

Charity Registration No. 1039457

Company Registration No. 2946010 (England and Wales)

PROJECT HOPE, UNITED KINGDOM
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019

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PROJECT HOPE, UNITED KINGDOM

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	LM Cannon RG Evans K Thomson JD H Heath Dame A Chilcott Fawcett
Secretary	Ms A Block-Schlesier
Charity number	1039457
Company number	2946010
Registered office	66 Lincoln's Inn Fields London WC2A 3LH
Independent Examiners	Rickard Luckin Limited 7 Nelson Street Southend on Sea Essex SS1 1EH
Solicitors	Farrer & Co LLP 66 Lincoln's Inn Fields London WC2A 3LH

PROJECT HOPE, UNITED KINGDOM

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PROJECT HOPE, UNITED KINGDOM

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 30 JUNE 2019

The trustees present their report and financial statements for the year ended 30 June 2019.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the charity's governing document, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (as amended for accounting periods commencing from 1 January 2016)

Objectives and activities

The objects of the Charity are the advancement of medical education and the relief of sickness, affliction and physical disability of the populations of developing and less favoured countries and communities, including communities within developed industrial countries. There have been no changes in the objects since the last annual report.

When planning the activities for the year, the Directors have considered the Charity Commission's guidance on public benefit and are satisfied that the Charity's activities met the principles laid out in that guidance. The Charity aims to benefit the public in the communities with which it works by raising funds and donations for conducting health education, policy research and humanitarian assistance programmes; and to support critical health programmes and pursue long term strategies leading to improvements in the health status of vulnerable children that can be sustained after Project HOPE UK's work has been completed.

In the year to 30 June 2019, the Directors agreed that the Charity would devote its best efforts to the further development of its signature programme to transform the care and well-being of orphans and other vulnerable children in Munsieville, South Africa, aiming to create an influential "model of excellence" that can be adapted and replicated by impoverished communities worldwide.

In line with the Directors' commitment to see Project HOPE UK become an organisation with a core specialism in the health and well-being of vulnerable children in less-developed countries, efforts have been made to build on the operational successes of recent years to develop a broad-based network of local groups and individuals who are being equipped and empowered to become agents of transformational change with the aim of affording all children in the community the opportunity to emerge into adulthood as healthy, productive citizens.

Grant making policy

Project HOPE UK voluntarily agrees to work with other organisations to deliver some activities on its behalf. It does not consider unsolicited funding requests but does, from time to time, provide grants or donations of medical supplies to external charitable organisations to undertake certain humanitarian activities that are pre-determined by the Board of directors and which are in line with the strategic objectives of Project HOPE UK.

Achievements and performance

The Charity has continued to concentrate on this programme, which is now a little over eight years into a ten-year commitment. The purpose of the programme is to seek lasting and sustainable solutions to the many drivers of poor health and child mortality in townships in Southern Africa, based on broad-based community engagement. The principal location for this work is Munsieville township in Gauteng Province.

PROJECT HOPE, UNITED KINGDOM

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 30 JUNE 2019

In the first two years of implementing the programme, our local team identified six key changes that would be needed to transform Munsieville from a place of danger and hostility to the development of vulnerable children, to become a sustainable, child-friendly community in which the interests of children are prioritised. Significant progress on these six themes would equip the community to continue to effect changes to negative behaviours affecting children, whilst honouring the rich and diverse cultures of the township. The six key changes identified were:

1. Rejecting poor quality pre-school care and insisting on professional early childhood development for all infants.
2. Householders accepting personal responsibility for the safety of children within the home, eradicating the risk of fire, poisoning and other home-based hazards.
3. Creating a culture of "zero-tolerance" towards child abuse, replacing acceptance of abuse with a new culture of reporting and accountability.
4. Caregivers refusing to accept malnutrition in their children and embracing their role as pro-active agents in food security.
5. Parents/caregivers see themselves as champions of the health of the children in their care and the prime activists in accessing health services for them.
6. Rejection of dependency and a "hand-out" culture, replaced by a new belief in personal, family and community wealth creation based on the assets of the township.

Good progress has been made in respect of points 1, 2, 3 and 4. To this end, most of the human and financial resources over the period covered by this report have been devoted to the further development of point 4 and the remaining two priorities.

