

Company Registration No. 05156422
Charity Registration No. 1107145

THE HCA INTERNATIONAL FOUNDATION
(A company limited by guarantee)

Report and Financial Statements
31 December 2015



The HCA International Foundation

Reference and administrative information

Charity Name	The HCA International Foundation
Charity Registration Number	1107145
Company Registration Number	05156422
Registered Office	242 Marylebone Road London NW1 6JL
Independent Examiner	Ernst & Young LLP Apex Plaza Forbury Road Reading RG1 1YE
Bankers	Barclays Bank PLC Swiss Cottage NW3 6JD

Trustees

G Glazer
M J Harding
J Loyal
M T Neeb
S E Smith
T F Pritchard

The HCA International Foundation

TRUSTEES' REPORT

The trustees present their report along with the financial statements for the charity for the year ended 31 December 2015.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing Document

The HCA International Foundation is a company limited by guarantee and was incorporated on 17 June 2004. It is governed by its Memorandum and Articles of Association dated 17 June 2004 as amended by special resolutions dated 2 November 2004 and 16 May 2005. The company was registered as a charity with the Charity Commission on 7 December 2004. In the event of the company being wound up, members are required to contribute an amount not exceeding £10.

The charity transitioned from UK GAAP to FRS 102 (The Financial Reporting Standard applicable in the UK and Republic of Ireland) as at 1 January 2014. Following rigorous analysis by management of the differences in GAAP and a review of all operations within the company, no variances in GAAP were identified which impact the statement of financial position or statement of comprehensive income. An explanation of how transition to FRS 102 has affected the reported financial position and financial performance is disclosed in note 10.

Appointment of trustees

The trustees are from a variety of professional backgrounds relevant to the work of the charity. When establishing the charity, consideration was given to the skills, input and experience needed to facilitate the achievement of its objectives.

As set out in the Articles of Association, trustees may be appointed by ordinary resolution. The power of appointment rests with the trustees.

Trustee induction and training

The trustees are familiar with the objectives of the charity. Furthermore, the trustees are encouraged to attend an external training programme covering a broad range of legal and commercial issues which will facilitate the undertaking of their role.

Organisational structure

The trustees meet regularly to review operational and strategic policy of the charity as well as to facilitate the achievement of charity objectives.

Related parties

HCA International Limited is the founder and sole member of the charity. Since incorporation, HCA International Limited has provided financial and non-financial support in order to facilitate the achievement of the charity's objectives. A summary of transactions with HCA International Limited is set out in note 5 to the financial statements.

Risk management

The trustees have conducted a review of the major risks to which the charity is exposed and are satisfied that any such risks have been identified and mitigated where necessary.

Objectives and activities

The charity's objectives and principal activities are the relief of sickness and the preservation and protection of good health by the provision of financial and other assistance for medical facilities, medical education and research in the United Kingdom and overseas.

Achievements and performance

Funds are used to provide financial assistance through the Scholarship Travelling Programme. Donations approved during the year amounted to £70,000 (2014: £70,000).

The HCA International Foundation

TRUSTEES' REPORT (CONTINUED)

FINANCIAL REVIEW

Principal funding sources

The principal funding source for the charity in 2015 was interest on bank deposits following donations from HCA International Limited in previous years.

Policy on reserves

The reserves were originally established by the Memorandum of Articles and Association and are to be invested by the trustees in furtherance of the objects of the charity.

The trustees have examined the charity's requirements for reserves. Donations are restricted to a level whereby sufficient reserves are retained to ensure the ongoing viability of the charity. This approach is subject to annual review.

Investment policy

As any income from donations received is to be donated to organisations supporting the charity's objectives, there are limited funds for long term investment. Having considered the options available, the trustees have decided to invest the reserves in an interest bearing deposit account which yields a higher rate of interest while still allowing day to day access to the funds.

Plans for future periods

In the coming year the charity will continue to raise and donate funds in pursuit of its objectives.

Independent examiners

The trustees have passed an elective resolution dispensing with the need to reappoint independent examiners annually.

For and on behalf of the board



T F Pritchard
Trustee

30 September 2016

TRUSTEES RESPONSIBILITIES IN RELATION TO THE FINANCIAL STATEMENTS

The charity's financial statements have been prepared in accordance with the Statement of Recommended Practice (SORP) 'Accounting by Charities' issued in 2014, and with applicable accounting standards in the United Kingdom.

Company law requires the trustees, as directors of the company, to prepare financial statements for each financial year which give a true and fair view of the charity's financial activities during the year and of its financial position at the end of the year. In preparing those financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable 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 as it is considered appropriate to presume that the charity will continue in operation.

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

The HCA International Foundation

INDEPENDENT EXAMINER'S REPORT

to the members of The HCA International Foundation

I report on the accounts of the charity for the year ended 31 December 2015, which are set out on pages 6 to 13.

