relations and Communications
3. Strategy, Finance, Governance and Human Resources

These groups report to the quarterly meeting of the full Board of Trustees.

The Board identifies, at any one time, three key priorities that it will be addressing as matters of most urgent need of the charity.

Since the completion of this accounting year we heard of the sad loss of Revd Canon Dr Michael Bourdeaux. Michael formed Keston Institute in 1969 where our founder, Jane Ellis, was a researcher. Michael stayed committed to our mission throughout his life and we remain indebted to him with fond memories.



## **Ethos and Values**

ChildAid is a Christian charity, but it is not exclusive. It is inter-denominational in its Board participation, project partnership and supporter base.

The practical help our partners give is entirely unconditional. It is never contingent upon or restricted by whether a child, young person or his/her family, carers or others has a faith or not.

## **Management**

Operational management of ChildAid is delegated by the Trustees to the Director and with him to specialist staff. The Director is accountable to the Board of Trustees for the stewardship of the charity. As Company Secretary, the Director attends all meetings of the full Board but has no voting rights and is also ex officio on all its working groups.

## **Employees and Project Partners**

ChildAid is committed to creating a safe, vibrant and creative work place and recognises the importance of having a diverse workforce both in the UK and, through our project partners, in the countries where services are delivered.

ChildAid works to ensure that access to employment development, training and relevant resources are available to all employees and project partners and that they are treated on merit, fairly, and with respect and dignity for the valuable contribution they make to transforming young lives.

Each of the Project Partners is constitutionally independent. ChildAid agrees its financial contribution to their work each year in advance. Any additional expenditure is approved by the Board of Trustees. Similarly, all new aid projects, or extensions to existing work and costs incurred thereby are approved by the Board of Trustees.

## **Volunteers**

ChildAid is fortunate to receive the support of a number of faithful volunteers to help in its administrative and publicity tasks within the Bromley office and further afield.

## **Public Benefit**

Our services meet the public benefit category “the relief of those in need, by reason of youth, age, ill health, disability, financial hardship and other disadvantage.” ChildAid’s other charitable purposes for public benefit include: the relief of poverty; the advancement of education, the advancement of human rights and the advancement of health and of citizenship or community development.

## Risk Management

The Board of Trustees maintains a Risk Register and there are formal processes in operation which provide a robust framework for managing risk in all parts of the charity. These processes are designed to provide a reasonable assurance against the risk of error, fraud, misuse, inappropriate or ineffective use of finances and other resources. Both the internal controls and external independent examination evaluate the effectiveness of these processes across all our activities.

The trustees ensure that the charity maintains sound risk management systems and that appropriate actions are taken to properly mitigate risk. The Finance Working Group monitors and reviews these arrangements and reports to the full Board on their effectiveness. The charity has in place a number of key policy documents, including Child and Vulnerable Adult Safeguarding, Anti-Money Laundering and Anti-Fraud and Corruption.

ChildAid has not maintained long-term investments to generate funds for future work. Funds are held for short- and medium-term spending only. For that reason, such funds are held by mainstream British financial institutions allowing reasonable access to meet short- and medium-term aid commitments consonant with maximising interest.

ChildAid has not in this year, and does not intend to the immediate future, employed the services of third party professional fundraisers or employed the services of a commercial fundraising entity to raise funds in accordance with the Charities (Protection and Social Investment) Act 2016.

ChildAid's management takes a prudent view towards its reserve policy and consequently maintains an unrestricted reserve fund of 3 months' grants to project partners and 1 month for UK operating costs. The balance of unrestricted funds is important as it allows provision for:-

- any decline in giving owing to the economic conditions resulting from Covid-19;
- a planned increase in grant levels;
- the plan to expand our existing project work, especially in Moldova and Ukraine.

The bespoke data management and account programme as referred to in past years will go live in 2021/2022. This will provide a more secure and robust software, and it is hoped a product that can be sold to other small-medium charities.



## **b) Report on Charitable Activities**

Here we outline the transformative work of each of our partner projects in Belarus, Moldova, Siberia and Ukraine and occasionally illustrate it by way of a recent case study. As well as the direct beneficiaries, ChildAid's partners influence and support a large number of indirect beneficiaries and these grow in number month on month as our ministry expands in action and reputation.

### **BELARUS**

#### **Isle of Hope, Minsk**

Isle of Hope is a Day Centre for young adults who live with learning disabilities. Its services include an extensive programme of practical activities, outings and concerts in addition to specialist psychological and therapeutic care. These are offered free of charge. While the young people are enjoying the activities at the Day Centre their parents and carers are free to go to work and thus earn a higher, or indeed any, income than would be the case if they had to meet the additional cost of their child's disability from meagre state benefits alone.

The Centre continues to serve over 60 young people, well above its expected capacity.

The care and development offered by the 11 specialist staff continues to include daily lunches, relaxation sessions, music classes, and both art and craft programs; the latter includes both ceramic and wood workshops. The beneficiaries are also encouraged to use the gym, enjoy the garden, and help look after the premises both inside and outside – joining in with the cleaning and washing up, helping clear leaves during the autumn months, even helping clear the snow during the winter.

