

COMPANY REGISTRATION NUMBER: NI030093  
CHARITY REGISTRATION NUMBER: NI103945

**Frontline Development  
Company Limited by Guarantee  
Unaudited Financial Statements  
31 October 2017**



**AUBREY CAMPBELL & COMPANY**

Chartered Accountants  
631 Lisburn Road  
Belfast  
BT9 7GT

**Frontline Development**  
**Company Limited by Guarantee**  
**Financial Statements**  
**Year ended 31 October 2017**

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**Frontline Development**  
**Company Limited by Guarantee**  
**Trustees' Annual Report (Incorporating the Director's Report)**  
**Year ended 31 October 2017**

The trustees, who are also the directors for the purposes of company law, present their report and the unaudited financial statements of the charity for the year ended 31 October 2017.

**Reference and administrative details**

<b>Registered charity name</b>	Frontline Development
<b>Charity registration number</b>	NI103945
<b>Company registration number</b>	NI030093
<b>Principal office and registered office</b>	6 Lambert Avenue Dundonald Belfast BT16 1LE

**The trustees**

Mr A George  
Mr T McDowell  
Mrs A McDowell  
Mr H Jervis  
Mr P Betts

<b>Company secretary</b>	Mrs A McDowell
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<b>Accountants</b>	Aubrey Campbell & Company Chartered Accountants 631 Lisburn Road Belfast BT9 7GT
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**Structure, governance and management**

The company is limited by guarantee and has no share capital. It is recognised as a charity by HM Revenue and Customs and is registered with the Charities Commission.

**Objectives and activities**

The Charity's objects ("Objects") are the alleviation and relief of poverty and hardship of, and the promotion of education and health among, children and young adults in India and such other developing countries as may seem appropriate from time to time by: (i) providing financial support to build schools, employ teaching and support staff, purchase uniforms, books and materials, provide food and medical care in a caring and secure environment; (ii) provide training and other support services; (iii) provide small grants for further training and micro finance to assist the establishment of small enterprises.

The charity trustees confirm due regard has been paid to the public benefit guidance published by the Charity Commission for Northern Ireland.

# **Frontline Development**

## **Company Limited by Guarantee**

### **Trustees' Annual Report (Incorporating the Director's Report) *(continued)***

**Year ended 31 October 2017**

#### **Achievements and performance**

We have continued to maintain our sponsorship programme supporting children and teenagers in full time education through our partnership with UCCI (United Christian Church of India). During the year we received on-going reports and financial information to maintain accountability. A small team of supporters made an accompanied visit to the projects in November 2016 and Alan George made an individual visit to our projects in India and Sri Lanka in February 2017. During the year we launched a pilot training scheme in technical skills in the Hyderabad school. This has offered training in computers, embroidery, welding and building skills and has been well received by students and staff.

We continued to maintain good communication with our supporters through sending updates on their sponsored young person. We carried out a number of small fund-raising activities during the year to raise additional funds.

#### **Financial review**

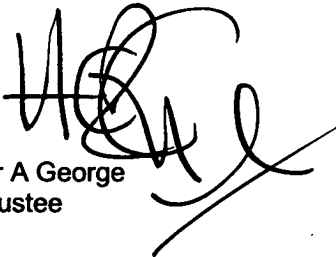
There has been a decrease in our overall income to £77,357 (2016 £81,723). A surplus of £10,058 arose in the year.

#### **Small company provisions**

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

The trustees' annual report was approved on 17/07/18 and signed on behalf of the board of trustees by:

Mr A George  
Trustee



# **Frontline Development**

## **Company Limited by Guarantee**

### **Independent Examiner's Report to the Trustees of Frontline Development**

**Year ended 31 October 2017**

I report to the trustees on my examination of the financial statements of Frontline Development ('the charity') for the year ended 31 October 2017.