This report is made solely to the trustees, as a body. The examination has been undertaken so that we might state to the trustees those matters that are required to be stated in an examiner'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 charity and the trustees as a body, for this examination, for this report, or for the statements made.

Respective responsibilities of trustees and independent examiner

The trustees (who are also the directors of the company for the purposes of company law) are responsible for the preparation of the accounts. The trustees consider that an audit is not required for this year under Companies Act 2006 or section 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed.

Having satisfied myself that the charity is not subject to audit under company law and is eligible for independent examination, 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 386 of the Companies Act 2006; and
 - to prepare accounts which accord with the accounting records, comply with the accounting requirements of section 396 of the Companies Act 2006 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.

Ernst & Young LLP

Ian Oliver
For and on behalf of Ernst & Young LLP
Institute of Chartered Accountants in England and Wales
Reading

30 September 2016

The HCA International Foundation

STATEMENT OF FINANCIAL ACTIVITIES

(including Income and Expenditure account)

for the year ended 31 December 2015

		2015 <i>Total unrestricted funds</i>	2014 <i>Total unrestricted funds</i>
	<i>Notes</i>	£	£
INCOME			
Incoming resources from generating funds:			
Activities for generating funds:			
Investment income	2	320	2,216
TOTAL INCOME		<u>320</u>	<u>2,216</u>
EXPENDITURE			
Charitable expenditure:			
Donations payable in furtherance of the charity's objectives	3	70,000	70,000
Resources expended on managing and administering the charity	4	12,190	14,100
TOTAL EXPENDITURE		<u>82,190</u>	<u>84,100</u>
NET EXPENDITURE AND NET MOVEMENT IN FUNDS FOR THE YEAR		(81,870)	(81,884)
RECONCILIATION OF FUNDS			
TOTAL FUNDS BROUGHT FORWARD		249,892	331,776
TOTAL FUNDS CARRIED FORWARD	9	<u>168,022</u>	<u>249,892</u>

The statement of financial activities includes all gains and losses in the year. All incoming resources and resource expenditure derive from continuing activities.

The HCA International Foundation

STATEMENT OF FINANCIAL POSITION

at 31 December 2015

	Notes	2015 £	2014 £
CURRENT ASSETS			
Debtors: amounts falling due within one year	7	481	2,206
Cash at bank and in hand		239,123	304,087
		<u>239,604</u>	<u>306,292</u>
CREDITORS: amounts falling due within one year	8	<u>(71,582)</u>	<u>(56,400)</u>
NET CURRENT ASSETS		168,022	249,892
NET ASSETS		<u>168,022</u>	<u>249,892</u>
The funds of the charity:			
General funds	9	168,022	249,892
TOTAL CHARITY FUNDS		<u>168,022</u>	<u>249,892</u>

For the year ended 31 December 2015, the charity was entitled to exemption under section 477(1) of the Companies Act 2006. No members have required the charity to obtain an audit of its financial statements for the year in question in accordance with 476(1) to (3).

The trustees acknowledge their responsibility for:

- i) Ensuring the charity keeps accounting records which comply with section 386; and
- ii) Preparing accounts which give a true and fair view of the state of affairs of the charity as at the end of the accounting year and its income and expenditure for the financial year in accordance with section 396, and which otherwise comply with the requirements of the Companies Act relating to accounts so far as applicable to the charity.



T F Pritchard

Trustee

30 September 2016

The HCA International Foundation

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

at 31 December 2015

1. ACCOUNTING POLICIES

Statement of compliance

The HCA International Foundation is a company (and registered charity) limited by guarantee incorporated in England.

The charity's financial statements have been prepared in accordance with: 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 – (Charities SORP (FRS102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Basis of preparation

The financial statements of HCA International Foundation for the year ended 31 December 2015 were authorised for issue by the Board of Trustees on 30 September 2016.

The financial statements are prepared in sterling which is the functional currency of the company, and rounded to the nearest £'000.

The charity has early adopted The Companies Partnerships and Groups (Accounts and Reports) Regulations 2015 (SI 20151980) the Update bulletin 1 amending the Charities SORP (FRS102) and the July 2015 amendments to RFS 102.

The charity has taken advantage of the following disclosure exemptions under FRS 102:

- (a) the requirements of section 4 *Statement of Financial Position* paragraph 4.12 (a)(iv)
- (b) the requirements of Section 7 *Statement of Cash Flows* and Section 3 *Financial Statement Presentation* paragraph 3.17
- (c) the requirements of Section 11 *Basic Financial Instruments* paragraphs 11.39 to 11.48A and Section 12 *Other Financial Instrument Issues* paragraphs 12.26 to 12.29
- (d) the requirement of Section 33 *Related Party Disclosures* paragraph 33.7

Basis of measurement

The financial statements have been prepared on the historical cost basis.