*Olga's mum found it impossible to find work in Belarus so sought employment in Moscow but any centre offering anything like the extent of care at the Isle of Hope was way too expensive. She returned to Minsk on a permanent basis and did find a local job but had to undergo an operation. Whilst Olga's health is good her disabilities means she does require constant supervision and care. When at the Isle of Hope she enjoys spending time watching her friends, drawing, thumbing through books and magazines, listening to music, playing with a ball, and visiting the sensory room. Covid-19 meant that she spent almost two months in quarantine. The restrictions proved very difficult for her and her mother, both emotionally and physically, and, unfortunately, while mum recuperated Olga could not attend the centre as transport could not be arranged. Regardless, the Isle of Hope Centre still helped with birthday presents, Easter gifts (which included a food pack this year); and as part of the International Women's day celebration presents were also given out.*

#### **Sisters of St Elisabeth, Minsk and environs**

This community of more than 80 Orthodox Nuns not only preach but also provide spiritual and social help for the sick and the suffering. The sisters carry out their vocation in many places, for example the National Psychiatric Hospital, the Tuberculosis Centre and Boarding Homes for adults and children with physical and learning disabilities in Minsk. ChildAid's support is in response to a direct request for help. The Sisters also supply ChildAid with hand-made crafts and Icon images for cards, which are sold as ChildAid's sales-lines.



## **MOLDOVA**

### **Tony Hawks Children's Health Centre, Chisinau**

The Tony Hawks Centre improves the life quality of chronically ill children from socially vulnerable families from birth up to 15 years old. Nearly 600 children are cared for each year. This is accomplished through the provision of multi-functional rehabilitative therapies and parental education. All the services at the Tony Hawks Centre are free at the point of need. Therapies include physio, massage, speech, music, play, sensory and hydro with each child receiving a range of services that befits their specific conditions.

The major goal of the multi-functional rehabilitation programme is to optimise the child's potential, within the limits of their condition, and to enhance the development of the young body as it grows. The programmes are also aimed at the successful and full integration of the child into mainstream society.

In addition, the Tony Hawks Centre provides educational services for parents, carers and others as well as professional training and services for those working in related medical or therapeutic specialisms. The Centre continues to be partly funded by the State Insurance Company, which is a testimony to the quality of the essential care provided. The programme to introduce the disciplines of paediatric occupational therapy has not been able to be developed due to Covid-19 restrictions. The grant funded by Rotary Clubs and Rotary International will continue along with support from the World Federation of Occupational Therapists. We have developed contacts with occupational therapists to deliver many of the modular trainings when this can be started.

*Serge had attended the Tony Hawks Centre from an early age receiving a range of free-to-access treatments. Born with cerebral palsy the Centre's team helped him to be able to walk at just under 3 years of age. Turning 16 his movement became more difficult and he underwent operations but after his recuperation he was horrified to find he had lost power, balance and confidence in ever being able to walk again. Despite Covid causing a period of restrictions, the Centre was able to open again and Serge came back. After several sessions of physio-therapy and importantly hydro-therapy he regained his self-confidence, restored his balance and began to walk again. As he said, "the magic happened".*

### **Mobility Equipment and Humanitarian Shipments**

In conjunction with private practice occupational therapists in the UK we have commenced a programme of collecting unwanted, useable privately owned mobility and rehabilitation equipment. A Baptist Church in Orpington, Kent offered us a hall for storage and once sufficient equipment has been collected these will be shipped to Moldova and/or Ukraine. Preventing environmentally unsound landfill and giving children in our territories the chance to have important equipment otherwise not available or far too expensive. No actual humanitarian aid shipments were made during the year.



### **Esther House (Ora Moldova)**

Esther House, in the small village of Valcinet, is run by Ora Moldova. The Centre is open five days a week and children arrive after school from 1pm onwards. It also opens during school holidays. It supports 70 children, with 20-25 attending each day.

The day centre is a second home to many children from the surrounding villages. Activities include help with homework, practical life-learning exercises, cooking, lessons on personal hygiene, arts and crafts, dancing and singing. All of these help to physically, socially, intellectually and emotionally develop the children.

Covid restrictions have meant that for much of the year the Centre could not be opened. Instead the team worked hard to ensure that the families were provided with regular food and hygiene packs.

*Thanks to a grant from Rotary Clubs from 4 European countries we were able to equip the school in Valcinet, where the Esther House children attend, with laptops, projectors and screens in all 10 classrooms. This will enable teachers to deliver much improved and interesting levels of education which will hopefully improve results and higher education opportunities. We were also able to equip the school library with a large volume of new reading and text books. Sadly, the school principal died of Covid-19 related illness before she could see this investment in her school.*

### **Family Love, Transnistria**

Transnistria is a disputed territory in Moldova which seeks to be autonomous and calls upon Russia for much of its support. It has its own government but is not recognised by Moldova or elsewhere in the world. It is a desperately poor region with extremely high unemployment, especially amongst the youth.