#### **Responsibilities and basis of report**

As the trustees of the company (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 Charities Act (Northern Ireland) 2008 (the '2008 Act') and the Companies Act 2006 ('the 2006 Act'). You are satisfied that the accounts of the company are not required by charity or company law to be audited and have chosen instead to have an independent examination.

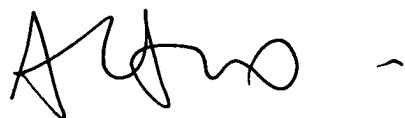
Having satisfied myself that the accounts of the company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the charity's financial statements as carried out under section 65 of the 2008 Act. In carrying out my examination I have followed the general Directions given by the Charity Commission for Northern Ireland under section 65(9)(b) of the 2008 Act.

#### **Independent examiner's statement**

I have completed my examination. I confirm that no matters have come to my attention in connection with my 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 confirm that there are no other matters to which your attention should be drawn to enable a proper understanding of the accounts to be reached.



**AUBREY CAMPBELL & COMPANY**  
Chartered Accountants

631 Lisburn Road  
Belfast  
BT9 7GT

**Frontline Development**  
**Company Limited by Guarantee**  
**Statement of Financial Activities**  
**(including income and expenditure account)**

**31 October 2017**

			2017		2016
	Note	Unrestricted funds £	Restricted funds £	Total funds £	Total funds £
<b>Income and endowments</b>					
Donations and legacies	5	11,758	60,308	72,066	80,104
Charitable activities	6	5,265	—	5,265	1,594
Investment income	7	26	—	26	25
<b>Total income</b>		<u>17,049</u>	<u>60,308</u>	<u>77,357</u>	<u>81,723</u>
<b>Expenditure</b>					
Expenditure on charitable activities	8,9	15,249	52,051	67,299	93,133
<b>Total expenditure</b>		<u>15,249</u>	<u>52,051</u>	<u>67,299</u>	<u>93,133</u>
<b>Net income/(expenditure) and net movement in funds</b>		<u>1,800</u>	<u>8,257</u>	<u>10,058</u>	<u>(11,410)</u>
<b>Reconciliation of funds</b>					
Total funds brought forward		20,494	425	20,919	32,329
<b>Total funds carried forward</b>		<u>22,294</u>	<u>8,682</u>	<u>30,976</u>	<u>20,919</u>

The statement of financial activities includes all gains and losses recognised in the year.  
All income and expenditure derive from continuing activities.

The notes on pages 6 to 13 form part of these financial statements.

**Frontline Development**  
**Company Limited by Guarantee**  
**Statement of Financial Position**  
**31 October 2017**

		2017		2016
		£	£	£
<b>Fixed assets</b>				
Tangible fixed assets	15		830	—
<b>Current assets</b>				
Debtors	16	2,755		3,343
Cash at bank and in hand		28,591		18,459
		<u>31,346</u>		<u>21,802</u>
<b>Creditors: amounts falling due within one year</b>	17	<u>1,200</u>		<u>883</u>
<b>Net current assets</b>			<u>30,146</u>	<u>20,919</u>
<b>Total assets less current liabilities</b>			<u>30,976</u>	<u>20,919</u>
<b>Net assets</b>			<u><u>30,976</u></u>	<u><u>20,919</u></u>
<b>Funds of the charity</b>				
Restricted funds			9,432	425
Unrestricted funds			21,544	20,494
<b>Total charity funds</b>	18		<u><u>30,976</u></u>	<u><u>20,919</u></u>

For the year ending 31 October 2017 the charity 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 financial statements for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

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

These financial statements were approved by the board of trustees and authorised for issue on 17/07/18 and are signed on behalf of the board by:

  
Mr A George  
Trustee

The notes on pages 6 to 13 form part of these financial statements.

**Frontline Development**  
**Company Limited by Guarantee**  
**Notes to the Financial Statements**  
**Year ended 31 October 2017**

**1. General information**

The charity is a private company limited by guarantee, registered in Northern Ireland and a registered charity in Northern Ireland. The address of the registered office is 6 Lambert Avenue, Dundonald, Belfast, BT16 1LE.