Going concern

No material uncertainties that cast significant doubt about the ability of the charity to continue as a going concern have been identified by the trustees. On the basis of their assessment of the charity's financial position, the trustees have a reasonable expectation that the charity will be able to continue in operational existence for the foreseeable future. Therefore they continue to adopt the going concern basis of accounting in preparing the annual financial statements.

Significant accounting policies

Income

Resources are recognised on a receivable basis. No incoming resources have been deferred and all incoming resources are stated gross of expenditure.

Expenditure

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

Donations are accounted for in the year in which they are authorised by the trustees.

Management and administration costs include those costs associated with meeting the constitutional and statutory requirements of the charity. The trustees do not consider the charity to have any support costs.

The HCA International Foundation

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

at 31 December 2015

1. ACCOUNTING POLICIES (CONTINUED)

Significant accounting policies

Funds

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

The charity does not hold any restricted funds.

Cash and cash equivalents

Cash and cash equivalents in the balance sheet comprise cash at banks and in hand and short term deposits with an original maturity of three months or less.

Income

Resources are recognised on a receivable basis. No incoming resources have been deferred and all incoming resources are stated gross of expenditure.

Expenditure

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

Donations are accounted for in the year in which they are authorised by the trustees.

Management and administration costs include those costs associated with meeting the constitutional and statutory requirements of the charity. The trustees do not consider the charity to have any support costs.

Funds

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

The charity does not hold any restricted funds.

Cash and cash equivalents

Cash and cash equivalents in the balance sheet comprise cash at banks and in hand and short term deposits with an original maturity of three months or less.

2. INVESTMENT INCOME

	2015	2014
	£	£
Interest on bank deposits	320	2,216
	<u>320</u>	<u>2,216</u>

The HCA International Foundation

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

at 31 December 2015

3. DONATIONS PAYABLE

The amounts payable in the year comprised:

	2015	2014
	£	£
Donations payable	70,000	70,000
	<u>70,000</u>	<u>70,000</u>
Reconciliation of donations payable:		
Commitments at 1 January	54,000	36,500
Commitments made during the year	70,000	70,000
Commitments cancelled during the year	-	-
Commitments paid during the year	(55,200)	(52,500)
	<u>68,800</u>	<u>54,000</u>
Commitments at 31 December (note 8)		

All commitments as at 31 December 2015 and at 31 December 2014 were due within one year.
The commitments made during the year were as follows:

	2015 Donations to individuals £
Analysis of donations:	
Asit Arora	6,000
Adam Brown	5,000
Belinda Crowe	1,500
Sherif El-Tawil	7,000
Simon Fung	7,000
Girish Ganesha-Babu	7,000
Laurence Glancz	5,000
Ioannis Goutos	3,000
William Lo	5,000
Ian Hu-Liang Low	2,700
Omar Pathmanaban	4,500
Gokularaj Ratnarajan	7,500
Victoria Wykes	1,800
Gareth Wynn	7,000
	<u>70,000</u>

The HCA International Foundation

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

at 31 December 2015

4. RESOURCES EXPENDED ON MANAGING AND ADMINISTERING THE CHARITY

	2015	2014
	£	£
Insurance	641	680
Website design fees	2,950	1,783
Accountant fees	3,144	2,460
Travelling Scholarship Programme	5,100	8,555
Bank charges	319	484
Interest payable	-	138
Legal fees	36	
	<u>12,190</u>	<u>14,100</u>

5. RELATED PARTY TRANSACTIONS AND TRUSTEE REMUNERATION

The HCA International Foundation benefits from the use of a number of facilities and human resources provided by HCA International Limited for which £nil consideration is paid.

S E Smith, a Trustee, received payment for administrative support services during the year of £5,100 (2014: £5,000).

The other charity trustees were not paid or reimbursed expenses during the year and no other charity trustee received any emolument or payment for professional or other services.

6. INDEMNITY INSURANCE

Charity funds were used for the purchase of insurance to indemnify the charity against loss arising from any claims made against the charity by reason of a wrongful act committed by the charity or its trustees to a maximum of £1,000,000.

7. DEBTORS: amounts falling due within one year

	2015	2014
	£	£
Interest income receivable	-	1,724
Prepaid expenses	481	482
	<u>481</u>	<u>2,206</u>

8. CREDITORS: amounts falling due within one year

	2015	2014
	£	£
Donations authorised but not paid (note 3)	68,800	54,000
Other creditors and accruals	2,782	2,400
	<u>71,582</u>	<u>56,400</u>

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

at 31 December 2015

9. FUNDS

At the balance sheet date, the funds of The HCA International Foundation were all unrestricted funds which were available for use at the discretion of the trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

10. TRANSITION TO FRS 102

The charity transitioned to Section 1a FRS 102 from previously extant UK GAAP as at 1 January 2014. Following rigorous analysis by the trustees of the differences in GAAP and a review of all operations within the charity, no variances in GAAP were identified which impact the balance sheet or statement of financial activities.

Additional disclosures have been presented in accordance with the new standard and numbers for the comparatives have been presented where required.