Linking with local churches and the local authorities, very poor families are identified who may have to abandon their young children to the State through poverty. The project supplies whatever is needed to keep the family together: food, heating, clothing, medications. This has proven to be a very successful project with families receiving life-changing help.

*When Maria's mother died she was left alone with her 14 year old child (sadly, yet another family we encounter with the father missing). Maria became depressed and after villagers told Family Love about the family they found that Maria had been living without any income for a year. She could have applied for State support but without funds or mental strength to do so she had not applied. Family Love helped prepare the documents and provided emergency food and hygiene packs. Follow up visits saw a smile on Maria's face and a new lease of life in her eyes.*

## **SIBERIA**

### **Helping Hands, Chita**

Helping Hands provides social welfare and advice services for extremely poor and vulnerable people. These include ensuring families (who have been known to our partner for several years and have some connection with the church) have the necessary paperwork to help them find work or apply for benefits. Emergency supplies of food and clothing and the provision of winter fuel makes the difference between life and death.

ChildAid has continued to provide reactive support to Helping Hands. As and when they advise that there is an emergency situation for a family we are available to provide appropriate support.

*In one family a mother raises her children alone. Any money she earns goes to utility bills and food, so the help provided of clothing, school equipment and food parcels is a huge help. Not everyone will understand what such help means for them, but this family have said "this is help from heaven". They thank God and thank funders "who are so kind, compassionate, merciful, extending a helping hand to them."*

## **UKRAINE**

### **Love Without Borders, Luhansk**

Love Without Borders continued to be a strong spiritual base on a 1-2-1 basis with families to fully transform lives in and around Luhansk in the Donbass area of eastern Ukraine. Sporadic fighting and shelling continues in this area and there is no apparent sign of a lasting peace accord.

We have continued to assist in the supply of emergency and developmental items such as foodstuffs, clothing, seeds and chicks.

*Aged 14 Yura is in a special needs class as he cannot read or write nor knows about seasons and days of the week. He was never taught to brush his teeth and we only got to know about him when he got a toothache and wandered one Sunday, in pain, into the church connected with Love Without borders.. Immediately he was taken to the dentist and treatment was paid for 3 teeth. His head was riddled with lice. He had fungus on his feet and nails. In 2014 his house was hit by a shell which resulted in his mother drinking more and then they moved in with another drunk who hates all children. Yura now attends church regularly as he knows he will be cared for and loved there. There is much that will need to be done with Yura over the years ahead to change his life's direction.*

### **Retreat Centre, Makariv (The Lighthouse)**

This is our long term project to build community/children's/rehabilitation centre in the outskirts of Makariv.

Covid-19 has prevented much of the planning and designing hoped for during the year. However, final designs have now been produced configured in accordance with advice given by ChildAid in terms of the building which will contain the rehabilitation activities and which will form the first part of any construction work. It is hoped that building costs will be gathered in the next 12 months.



### Little Lighthouse

Last year a decision was made to set up and open a new rehabilitation centre in the centre of Makariv. Whilst the new purpose-built centre will take some considerable time to be built, there is a clear and present need now for rehabilitation services in the region.

Throughout the year refurbishment work continued in the Baptist Church basement which included donated windows, doors and toilets. A wheelchair lift was also installed to aid access. The first therapy sessions were held on 1st April 2021.

We anticipate up to 10 children will be seen per day living with a range of physical disabilities (including but not limited to cerebral palsy) with up to 30 different children per month receiving a range of treatments (physio, massage, speech therapy and psychological counselling). The expectation is that between 300 and 400 different children will be seen over a year.

*Polina is 12 years old and was born with spina bifida. She has undergone 9 operations, but remains a positive, smiling and sociable girl. She loves to draw and collects dolls. Unable to walk, Polina moves by crawling, while caring for a hamster and a parrot, helps her father and mother around the house in every possible way, can fry potatoes and cook borscht (beetroot+cabbage soup). For them, Polina is a ray of light and warmth that makes everyone smile. Polina needs constant care with anti-inflammatory drugs, urological catheters (at least 6 per day) and hygiene products. There is a constant risk of kidney failure. As well as receiving therapy treatment the family will be supported in the provision of care, which whilst small amounts (£75 per month) they are still difficult to meet for the family.*

### Abandoned Babies, Kamianske

ChildAid supports a nurse in the Children's Hospital caring for babies with no mothers to care for them when in hospital. In addition, we cover the costs of two staff working in a Baby Home, one runs one of the age group rooms and the other is a therapist. The combined activities enable a seamless and structured system of care from the point of abandonment through sickness and on to the babies going to live in an orphanage. The staff ensure hygienic conditions and provide food, medication, nappies and additional help to meet the needs of any child with disabilities. ChildAid covers the cost of 2,500 nappies a month for all able-bodied babies in the Baby Home.