**2. Statement of compliance**

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Charities Act (Northern Ireland) 2008.

**3. Accounting policies**

**Basis of preparation**

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

**Going concern**

There are no material uncertainties about the charity's ability to continue.

**Transition to FRS 102**

The entity transitioned from previous UK GAAP to FRS 102 as at 1 November 2015. Details of how FRS 102 has affected the reported financial position and financial performance is given in note 21.

**Judgements and key sources of estimation uncertainty**

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

**Fund accounting**

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.



**Frontline Development  
Company Limited by Guarantee**

**Notes to the Financial Statements *(continued)***

**Year ended 31 October 2017**

**3. Accounting policies *(continued)***

**Incoming resources**

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

**Resources expended**

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

**Tangible assets**

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

# **Frontline Development**

## **Company Limited by Guarantee**

### **Notes to the Financial Statements *(continued)***

**Year ended 31 October 2017**

#### **3. Accounting policies *(continued)***

##### **Tangible assets *(continued)***

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

##### **Depreciation**

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Equipment - 20% reducing balance

##### **Impairment of fixed assets**

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

##### **Financial Instruments**

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

# Frontline Development

## Company Limited by Guarantee

### Notes to the Financial Statements *(continued)*

Year ended 31 October 2017

#### 3. Accounting policies *(continued)*

##### Financial instruments *(continued)*

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

#### 4. Limited by guarantee

The company is limited by guarantee and has no share capital. It is recognised as a charity by HM Revenue and Customs and is registered with the Charities Commission.

#### 5. Donations and legacies

	Unrestricted Funds £	Restricted Funds £	Total Funds 2017 £
<b>Donations</b>			
General giving	11,758	49,000	<b>60,758</b>
Gift Aid	–	11,308	<b>11,308</b>
	<u>11,758</u>	<u>60,308</u>	<u><b>72,066</b></u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2016 £
<b>Donations</b>			
General giving	19,320	49,904	69,224
Gift Aid	–	10,880	10,880
	<u>19,320</u>	<u>60,784</u>	<u>80,104</u>

# Frontline Development

## Company Limited by Guarantee

### Notes to the Financial Statements *(continued)*

Year ended 31 October 2017

#### 6. Charitable activities

	Unrestricted Funds	Total Funds 2017	Unrestricted Funds	Total Funds 2016
	£	£	£	£
Travel income	<u>5,265</u>	<u>5,265</u>	<u>1,594</u>	<u>1,594</u>

#### 7. Investment income

	Unrestricted Funds	Total Funds 2017	Unrestricted Funds	Total Funds 2016
	£	£	£	£
Bank interest receivable	<u>26</u>	<u>26</u>	<u>25</u>	<u>25</u>

#### 8. Expenditure on charitable activities by fund type

	Unrestricted Funds	Restricted Funds	Total Funds 2017
	£	£	£
Mission support	4,502	52,051	56,552
Support costs	<u>10,747</u>	<u>—</u>	<u>10,747</u>
	<u>15,249</u>	<u>52,051</u>	<u>67,299</u>

	Unrestricted Funds	Restricted Funds	Total Funds 2016
	£	£	£
Mission support	16,412	69,334	85,746
Support costs	<u>7,387</u>	<u>—</u>	<u>7,387</u>
	<u>23,799</u>	<u>69,334</u>	<u>93,133</u>

#### 9. Expenditure on charitable activities by activity type

	Activities undertaken directly	Support costs	Total funds 2017	Total fund 2016
	£	£	£	£
Mission support	56,552	9,560	66,112	92,207
Governance costs	<u>—</u>	<u>1,187</u>	<u>1,187</u>	<u>926</u>
	<u>56,552</u>	<u>10,747</u>	<u>67,299</u>	<u>93,133</u>

