

Company Registration No. 05156422

Charity Registration No. 1107145

THE HCA INTERNATIONAL FOUNDATION

(A company limited by guarantee)

Report and Financial Statements

31 December 2016

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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

Our advisors

Independent Examiner	Ernst & Young LLP Apex Plaza Forbury Road Reading RG1 1YE
Bankers	Barclays Bank PLC Swiss Cottage NW3 6JD

Directors and Trustees

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

The HCA International Foundation

REPORT OF THE TRUSTEES

for the year ending 31 December 2016

The trustees present their report along with the financial statements for the charity for the year ended 31 December 2016.

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.

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 £70,500 (2015: £70,000).

The HCA International Foundation

REPORT OF THE TRUSTEES

for the year ending 31 December 2016 (continued)

FINANCIAL REVIEW

Principal funding sources

The principal funding source for the charity in 2016 was charitable donations received from The Welton Foundation of £50,000 which was matched by donations totalling £50,000 from HCA International Limited

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.

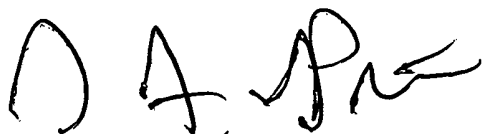
Plans for future periods

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.

By order of the board of trustees



T F Pritchard
Trustee

27 September 2017

Company Registration No. 05156422

TRUSTEES RESPONSIBILITIES IN RELATION TO THE FINANCIAL STATEMENTS

The charity trustees are responsible for preparing a trustees annual report and financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the charity trustees to prepare financial statements for each 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 those 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;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business

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 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.

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 2016, which are set out on pages 6 to 12.

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

29 September 2017

The HCA International Foundation

STATEMENT OF FINANCIAL ACTIVITIES

(including income and expenditure account)

for the year ended 31 December 2016

	Notes	Unrestricted Funds £	Restricted Funds £	Total funds 2016 £	Total funds 2015 £
INCOME					
Donations and legacies	2	100,000	-	100,000	-
Income from investments	3	-	-	-	320
TOTAL INCOME		<u>100,000</u>	<u>-</u>	<u>100,000</u>	<u>320</u>
EXPENDITURE					
Donations payable in furtherance of the charity's objectives	4	70,500	-	70,500	70,000
Expenditure on managing and administering the charity	5	12,216	-	12,216	12,190
TOTAL EXPENDITURE		<u>82,716</u>	<u>-</u>	<u>82,716</u>	<u>82,190</u>
NET EXPENDITURE AND NET MOVEMENT IN FUNDS FOR THE YEAR		17,284	-	17,284	(81,870)
RECONCILIATION OF FUNDS					
TOTAL FUNDS BROUGHT FORWARD		168,022	-	168,022	249,892
TOTAL FUNDS CARRIED FORWARD	9	<u>185,306</u>	<u>-</u>	<u>185,306</u>	<u>168,022</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 2016

	Notes	2016 £	2015 £
CURRENT ASSETS			
Debtors	7	50,505	481
Cash at bank and in hand		205,831	239,123
TOTAL CURRENT ASSETS		<u>256,336</u>	<u>239,604</u>
LIABILITIES			
Creditors falling due within one year	8	<u>(71,030)</u>	<u>(71,582)</u>
NET CURRENT ASSETS		<u>185,306</u>	<u>168,022</u>
NET ASSETS		<u><u>185,306</u></u>	<u><u>168,022</u></u>
THE FUNDS OF THE CHARITY:			
General funds	9	185,306	168,022
TOTAL CHARITY FUNDS		<u><u>185,306</u></u>	<u><u>168,022</u></u>

The notes at pages 8 to 11 form part of these financial statements

For the year ended 31 December 2016, the charity was entitled to exemption from audit 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