Addressing Child Malnutrition. The "You Grow: They Grow" initiative which is in its 3rd year has moved almost completely to Munsieville in terms of management, training and community engagement. In excess of 300 high-yield, drought-resistant food gardens, constructed according to keyhole gardening principles, have been installed to date, providing nutrient-rich fresh vegetables for 12 months in the year benefitting in excess of 1,500 children. From the dedicated Child Nutrition Centre donated by the Norton Rose Fulbright Foundation regular workshops on nutrition are offered which attracted many external stakeholders as well as the Department of Health. In June 2018 the Deutsche Bank Foundation in Sandton donated a number of new gardening tools and funded Permaculture Training delivered by the NGO 'Food and Trees for Africa'. This part of the programme is already making great steps towards sustainability as garden groups were formed and community members support each other. A recent survey conducted by us shows an increase of variety of vegetables consumed in households, compared with the baseline from 2015 as well as a much more positive attitude towards a healthier diet. Excess vegetables are being sold on the market and contribute to income generation.

Access to Healthcare Services. After the opening of Hope Park in the heart of the informal settlement, a number of 7-12 stakeholders started operating from those premises. The principal agreement is that they are not being asked for rent payments and in return offer their services to the community for free. Services include but are not limited to HIV testing and counselling, Alcohol and Substance abuse counselling and referrals, Medical Male Circumcision, Clinical Nutrition, Social Services, Oral Health, Family Planning and reproductive Health. Child vaccinations will be delivered by the Department of Health once the required formal permission is granted on district level and a reliable electricity connection is established.

The official opening of Hope Park took place in September 2017 with the Mogale City municipality present as well as relevant stakeholders, the Department of Health and representatives of the Project HOPE UK Board of Directors. Due to the high demand services started before the opening date. In May 2018 we were granted permission by the municipality to get our own electricity connection at Hope Park.

Botshabelo Child Crisis Line. This 24-hour, toll-free support line is dedicated to the children of Munsieville township and is operated by a team of volunteers, trained in "first response" and able to give immediate support and referral to over fifteen affiliated organisations offering professional services. It also greatly encourages community members to report cases personally.

PROJECT HOPE, UNITED KINGDOM

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 30 JUNE 2019

Home Safety and Resilience. In common with informal settlements throughout South Africa, Munsieville township witnessed the death and maiming of children every year because of home-based incidents, particularly fires and ingestion of paraffin. Over the year we have continued with widespread community campaigning to raise awareness of unnecessary risks and to introduce simple, low-cost measures to reduce them and mitigate their impact. The campaign, first launched in 2012, has led to a dramatic reduction in the number of reported injuries from hazards in the home and now, for several years in succession, no child fatalities because of fire were recorded.

Fhulofhelo Children's Centre and No Child Left Behind. Fhulofhelo Centre is a facility within Hope Park and was constructed in 2016. Young children who are excluded from mainstream education due to their non-South African status come to receive basic education to prepare them for schools, whilst efforts are made to obtain the documents needed to access state school services. Through the year, 34 children have been enrolled in the No Child Left Behind project, with active participation of parents. The project has proved highly successful in getting children into the school system, with 28 children from the current intake being accepted into primary school at the beginning of the next school year. With the facility being located within Hope Park, an added benefit for the children is immediate access to a range of health services which would previously have been out of reach. This part of the programme is very time consuming but has a nearly 100% success rate. It requires the special expertise of our senior case worker.

Fundraising

The Charity has been sustained through the generous and committed support of a small number of individuals, Trustees and staff members and is undertaking strenuous efforts to raise higher levels of unrestricted funding as well as project funding to cover vital aspects of the charity's operations in South Africa.

The Property Race Day approved our application for a children's sports and performance arena next to Hope Park which will complete the set up.

The Charity has moved to establish a strong fundraising function in South Africa and expects to raise a large proportion of the funds needed to cover vital services delivered in the country in future years. Liz Westby-Nunn from South Africa was appointed as a fundraising consultant in January 2018. Her brief was to explore funding opportunities and inform the Board on possible options. This was an essential step towards transitioning fundraising for South Africa into the country and many important contacts were made.

Financial review

The Trustees recognise the risks associated with operating vital services to beneficiaries whilst having very low levels of reserves, and have regular Board-level discussions to ensure that all commitments are met in the short-term, whilst urgent action is taken to secure necessary funding on a sustainable basis for the future. They continue to exercise close control of expenditure and where possible reduce the administrative costs of the Charity.