Each of ChildAid's partners seek to prevent abandonment occurring in the first place, presenting as many viable and practical alternatives as possible to those vulnerable parents who may be likely to do so.

### Children's Hearts, Kamianske

Conditions for struggling families continue to be very difficult and the local administration is not always able to meet the needs so refer many families to our partner for support.

Children's Hearts continue to be a shining light of hope and opportunity, through its provision of:

- support for families with children living with disabilities. 14 children come once or twice a week to the centre and families receive advice, guidance, support, fellowship, healthy food and simple therapies
- guidance on independent living and support in securing a more optimistic future for teenage social orphans
- the constant contact with over 100 vulnerable families with more than 350 children. They receive food parcels and clothing but also support in securing the right level of benefits and fellowship and support through their difficult times. This support has increased this year due to the economic impact of the pandemic
- a programme of love and care for 60 children in a compound for internally displaced refugees from the ongoing conflict in Eastern Ukraine. Arts, crafts, educational support and Bible studies create a unity, a hope and an excitement missing for 6 years since the families were displaced.
- the "I Am Mother" programme where mum's learn how to be strong and loving parents and how to maintain Christian values
- fellowship and a healthy few days across four summer camps (although these could not take place this year due to Covid-19)
- resident accommodation in the grounds of the House of Light as a shelter for up to 6 male teenage social orphans until they can be settled in more permanent and safe homes.

*A new family which first came to us this year was 3 children and single mum, K. She told of a father who had abandoned the family they had started when she was just 16 and who was now in jail. P was their first child, and they went on to have N (2012) and J (2013).*

*In December 2020 the police's child protection unit were alerted to J being injured in a fall. Mum was not believed and all 3 children went into State care. Mum did not tell Children's Hearts, did not visit the children and in fact she disappeared.*

*We then found that the father had been planning to take the children back home and was preparing suitable arrangements. He met with Children's Hearts before collecting the children and impressed upon them that the mother's stories were not all true. He is not a drug addict and had been wrongly accused of stealing a mobile phone (he worked in a mobile phone repair shop where an alleged stolen phone was found). He said that the mother regularly hit the children. He has restored his fatherhood and wants to be with his children. He now lives with a woman who also has 3 children, a situation our partner is keeping a close eye on.*

*This precarious family will need much care in the months, even years to come. We have provided clothes, stationery, school bags and also bunk beds.*



### **New Beginning, Mukachevo**

New Beginning work to prevent young people leaving care from encountering the problems of society providing little moral and practical guidance and the risk of personal harm faced by so many (especially those from the local Roma community). Their two key areas of support take place in the Technical School and in their family foster home. In the former up to 12 young people at a time embark on a two to three years independent living skills programme whilst living in a dormitory that has been set aside by the authorities for our partner's use. Here they are closely monitored with a ban on smoking, drinking and bad language – there is even a curfew to avoid them being led astray. But, it is not a prison. The young people are freely there and welcome the chance they have been given to build a firm foundation in their lives. During the year we have funded several improvements and refurbishments to the dormitory.

As well as independent living skills, these young people will have additional educational lessons to improve their school results and are introduced to the Bible. New Beginning have a track record of as near to 100% as it is possible to have of enabling their young people to gainfully enter mainstream society with further education, jobs, accommodation and their own family life.

In the family foster home which was built with funds from ChildAid's supporters, another 10 young people live with our partners who are their foster parents. Not only do these young people receive the same skills training and Bible lessons, but also live in a loving and trusted family environment.

A further adjacent building enables New Beginning to move the older young people into a more independent area, whilst enabling our partners to better segregate the boys and girls in the main house (previously New Beginning only cared for girls, but the authorities now require them to take whoever requires care at the time).

*Sasha was born in 2002 and lived with her mother, father and grandmother until her parents separated. As the father paid for the home Sasha and her mother had to move out to a village. Mum met another man but he also left her and with that mum started to drink heavily until she was deprived of parental rights. A neighbour became her guardian and cared well for her. Her mother never left alcohol whilst her father went to the Czech Republic but failed to find work. She joined the New Beginning programme this year and started at school to train as a pastry chef. She loves being with the other girls and boys in the dormitory.*

*She wants to develop her studies as a chef, then get a job, earn money, and then open an hostel in the area, so that people have a place to live. She says that "If we had a place to live, maybe my parents wouldn't have separated"*

### **c) Our Financial Review**

2020/2021 was not a year anyone could have predicted and for many charities has proven to be catastrophic in terms of dramatic fall in income and increase in calls for their services.

ChildAid has the advantage of having a wide spread of income sources with only a small amount coming from such events severely impacted by Covid-19 restrictions, such as galas, sponsored events and other gatherings.

We also have a faithful supporter base who by and large appear not to have had a negative impact on their own income levels. Sadly, there have been a number of deaths of our long-term supporters some of whom have left invaluable gifts in the Wills. As a consequence our income, including legacies, has grown by almost 20% with non-legacy income being at similar levels to last year which is 17% higher than, for example, the 2015/16 period.