24 September 2017

The HCA International Foundation

STATEMENT OF CASH FLOWS

for the year ended 31 December 2016

	<i>Notes</i>	<i>2016</i> £	<i>2015</i> £
NET CASH OUTFLOW FROM OPERATING ACTIVITIES	<i>12</i>	(33,292)	(65,284)
INVESTING ACTIVITIES			
Interest income		-	320
NET CASH FLOW FROM INVESTING ACTIVITIES		-	320
DECREASE IN CASH AND CASH EQUIVALENTS		(33,292)	(64,964)
MOVEMENT IN CASH AND CASH EQUIVALENTS		(33,292)	(64,964)
CASH AND CASH EQUIVALENTS AT 1 JANUARY		239,123	304,087
CASH AND CASH EQUIVALENTS AT 31 DECEMBER		205,831	239,123

NOTES TO THE FINANCIAL STATEMENTS

at 31 December 2016

1. ACCOUNTING POLICIES

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

Statement of compliance

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015) – (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

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

Basis of preparation

The financial statements of HCA International Foundation for the year ended 31 December 2016 were authorised for issue by the Board of Trustees on ²⁴ September 2017.

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

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 11 *Basic Financial Instruments* paragraphs 11.39 to 11.48A and Section 12 *Other Financial Instrument Issues* paragraphs 12.26 to 12.29
- (c) 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

Income is recognised when the charity has entitlement to the funds, any performance conditions attached to the item(s) of income have been met, it is probable that the income will be received and the amount can be measured reliably. No incoming resources have been deferred and all incoming resources are stated gross of expenditure.

Donations and legacies

Charitable contributions are recognised on a receivable basis and are not deferred to future periods.

Income from investments

Investment income comprises interest receivable and is recognised when receivable and the amount can be measured reliably by the charity, this is normally upon notification of the interest paid or payable by the bank.

The HCA International Foundation

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

at 31 December 2016

1. ACCOUNTING POLICIES (CONTINUED)

Significant accounting policies (continued)

Expenditure and irrecoverable VAT

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably. Expenditure is classified under the following headings:

- Donations payable in furtherance of the charity's objectives
- Resources expended on managing and administering the charity

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.

Fund accounting

Unrestricted funds are available to spend on activities that further any of the purposes of the charity. General funds are unrestricted funds of the charity which the trustees have decided at their discretion to set aside for a specific purpose. Restricted funds are donations which the donor has specified are to be solely used for particular areas of the charity's work or for specific projects being undertaken by the charity.

The charity does not currently hold any restricted funds.

Cash at bank and in hand

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

Financial instruments

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

2. DONATIONS AND LEGACIES

	2016	2015
	£	£
Donations received	50,000	-
Donations receivable from HCA International Limited	50,000	-
	<u>50,000</u>	<u>-</u>

On 1 June 2016 The Welton Foundation, a registered charity donated £50,000 to HCA International Foundation to be utilised in the furtherance of the charity's objectives. This amount was matched by HCA International Limited under the terms of the funding arrangement and is included in debtors (*Note 7*). These amounts have been assigned to unrestricted funds.

3. INCOME FROM INVESTMENTS

	2016	2015
	£	£
Interest on bank deposits	-	320
	<u>-</u>	<u>320</u>

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

at 31 December 2016

4. DONATIONS PAYABLE

The amounts payable in the year comprised:

	2016 £	2015 £
Donations payable	70,500	70,000
	<u>70,500</u>	<u>70,000</u>
Reconciliation of donations payable:		
Commitments at 1 January	68,800	54,000
Commitments made during the year	70,500	70,000
Commitments paid during the year	(71,500)	(55,200)
Commitments at 31 December (note 8)	<u>67,800</u>	<u>68,800</u>

All commitments as at 31 December 2016 and at 31 December 2015 were due within one year.