Voluntary help and donations in kind

All members of the Board gave their time freely and without charge.

We acknowledge and greatly appreciate the kind, ongoing support of GlaxoSmithKline PLC, for providing rent-free office accommodation, IT services and many other services to help the Charity keep running costs to a minimum. The Board is also indebted to students of East Tennessee State University, USA, Brunel University Uxbridge, University of the Witwatersrand, Johannesburg and Monash University South Africa for the valuable contributions they have made in the areas of public and community health and impact measurement.

PROJECT HOPE, UNITED KINGDOM

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 30 JUNE 2019

Reserves

Project Hope UK uses its resources very efficiently and effectively. This is evidenced by

1. Very low frictional costs - of each pound raised 94% is spent on direct project activities.
2. Delivering what is promised - 100% record of completing projects started even those that require multiple year implementation.
3. Putting money raised to work - Project Hope UK puts cash to work and runs with low reserves as cash sitting in our bank account is not helping to address the needs our work has identified. A key reason why this is possible and a much lower risk than for other charities is the unusually low overhead and fixed cost structure that we have which also helps us deliver 1 above. Higher levels of reserves can be carried if this is a requirement of donors.

The Trustees recognise that the income of the Charity is subject to fluctuation and is committed to building reserves in coming years to ensure services to beneficiaries are maintained. In the past year, the Charity has seen a temporary decrease of £738 in its unrestricted reserves, ending the year with a balance of £8,544 and is working to restore higher levels of reserves for the future.

Risk management

The Trustees operate a rolling risk assessment programme, with quarterly review, covering the major risks to which the Charity is exposed, including those relating to the operations, employees, volunteers and beneficiaries of the charity and, in the current circumstances, the finances of the Charity and the low levels of free reserves it carries. They are satisfied that systems are in place to mitigate exposure to major risks in the UK and in its centres of activity overseas.

Plans for future periods

The focus of the charity over the coming year will remain to be strengthening the Thoughtful Path programme, in particular:

- a. Further development of the services offered from the new Hope Park Children's Health Campus, primarily through external service providers.
- b. Expanding the reach and impact of the Child Nutrition Centre and the You Grow: They Grow vegetable garden project.
- c. Further work to promote volunteering and engagement of community members in activities to improve outcomes for vulnerable children.
- d. Develop and plan the transition period to local fundraising and ownership including a strong South African Board of Directors.

PROJECT HOPE, UNITED KINGDOM

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 30 JUNE 2019

Structure, governance and management

The charity is a company limited by guarantee and is governed by its memorandum and articles of association. It is governed by a Board of Directors who are all volunteers and required to be members of the charity.

The trustees, who are also the directors for the purpose of company law, and who served during the year are as follows;

LM Cannon

RG Evans

K Thomson

JD H Heath

GJ Doel

(Resigned 11 June 2019)

Dame A Chilcott Fawcett

No paid employees, whether in full or part time employment, can be elected to the Board. The election of members to the Board in place of those retiring takes place at the Annual General Meeting. The Directors may appoint any member to the Board to fill a casual vacancy or as an additional director. A director so appointed shall hold office only until the next Annual General Meeting when he/she shall retire and be reappointed.

When recruiting new directors, the Board makes enquiries with its Patrons and advisors, and with relevant external bodies, in a bid to attract candidates with skills and experiences appropriate to the perceived needs of the organisation at that time.

Training and mentoring is made available to directors as appropriate, to equip them to fulfil their duties in accordance with voluntary sector best practice and external requirements.

The staff team is accountable, through the Executive Director, to the Board, and is charged with the responsibility to execute the day-to-day operations of the charity in accordance with the policies, procedures and budgets approved by the Board.

The Charity has no share capital or debentures, hence there are no director interests requiring disclosure.

The trustees' report was approved by the Board of Trustees.

K Thomson

Trustee

Dated: 30 March 2020

PROJECT HOPE, UNITED KINGDOM

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 30 JUNE 2019

The trustees, who are also the directors of Project Hope, United Kingdom for the purpose 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 charity and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

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 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; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the 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 hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

PROJECT HOPE, UNITED KINGDOM

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF PROJECT HOPE, UNITED KINGDOM

I report to the trustees on my examination of the financial statements of Project Hope, United Kingdom (the charity) for the year ended 30 June 2019.