For another year the direct regular aid (excluding capital funding projects) to our partners has increased, which included additional one off funding supporting families affected by the economic slump resulting from the pandemic. There have been no payments this year relating to the development of the Makariv site although new plans have been worked upon and further investment will be due in the next financial period.

Without the ability to travel to our partners or to talk with groups across the UK, our operational costs are substantially down year on year as would be expected, but as we hopefully return to more normal level of activities these will return to previous years' amounts.

Grant making trusts were more focussed on Covid-19 responses and so our income from this sector fell substantially but we were grateful to receive the few grants for various aspects of our mission. Whilst members of the B1G1 global community also had to reign in their support for Worthy Causes we are thankful to them that their giving has begun to return. We were especially delighted to receive continued support from Third Bridge Group and from the Global Giving platform.

As we noted last year, maintaining our reserve levels has proven to be extremely prudent in these troubled times allowing us to plan ahead for continued support of the vulnerable children and families we serve.



#### **d) Future Plans**

As we have in the past, and we will continue to in the future, we are encouraged by the Bible verse which reads: "He helps us in all our troubles, so that we are able to help others who have all kinds of troubles". And so we continue to be steadfast for the vulnerable and disadvantaged who have little or any recourse to help other than from our partners.

Areas where we are seeking to develop our mission include:

- to purchase an adapted mini-bus for the new centre in Makariv so that children from outlying areas can also receive much-needed treatments
- further progress in the construction of the community/children's centre in Makariv
- continuing the occupational therapy programme in Moldova
- commence the delayed programme to deliver to our partners training in trauma care
- re-start the Y-Peer programme of peer-to-peer mentoring in Moldova
- always being alert to being able to assist our existing partners (and potential new partners) to new areas of mission and ministry

We will fully adopt a new and more efficient method of working within the office team through Office 365, as well as our new accounting and supporter database. In order to develop our external communications and to seek ways of growing our supporter base in terms of breadth and depth, we will implement an additional relationship management programme using Salesforce.org.

As always we will remain alert to new income areas, especially in the areas of digital fundraising and the growing connections to Rotary Clubs and other social interest and business networking groups.

Earnings from our savings accounts have and will continue to fall dramatically so we will need to consider a more efficient yet low-risk approach to holding our supporters funds.

Faith is at the centre of what we do, why we do it and how we strive towards our goals – and so this will continue to be our bedrock.

**CHILDAID to Eastern Europe**  
**STATEMENT OF TRUSTEES' / DIRECTORS' RESPONSIBILITIES**  
**YEAR ENDED 31 MARCH 2021**



The Trustees (who are also directors of ChildAid to Eastern Europe for the purposes of company law) 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).

Company law 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 company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue its operations.

The Trustees are responsible for keeping adequate accounting records which disclose with reasonable accuracy the financial position of the charitable company 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 charitable company and hence for taking reasonable steps for the prevention of fraud and other irregularities.

The Trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

In accordance with company law, as the company's directors, we certify that:

- ... so far as we are aware, there is no relevant financial information of which the company's independent examiner is unaware; and
- ... as the directors of the company, we have taken all the steps that we ought to have taken in order to make ourselves aware of any relevant financial information and to establish that the charity's independent examiner is aware of that information.

The above report is prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006.

Approved by the Trustees and signed on their behalf by

A handwritten signature in blue ink that reads "G Harris".

G Harris  
Chair  
22-Jun-21



I report on the accounts of the Charity for the year ended 31 March 2021, which are set out on pages 16 to 24.

Respective responsibilities of trustees and examiner

a) The charity's trustees are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed.

b) Having satisfied myself that an audit is not required, it is my responsibility to:

- examine the accounts under section 145 of the 2011 Act;
- to follow the procedures laid down in the general Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act; and
- to state whether particular matters have come to my attention.

Basis of independent examiner's report

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

Independent examiner's statement

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

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

- to keep accounting records in accordance with section 130 of the 2011 Act; and
- to prepare accounts which accord with the accounting records and comply with the accounting requirements of the 2011 Act, and with the methods and principles of the Statement of Recommended Practice: Accounting and Reporting by Charities, have not been met; or

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

A handwritten signature in black ink, appearing to read "Shahzad Fayyaz", is written over a horizontal line.