**Frontline Development**  
**Company Limited by Guarantee**  
**Notes to the Financial Statements** *(continued)*  
**Year ended 31 October 2017**

**10. Analysis of support costs**

	Analysis of support costs activity 1	Total 2017	Total 2016
	£	£	£
General office	2,125	<b>2,125</b>	996
Governance costs	1,187	<b>1,187</b>	926
Support costs - Other costs	7,435	<b>7,435</b>	21,877
	<u>10,747</u>	<u><b>10,747</b></u>	<u>23,799</u>

**11. Net income/(expenditure)**

Net income/(expenditure) is stated after charging/(crediting):

	2017	2016
	£	£
Depreciation of tangible fixed assets	<u><b>207</b></u>	<u>—</u>

**12. Independent examination fees**

	2017	2016
	£	£
Fees payable to the independent examiner for: Independent examination of the financial statements	<u><b>1,187</b></u>	<u>926</u>

**13. Staff costs**

The charity has no staff. (2016 nil).

**14. Trustee remuneration and expenses**

No remuneration or other benefits from employment with the charity or a related entity were received by the trustees. Mr Alan George, a trustee of the charity received £6,000 in Management Fees.

**Frontline Development**  
**Company Limited by Guarantee**

**Notes to the Financial Statements (continued)**

**Year ended 31 October 2017**

**15. Tangible fixed assets**

	Equipment £	Total £
<b>Cost</b>		
At 1 November 2016	—	—
Additions	1,037	1,037
<b>At 31 October 2017</b>	<u>1,037</u>	<u>1,037</u>
<b>Depreciation</b>		
At 1 November 2016	—	—
Charge for the year	207	207
<b>At 31 October 2017</b>	<u>207</u>	<u>207</u>
<b>Carrying amount</b>		
<b>At 31 October 2017</b>	<u>830</u>	<u>830</u>
At 31 October 2016	—	—

**16. Debtors**

	2017 £	2016 £
Other debtors	<u>2,755</u>	<u>3,343</u>

**17. Creditors: amounts falling due within one year**

	2017 £	2016 £
Accruals and deferred income	<u>1,200</u>	<u>883</u>

**18. Analysis of charitable funds**

**Unrestricted funds**

	At 1 November 2016 £	Income £	Expenditure £	Transfers £	At 31 October 2017 £
General funds	<u>20,494</u>	<u>17,049</u>	<u>(15,249)</u>	<u>(750)</u>	<u>21,544</u>

**Restricted funds**

	At 1 November 2016 £	Income £	Expenditure £	Transfers £	At 31 October 2017 £
Child Sponsorship	112	57,044	(49,373)	750	8,533
Israel	68	1,562	(1,406)	—	224
HIV Clinic	245	1,702	(1,272)	—	675
	<u>425</u>	<u>60,308</u>	<u>(52,051)</u>	<u>750</u>	<u>9,432</u>

# Frontline Development

## Company Limited by Guarantee

### Notes to the Financial Statements *(continued)*

Year ended 31 October 2017

#### 19. Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	Total Funds 2017 £	Total Funds 2016 £
Tangible fixed assets	830	–	830	–
Current assets	21,914	9,433	31,347	21,802
Creditors less than 1 year	(1,200)	–	(1,200)	(883)
<b>Net assets</b>	<u>21,544</u>	<u>9,433</u>	<u>30,977</u>	<u>20,919</u>

#### 20. Financial instruments

For financial instruments measured at fair value, the basis for determining fair value must be disclosed. When a valuation technique is used, the assumptions applied in determining fair value for each class of financial assets or financial liabilities must be disclosed. If a reliable measure of fair value is no longer available for ordinary or preference shares measured at fair value through profit or loss, this must also be disclosed.

#### 21. Transition to FRS 102

These are the first financial statements that comply with FRS 102. The charity transitioned to FRS 102 on 1 November 2015.

No transitional adjustments were required in the retained funds or income or expenditure for the year.