Responsibilities and basis of report

As the trustees of the charity (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006 (the 2006 Act).

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

Independent examiner's statement

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

- 1 accounting records were not kept in respect of the charity as required by section 386 of the 2006 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination; or
- 4 the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

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

Alan Worsdale

7 Nelson Street
Southend on Sea
Essex
SS1 1EH

Dated: 30 March 2020

PROJECT HOPE, UNITED KINGDOM

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 30 JUNE 2019

	Notes	Unrestricted funds 2019 £	Restricted funds 2019 £	Total 2019 £	Total 2018 £
Income and endowments from:					
Donations and legacies	3	170,576	75,183	245,759	331,036
Charitable activities	4	-	-	-	3,279
Activities for generating funds	5	2,340	-	2,340	1,466
Investments	6	2	-	2	4
Other income	7	-	-	-	4,987
Total income		172,918	75,183	248,101	340,772
Expenditure on:					
Raising funds	8	550	-	550	6,599
Charitable activities	9	170,548	106,135	276,683	302,723
Total resources expended		171,098	106,135	277,233	309,322
Net incoming/(outgoing) resources before transfers		1,820	(30,952)	(29,132)	31,450
Gross transfers between funds		(2,558)	2,558	-	-
Net (expenditure)/income for the year/ Net movement in funds		(738)	(28,394)	(29,132)	31,450
Fund balances at 1 July 2018		9,282	36,672	45,954	14,504
Fund balances at 30 June 2019		8,544	8,278	16,822	45,954

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

PROJECT HOPE, UNITED KINGDOM

BALANCE SHEET

AS AT 30 JUNE 2019

	Notes	2019 £	£	2018 £	£
Current assets					
Debtors	15	1,525		1,127	
Cash at bank and in hand		25,090		53,489	
		<u>26,615</u>		<u>54,616</u>	
Creditors: amounts falling due within one year	16	<u>(9,793)</u>		<u>(8,662)</u>	
Net current assets			16,822		45,954
			<u><u>16,822</u></u>		<u><u>45,954</u></u>
Income funds					
Restricted funds	17		8,278		36,672
Unrestricted funds			8,544		9,282
			<u>16,822</u>		<u>45,954</u>
			<u><u>16,822</u></u>		<u><u>45,954</u></u>

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 30 June 2019.

The trustees acknowledge their responsibilities for ensuring that the charity keeps accounting records which comply with section 386 of the Act and for preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its incoming resources and application of resources, including its income and expenditure, for the financial year in accordance with the requirements of sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

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

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

The financial statements were approved by the Trustees on 30 March 2020

K Thomson
Trustee

Company Registration No. 2946010

PROJECT HOPE, UNITED KINGDOM

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2019

1 Accounting policies

Charity information

Project Hope, United Kingdom is a private company limited by guarantee incorporated in England and Wales. The registered office is 66 Lincoln's Inn Fields, London, WC2A 3LH.

1.1 Accounting convention

The accounts have been prepared in accordance with the charity's governing document, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (as amended for accounting periods commencing from 1 January 2016). The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

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

1.2 Going concern

The charity is reliant upon the continued support of its donors to fund its ongoing charitable work. As indicated in the trustees' report, the trustees are taking urgent action to adjust expenditure and increase funding to ensure that the charity is able to continue as a going concern.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives unless the funds have been designated for other purposes.

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

1.4 Incoming resources

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

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

Assets for distribution are recognised only when distributed. Assets given for use by the charity are recognised when receivable. Stocks of undistributed donated goods are not valued for balance sheet purposes.

PROJECT HOPE, UNITED KINGDOM

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2019

1 Accounting policies

(Continued)

1.5 Resources expended

All expenditure is accounted for gross, and when incurred. Grants payable are accounted for when an obligation to pay has arisen; for project grants funded by restricted income this normally means when the Charity has been advised that the corresponding expenditure has been incurred or committed. Fundraising costs represent costs incurred in raising voluntary income.

Costs of generating funds are the costs associated with attracting voluntary income.

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

1.6 Cash and cash equivalents

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

1.7 Financial instruments

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

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

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

Basic financial assets

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

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction. Financial liabilities classified as payable within one year are not amortised.