Name:	Shahzad Fayyaz
Organisation:	BizNav, Chartered Accountants
Relevant professional qualification or body:	Association of Chartered Certified Accountants
Address:	36 Scotts Road, Bromley, BR1 3QD
Date:	22-Jun-21

**CHILDAID to Eastern Europe**  
**STATEMENT OF FINANCIAL ACTIVITIES**  
**YEAR ENDED 31 MARCH 2021**



**CHILDAID to Eastern Europe (CHILDAID)**

	<i>General Fund</i>	<i>Restricted funds</i>	<i>Total 2021</i>	<i>Total 2020</i>
<i>Note</i>	<i>£</i>	<i>£</i>	<i>£</i>	<i>£</i>
<b>Incoming resources</b>				
<b>Incoming resources from generated funds</b>				
<b>Voluntary income</b>				
Donations and gifts	196,488	146,983	343,471	341,593
Legacies	74,729	-	74,729	6,730
<i>Activities for generating funds</i>				
Trading	10,014	29	10,043	10,875
<i>Investment income</i>				
Interest receivable	4,292	-	4,292	4,702
<b>Total incoming resources</b>	<b>285,523</b>	<b>147,012</b>	<b>432,535</b>	<b>363,900</b>
<b>Resources expended</b>				
<b>Costs of generating funds</b>				
Fundraising costs of grants and donations	37,350	-	37,350	42,417
Trading costs	5,877	-	5,877	6,351
<b>Charitable activities</b>				
Grant funding of activities	-	233,894	233,894	233,745
Projects co-ordination and support costs	93,851	-	93,851	93,941
<b>Governance costs</b>	<b>3,510</b>	<b>-</b>	<b>3,510</b>	<b>3,526</b>
<b>Total resources expended</b>	<b>3 140,588</b>	<b>233,894</b>	<b>374,482</b>	<b>379,980</b>
<b>Net incoming/(outgoing) resources before transfers</b>	<b>4 144,935 -</b>	<b>86,882</b>	<b>58,053 -</b>	<b>16,080</b>
Transfers	(91,754)	91,754		
<b>Net income for the year</b>	<b>53,181</b>	<b>4,872</b>	<b>58,053</b>	<b>(16,080)</b>
Tax on profit on ordinary activities	6			
<b>Net movement in funds</b>	<b>53,181</b>	<b>4,872</b>	<b>58,053</b>	<b>(16,080)</b>
Fund balances brought forward at 1 April 2020	12 237,957	267,052	505,009	521,089
<b>Fund balances carried forward at 31 March 2021</b>	<b>13 291,138</b>	<b>271,924</b>	<b>563,062</b>	<b>505,009</b>

All recognised gains and losses are reflected through the statement of financial activities and no separate statement of Total recognised gains or losses is presented. There were no discontinued activities during the current or preceding year.

The only change in fund balances arises from the net income from the year.



**CHILDAID to Eastern Europe**  
**STATEMENT OF FINANCIAL ACTIVITIES**  
**YEAR ENDED 31 MARCH 2021**




		<b>2021</b>		<b>2020</b>	
	<i>Note</i>	£	£	£	£
<b>FIXED ASSETS</b>					
Intangible fixed assets	7		31,250		26,750
Tangible fixed assets	8		<u>711</u>		<u>948</u>
			<b>31,961</b>		<b>27,698</b>
<b>CURRENT ASSETS</b>					
Stock	9	4,099		5,032	
Debtors	10	9,602		8,963	
Cash at bank and in hand		<u>521,271</u>		<u>466,913</u>	
		<b>534,972</b>		<b>480,908</b>	
<b>CREDITORS: amounts falling due within one year</b>	11	<u>(3,871)</u>		<u>(3,597)</u>	
<b>NET CURRENT ASSETS</b>			<b>531,101</b>		<b>477,311</b>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<b>563,062</b>		<b>505,009</b>
<b>FUNDS</b>					
Restricted funds	13		271,924		267,052
Designated funds	13		-		-
Unrestricted fund	13		<u>291,138</u>		<u>237,957</u>
			<b>563,062</b>		<b>505,009</b>

For the year ending 31 March 2021 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

**Directors' responsibilities:**

- the members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476 of the Companies Act 2006,
- the directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts,
- these accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

They were approved by the trustees on 22 June 2021 and signed on their behalf:



Gordon Harris  
Trustee

Company registration number 1511367



Mark Dennis  
Honorary Treasurer, Trustee

## 1. STATUS

The company is limited by guarantee and has no share capital. The liability of the members in the event of winding-up, or winding-up within one year of ceasing to be a member, is limited to £1 per member.

## 2. ACCOUNTING POLICIES

The financial statements are prepared under the historical cost convention, and in compliance with the Statement of Recommended Practice issued by the Charity Commissioners in 2015 and applicable accounting standards. The particular accounting policies adopted are described below.

### Income

Donations are credited to the income and expenditure account when received. Tax credits recoverable are matched to covenants and gift aid received. All other income and expenditure is dealt with in the period to which it relates.

### Expenditure

Expenditure is accounted for on a payable basis and has been analysed between:

- (i) Costs of generating funds– all expenditure to enhance fundraising and promote the objects of the charity.
- (ii) Charitable activities (including projects co-ordination and support costs) – all expenditure directly related to the objects of the charity.
- (iii) Governance costs – all expenditure to comply with statutory and legal requirements.

### Amortisation

Amortisation is provided on intangible fixed assets so as to write off the cost, less any estimated residual value, over their expected useful economic life. Intangible assets are capitalised software development costs. There has been no amortisation during the year as the asset is currently not available to be used.