Commitments awarded to individuals were as follows:

	2016 £		2015 £
Analysis of donations:		Analysis of donations:	
Kostantintos Doufekas*	(1,500)	Asit Arora	6,000
Andrew Alalade	5,000	Adam Brown	5,000
Moataz El-Husseiny	7,000	Belinda Crowe	1,500
Mansur Halai	5,000	Sherif El-Tawil	7,000
Christopher Hill	4,000	Simon Fung	7,000
Manish Kalla	4,000	Girish Ganesha-Babu	7,000
Anthony Li	5,000	Laurence Glancz	5,000
Paul Nankivell	7,000	Ioannis Goutos	3,000
Bao Nguyen	3,000	William Lo	5,000
Alexander Nicholls	6,000	Ian Hu-Liang Low	2,700
Olufemi Oshin	4,000	Omar Pathmanaban	4,500
Andrew Robson	4,000	Gokularaj Ratnarajan	7,500
Jennifer Robson	4,000	Victoria Wykes	1,800
Neil Tan	5,000	Gareth Wynn	7,000
John Weston-Simons	4,000		
Thomas White	5,000		
	<u>70,500</u>		<u>70,000</u>

*During the year £1,500 was credited to donations payable in respect of donations not fully granted for Konstinos Doufekas in 2014.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

at 31 December 2016

5. EXPENDITURE ON MANAGING AND ADMINISTERING THE CHARITY

	2016	2015
	£	£
Insurance	650	641
Printing and subscriptions	3,751	2,950
Independent Examiner fees	2,640	3,144
Consultancy fees	5,000	5,100
Bank charges	140	319
Legal fees	35	36
	<u>12,216</u>	<u>12,190</u>

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

	2016	2015
	£	£
Funding due from HCA International Limited	50,000	-
Prepaid expenses	505	481
	<u>50,505</u>	<u>481</u>

Under the terms of the funding arrangement with The Welton Foundation, HCA International Limited has agreed to match all contributions made by The Welton Foundation. £50,000 is included in debtors above for amounts due from HCA International Limited in respect of contributions made by The Welton Foundation on 1 June 2016 (*note 2*).

8. CREDITORS: amounts falling due within one year

	2016	2015
	£	£
Donations authorised but not paid (<i>note 4</i>)	67,800	68,800
Other creditors and accruals	3,230	2,782
	<u>71,030</u>	<u>71,582</u>

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

at 31 December 2016

9. ANALYSIS OF CHARITABLE FUNDS

Analysis of movements in unrestricted funds

	<i>1 January 2016</i>	<i>Income</i>	<i>Expenditure</i>	<i>31 December 2016</i>
	£	£	£	£
General fund	168,022	100,000	(82,716)	185,306
	<u>168,022</u>	<u>100,000</u>	<u>(82,716)</u>	<u>185,306</u>

Analysis of movements in unrestricted funds – previous year

	<i>1 January 2015</i>	<i>Income</i>	<i>Expenditure</i>	<i>31 December 2015</i>
	£	£	£	£
General fund	249,892	320	(82,190)	168,022
	<u>249,892</u>	<u>320</u>	<u>(82,190)</u>	<u>168,022</u>

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. CORPORATION TAXATION

The charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or Section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects

11. 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 £5,000 (2015: £5,100).

Included in debtors is £50,000 for amounts due from HCA International Limited under the matching arrangement with The Welton Foundation. This amount was received on 1 January 2017.

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.

12. RECONCILIATION OF NET MOVEMENT IN NET FUNDS TO NET CASHFLOW FROM OPERATING ACTIVITIES

	<i>2016 £</i>	<i>2015 £</i>
Net income \ (expenditure) and net movement in funds	17,284	(81,870)
Deduct interest income shown in investing activities	-	(320)
Increase \ (decrease) in debtors	(50,024)	1,725
(Decrease) \ increase in creditors	(552)	15,181
Net cash used in operating activities	<u>(33,292)</u>	<u>(65,284)</u>

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

at 31 December 2016

13. EVENTS AFTER THE END OF THE REPORTING PERIOD

In addition to donations received during the year, during 2017 The Welton Foundation donated a further £50,000 to HCA International Foundation which was again matched by £50,000 from HCA International Limited.

There were no other significant events affecting the charity since the end of the reporting period.