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

Derecognition of financial liabilities

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

1.8 Employee benefits

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

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

PROJECT HOPE, UNITED KINGDOM

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2019

1 Accounting policies

(Continued)

1.9 Retirement benefits

The Charity operates a defined contribution pension scheme and death in service scheme for its employees. Contributions are charged to the Statement of Financial Activities as they become payable.

1.10 Leases

Rentals payable under operating leases, including any lease incentives received, are charged as an expense on a straight line basis over the term of the relevant lease.

1.11 Foreign exchange

Transactions in foreign currencies are translated into sterling at the exchange rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the closing rates at the balance sheet date and the exchange differences are included in the statement of financial activities.

2 Critical accounting estimates and judgements

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

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

3 Donations and legacies

	Unrestricted funds	Restricted funds	Total 2019	Total 2018
	£	£	£	£
Donations and gifts	134,076	75,183	209,259	294,536
Donated goods and services	36,500	-	36,500	36,500
	<u>170,576</u>	<u>75,183</u>	<u>245,759</u>	<u>331,036</u>
For the year ended 30 June 2018	<u>238,767</u>	<u>92,269</u>		<u>331,036</u>

Donated goods and services

Unrestricted donated goods and services include the estimated value of staff seconded by GSK under its "PULSE" programme and office accommodation and related services provided by GSK. The charity also benefits from unpaid volunteers including trustees but no value is recognised for these.

PROJECT HOPE, UNITED KINGDOM

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2019

4 Charitable activities

	2019 £	2018 £
BIG Lottery Fund Munsieville ICB/2/010424136	-	3,279
	<u> </u>	<u> </u>

5 Activities for generating funds

	2019 £	2018 £
Activities for generating funds	2,340	1,466
	<u> </u>	<u> </u>

6 Investments

	2019 £	2018 £
Interest receivable	2	4
	<u> </u>	<u> </u>

7 Other income

	Unrestricted funds £	Restricted funds £	Total 2019 £	Total 2018 £
Other income	-	-	-	4,987
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
For the year ended 30 June 2018	4,652	335		4,987
	<u> </u>	<u> </u>		<u> </u>

8 Raising funds

	2019 £	2018 £
<u>Fundraising and publicity</u>		
Other fundraising costs	-	396
Staff costs	550	6,203
	<u> </u>	<u> </u>
Fundraising and publicity	550	6,599
	<u> </u>	<u> </u>
	550	6,599
	<u> </u>	<u> </u>
For the year ended 30 June 2018		
Fundraising and publicity		6,599
		<u> </u>

PROJECT HOPE, UNITED KINGDOM

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2019

9 Charitable activities

	Children's Sports Arena	Munsieville-Chesham South AfricaYouth		Total 2019	Total 2018
	£	£	£	£	£
Staff costs	-	12,500	-	12,500	12,500
Direct costs	44,049	19,047	23,373	86,469	69,320
	<u>44,049</u>	<u>31,547</u>	<u>23,373</u>	<u>98,969</u>	<u>81,820</u>
Share of support costs (see note 10)	-	161,729	-	161,729	199,218
Share of governance costs (see note 10)	-	15,985	-	15,985	21,685
	<u>44,049</u>	<u>209,261</u>	<u>23,373</u>	<u>276,683</u>	<u>302,723</u>
Analysis by fund					
Unrestricted funds	-	170,548	-	170,548	
Restricted funds	44,049	38,713	23,373	106,135	
	<u>44,049</u>	<u>209,261</u>	<u>23,373</u>	<u>276,683</u>	
For the year ended 30 June 2018					
Unrestricted funds	-	231,012	-		231,012
Restricted funds	-	32,791	38,920		71,711
	<u>-</u>	<u>263,803</u>	<u>38,920</u>		<u>302,723</u>

PROJECT HOPE, UNITED KINGDOM

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2019

10 Support costs

	Support costs	Governance costs	2019	2018
	£	£	£	£
Staff costs	93,783	550	94,333	149,805
Travelling expenses	40,898	-	40,898	25,224
Insurance	498	-	498	438
Printing, postage and stationery	664	-	664	597
Sundry expenses	1,260	-	1,260	2,635
Subscriptions	344	-	344	918
Bank charges	282	-	282	1,804
Rent	24,000	-	24,000	24,000
Audit and accountancy fees	-	6,077	6,077	7,637
Legal and professional	-	425	425	575
Website and internet	-	749	749	849
Travelling expenses	-	8,184	8,184	6,421
	<u>161,729</u>	<u>15,985</u>	<u>177,714</u>	<u>220,903</u>
Analysed between				
Charitable activities	<u>161,729</u>	<u>15,985</u>	<u>177,714</u>	<u>220,903</u>

Total resources expended includes payments to the auditors of £nil (2018- £5,280) for audit fees.