### Depreciation

Depreciation is provided on a basis to write off the cost over the estimated lives of the assets. The rates of depreciation are as follows:

Furniture and Office Equipment: 25% on reducing balance.

### Stock

Stock is valued at the lower of cost and net realisable value for items sold for profit, and zero for items to be donated as charitable giving.

### Pensions

The charity contributes to a defined contribution pension scheme and/or employees own stakeholder pension funds. The cost of the contributions made by the charity to the scheme/funds is charged to the statement of financial activities as incurred.



### 3. RESOURCES EXPENDED

				2021	2020
	Staff costs (see note 5)	Depreciation	Other costs	Total	Total
	£	£	£	£	£
<b>Costs of generating funds</b>					
Fundraising and publicity	33,816	-	3,534	37,350	42,416
Trading	-	-	5,877	5,877	6,351
<b>Charitable activities</b>					
Grant funding of activities (note 12)	-	-	233,894	233,894	233,745
Projects co-ordination and support costs	68,336	237	25,278	93,851	93,940
<b>Governance costs</b>	1,482	-	2,028	3,510	3,526
	<b>103,634</b>	<b>237</b>	<b>270,611</b>	<b>374,482</b>	<b>379,978</b>

Resources Expended include allocation of Staff Costs based on time allocated across each category.

### 4. SURPLUS FOR THE YEAR

	2021	2020
	£	£
This is stated after charging:		
Accountants' fees – (Independent examination)	1,200	1,200
Depreciation	237	316
	<b>1,437</b>	<b>1,516</b>

### 5. STAFF COSTS

	2021	2020
	£	£
Wages and salaries	88,574	83,672
Social security costs	2,882	3,334
Staff pensions	12,179	12,142
	<b>103,635</b>	<b>99,148</b>

No employee had emoluments of more than £60,000 during the year.

#### Pension Scheme

The charity offered, and one employee accepted, a salary sacrifice arrangement in order to enhance their pension contributions. The assets of the pension scheme are held separately from those of the charity in independently administered funds. The pension cost represents contributions payable by the charity to the funds and amounted to £13,799 (2020: £12,142).

#### Average Number of Employees

The average number of full time equivalent employees during the year was made up as follows:

	2021	2020
	No	No
Office and management	3	3

#### Trustees

During the year, no remuneration was received by the Trustees. Reimbursed travelling and other expenses of £nil (2020: £nil) were paid to the Trustees.

## 6. TAXATION

The company is a registered Charity and is not liable to taxation on non-trade income.

Tax is not due on trade profits.

	2021	2020
	£	£
Corporation tax on profit from ordinary trade activities		
Current year	-	-

## 7. INTANGIBLE FIXED ASSETS

	Software Development
	£
<b>COST</b>	
At 1 April 2020	26,750
Additions	4,500
At 31 March 2021	31,250
<b>DEPRECIATION</b>	
At 1 April 2020	-
Charge for year	-
On disposals	-
At 31 March 2021	-
<b>NET BOOK VALUE</b>	
At 31 March 2021	31,250
At 31 March 2020	26,750



**CHILDAID to Eastern Europe**  
**NOTES to THE ACCOUNTS**  
**YEAR ENDED 31 MARCH 2021**



**8. TANGIBLE FIXED ASSETS**

	Furniture and Office Equipment £
<b>COST</b>	
At 1 April 2020	9,948
Additions	-
At 31 March 2021	<u>9,948</u>
<b>DEPRECIATION</b>	
At 1 April 2020	9,000
Charge for year	237
On disposals	-
At 31 March 2021	<u>9,237</u>
<b>NET BOOK VALUE</b>	
At 31 March 2021	<u><u>711</u></u>
At 31 March 2020	<u><u>948</u></u>

**9. STOCKS**

	<b>2021</b>	<b>2020</b>
	£	£
Goods for resale	<u>4,099</u>	<u>5,032</u>

**10. DEBTORS : due within one year**

	<b>2021</b>	<b>2020</b>
	£	£
Prepayments and accrued income	2,858	2,858
Tax recoverable	6,744	6,105
	<u>9,602</u>	<u>8,963</u>

**11. CREDITORS: amounts falling due within one year**

	<b>2021</b>	<b>2020</b>
	£	£
Social security and other taxes	2,002	1,728
Pension contribution	669	669
Accruals	1,200	1,200
	<u>3,871</u>	<u>3,597</u>