11 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

PROJECT HOPE, UNITED KINGDOM

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2019

12 Employees

Number of employees

The average monthly number of employees during the year was:

	2019 Number	2018 Number
	3	10
	<u>3</u>	<u>10</u>
Employment costs	2019	2018
	£	£
Wages and salaries	100,059	155,373
Social security costs	4,404	7,872
Other pension costs	2,920	5,263
	<u>107,383</u>	<u>168,508</u>
	<u>107,383</u>	<u>168,508</u>

There were no employees who received more than £60,000.

13 Taxation

The company is a registered charity and is, therefore, exempt from taxation.

14 Financial instruments

	2019 £	2018 £
Carrying amount of financial assets		
Measured at cost	1,224	843
	<u>1,224</u>	<u>843</u>
Carrying amount of financial liabilities		
Measured at cost	8,519	8,109
	<u>8,519</u>	<u>8,109</u>

15 Debtors

	2019 £	2018 £
Amounts falling due within one year:		
Other debtors	1,224	843
Prepayments and accrued income	301	284
	<u>1,525</u>	<u>1,127</u>
	<u>1,525</u>	<u>1,127</u>

PROJECT HOPE, UNITED KINGDOM

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2019

16 Creditors: amounts falling due within one year

	2019 £	2018 £
Other taxation and social security	1,274	553
Other creditors	2,519	2,109
Accruals and deferred income	6,000	6,000
	<u>9,793</u>	<u>8,662</u>

17 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Movement in funds			
	Balance at 1 July 2018	Incoming resources	Resources expended	Transfer from unrestricted funds
	£	£	£	£
BIG Lottery Fund Munsieville				
ICB/2/010424136	434	-	(434)	-
Childrens sports arena	-	47,500	(44,882)	-
You Grow, They Grow	5,039	1,374	(753)	-
Thoughtful Path Project	8,271	26,705	(36,549)	1,573
Chesham Youth	22,928	38	(23,951)	985
	<u>36,672</u>	<u>75,617</u>	<u>(106,569)</u>	<u>2,558</u>
				<u>8,278</u>

Restricted funds are used for the following purposes:

BIG Lottery Fund Munsieville ICB/2/010424136 - To fund training courses for locals to qualify as early learning practitioners to enable education for the children of Munsieville.

Children's sports arena - To showcase the art and sports of the children in Munsieville

You Grow, They Grow - A project to promote the growth of vegetables by children and families in Munsieville, South Africa by UK families growing their own vegetables and donating money to enable families in Munsieville, South Africa to do the same.

Thoughtful Path Project - To develop the Thoughtful Path Project further in Munsieville, South Africa which enables its most vulnerable children to grow into healthy productive adults.

Chesham Youth - A project to enable a group of volunteers from Chesham Church to go out to Munsieville, South Africa to aid the charitable activities in the area.

18 Analysis of net assets between funds

	Unrestricted 2019 £	Restricted 2019 £	Total 2019 £	Total 2018 £
Fund balances at 30 June 2019 are represented by:				
Current assets/(liabilities)	8,544	8,278	16,822	45,954
	<u>8,544</u>	<u>8,278</u>	<u>16,822</u>	<u>45,954</u>

PROJECT HOPE, UNITED KINGDOM

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 JUNE 2019

19 Related party transactions

During the year, the charity received donations totalling £66,729 from Lista Makimson Cannon (2018: £50,000), one of the trustees, via Southampton Row Trust Limited trading as CAF American Donor Fund. The charity also received donations totalling £45,000 from Lista Makimson Cannon (2018: £60,000) which were donated individually. The amount outstanding at the year end was nil (2018: £nil)

The charity also received donations totalling nil from Richard Gareth Evans (2018: £19,000)

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