## 12. FUNDS

	Balance at 1 April 2020 £	Income £	Grants £	Transfers £	Balance at 31 March 2021 £
<b>Restricted funds</b>					
Child Sponsorship	24,839	48,319	53,655	-	19,503
Family Aid and Medical Funds	11,575	1,500	1,500	-	11,575
Family Love	6,435	1,625	12,670	4,610	-
Helping Hands	427	930	1,188	-	169
Children's Hearts	2,303	3,095	20,556	15,158	-
Love without Borders	758	3,572	3,000	-	1,330
Isle of Hope	2,150	2,816	27,412	24,596	2,150
New Beginning	-	2,544	13,927	11,383	-
Tony Hawks Centre	46,190	18,528	45,010	36,007	55,715
Sisters	604	156	-	-	760
Esther House (Ora Moldova)	2,760	5,820	6,755	-	1,825
Little Lighthouse	5,493	24,240	10,880	-	18,853
Makariv	127,404	-	2,850	-	124,554
Other	36,114	33,867	34,491	-	35,490
<b>Total Restricted</b>	<b>267,052</b>	<b>147,012</b>	<b>233,894</b>	<b>91,754</b>	<b>271,924</b>

Child sponsorship funds were used to support children and young people in the Helping Hands, Children's Hearts, Tony Hawks Centre, Isle of Hope, New Beginnings, Sisters of St Elizabeth, Esther House and Abandoned Babies projects.

The projects are described in detail in the trustees report.

## 13. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Tangible fixed assets £	Net current £	Total £
Restricted funds	-	271,924	271,924
Unrestricted funds	237	290,901	291,138
	<b>237</b>	<b>562,825</b>	<b>563,062</b>

The reserving policy and explanation of the current level of reserves are detailed on page 4.



**CHILDAID to Eastern Europe**  
**DETAILED INCOME AND EXPENDITURE ACCOUNT**  
**YEAR ENDED 31 MARCH 2021**



	General fund £	Restricted funds £	Total 2021 £	Total 2020 £
<b>INCOMING RESOURCES</b>				
Donations	196,488	146,983	343,471	341,593
Legacies	74,729	-	74,729	6,730
Interest received	4,292	-	4,292	4,702
Trading	10,014	29	10,043	10,875
<b>Total incoming resources</b>	<b>285,523</b>	<b>147,012</b>	<b>432,535</b>	<b>363,900</b>
<b>RESOURCES EXPENDED</b>				
<u>Activities in furtherance of the charity's activities</u>				
Aid and contributions	-	233,894	233,894	233,745
<i>Projects co-ordination and support costs</i>				
Wages and salaries	60,305	-	60,305	60,321
Staff pensions	8,031	-	8,031	8,418
Contractors	434	-	434	-
Travel (UK and overseas)	36	-	36	4,590
Rent, service charge, rates and insurance	11,926	-	11,926	11,249
Telephone and internet	1,192	-	1,192	1,593
Computer consumables and other costs	1,336	-	1,336	1,268
Newsletter and associated costs (75%)	6,523	-	6,523	2,042
Postage	1,390	-	1,390	878
Stationery	303	-	303	152
Photocopier	593	-	593	454
Training & Recruitment	86	-	86	25
Advertising and sundries	144	-	144	1,788
Bank Charges	1,315	-	1,315	848
Depreciation	237	-	237	316
	<b>93,851</b>	<b>233,894</b>	<b>327,745</b>	<b>327,687</b>
<u>Fundraising and publicity</u>				
Newsletter and associated costs (25%)	2,174	-	2,174	681
Trading costs	5,877	-	5,877	6,351
Wages and salaries	29,842	-	29,842	25,397
Staff pensions	3,974	-	3,974	3,544
Publicity	294	-	294	6,401
Other fundraising costs	1,066	-	1,066	6,393
	<b>43,227</b>	<b>-</b>	<b>43,227</b>	<b>48,767</b>
<u>Management and administration</u>				
Wages and salaries	1,308	-	1,308	1,288
Staff pensions	174	-	174	180
Audit and accountancy	1,200	-	1,200	1,200
Other management and administration costs	828	-	828	858
	<b>3,510</b>	<b>-</b>	<b>3,510</b>	<b>3,526</b>
<b>Total resources expended</b>	<b>140,588</b>	<b>233,894</b>	<b>374,482</b>	<b>379,980</b>

**CHILDAID to Eastern Europe**  
**DETAILED INCOME AND EXPENDITURE ACCOUNT**  
**YEAR ENDED 31 MARCH 2021**



	General Fund £	Restricted Fund £	Total 2021 £	Total 2020 £
<b>Total resources expended</b>	<b>140,588</b>	<b>233,894</b>	<b>374,482</b>	<b>379,980</b>
<b>Net incoming resources before transfers</b>	<b>144,935</b>	<b>(86,882)</b>	<b>58,053</b>	<b>(16,080)</b>
Transfers	(91,754)	91,754	-	-
<b>Net incoming resources for the year</b>	<b>53,181</b>	<b>4,872</b>	<b>58,053</b>	<b>53,542</b>
Tax on profit on ordinary activities	-	-	-	-
<b>Net movement in funds</b>	<b>53,181</b>	<b>4,872</b>	<b>58,053</b>	<b>53,542</b>
Fund balances brought forward at 1 April 2020	237,957	267,052	505,009	521,089
<b>Fund balances carried forward at 31 March 2021</b>	<b>291,138</b>	<b>271,924</b>	<b>563,062</b>	<b>574,631</b>