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& RETURN**

Charity Registration No. 1114639

Company Registration No. 05761174 (England and Wales)

HUMANITAS CHARITY
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 28 SEPTEMBER 2018



HUMANITAS CHARITY

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr G J Loughlin Mr B Ross-Williams Ms L Hughes Miss S V Wade Dr R Momeni Duchess of York S M Ferguson (Appointed 19 August 2018)
Secretary	Miss S V Wade
Charity number	1114639
Company number	05761174
Principal address	31 Bucklersbury Hitchin Hertfordshire SG5 1BG
Registered office	31 Bucklersbury Hitchin Hertfordshire SG5 1BG
Independent examiner	John Caladine FCCA CTA FCIE Chantry House 22 Upperton Road Eastbourne East Sussex BN21 1BF
Bankers	CAF Bank Limited 25 Kings Hill Avenue Kings Hill West Malling Kent ME19 4JQ
Solicitors	Lawson Lewis Blakers 11 Hyde Gardens Eastbourne East Sussex BN21 4PP

HUMANITAS CHARITY

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HUMANITAS CHARITY

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 28 SEPTEMBER 2018

MESSAGE FROM THE CO-FOUNDER AND CHIEF EXECUTIVE

I am motivated by, and thankful for, the unwavering commitment and passion shown by our staff, volunteers and donors who are the lifeblood of Humanitas. From our brilliant teachers at our primary school in Ghana to our loyal regular donors here in the UK and the wonderful volunteer team from 'Hope for the Family', I wish to say a huge 'thank you'. It is because of you that we continue to deliver life saving and life changing projects for disadvantaged young people and their families.

This year has seen many significant developments across every project that we run, from the extension of our school in Ghana to the establishment of a new Roma inter agency forum in Luton and the widespread media coverage generated by our work in the Rohingya refugee camps, we have not stood still.

But we do not operate in a vacuum and this year has seen increased scrutiny of the charity sector for both the quality of its delivery and the behaviour of its staff. It is an important debate and one that I have contributed to. I believe that trust has to be earned. At Humanitas we do not take anything for granted and continue to operate with an open, frank, can do approach to the way we interact with our beneficiaries and donors. We are continually seeking ways to improve the efficiency and impact of our work and this year we implemented a new donor communication strategy to ensure that less money is spent on administration costs and more on the people who really need it.

I am delighted to report that Humanitas became a registered NGO in Ghana under Humanitas International and it is an honour for me to have his Royal Highness Oheneba Otchere join our board in Ghana. I am confident that together we will be able to grow our projects in Ghana so that we can offer more children living in desolate rural areas access to an education and healthcare.

Finally, on behalf of all of the children in our care and the families whose future depends on the support that you give them today, thank you.

Sarah Wade

LEGAL AND ADMINISTRATIVE INFORMATION

The trustees present their report, which also incorporates a company directors' report, and accounts for the year ended 28 September 2018.

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 Memorandum and Articles of Association, 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)

Public benefit

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

Objectives and activities

OBJECTIVES

Humanitas is a creative and ambitious grass roots charity that has worked for more than a decade to protect and care for some of the world's most vulnerable people. We exist to transform the quality of life and empower disadvantaged children and young people who do not have access to an education, healthcare or a home. By tackling these three essentials we can change lives for good.

MISSION STATEMENT

We believe everyone is entitled to health care, an education and a family. We strive to provide these three key rights across the globe.

HUMANITAS CHARITY

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) **FOR THE YEAR ENDED 28 SEPTEMBER 2018**

HOW WE DO IT

We run projects in the UK, Ghana, Romania and in refugee camps around the world.

- We work alongside deprived, rural communities in Ghana to ensure that children don't miss out on an education and are given the chance to go to school.
- Our medical professionals and volunteer nurses offer life saving treatment to families who have fled violence and persecution and are living in temporary refugee camps.
- Our professional staff in Romania cares for orphaned and abandoned children with disabilities and place them into loving foster homes.
- We are working in collaboration with local organisations in the UK to help young Roma and marginalised groups integrate into their community.

Achievements and performance

THE IMPACT OF OUR WORK IN 2018

Supporting the Roma community in the UK

Over the past year we have been working with professionals from the third sector and the local authority in Luton to develop and implement strategies for improving Roma integration in the town. We have been working alongside local services to ensure that the voices of the people in the Roma community are being heard. Our aim is to guarantee that the specific needs of the Roma are taken into consideration when health, education and social services are planning for the future.

As part of this project we established Luton's first Roma Interagency Forum. The Forum meets once a month and is attended by professionals from local non-government organisations and the local authority. It provides an opportunity for professionals across Luton to share best practice approaches to working on the front line with the local Roma community. Together we have successfully developed a framework for participation, which highlight the main barriers to accessing services that members of the Roma community face. In response to this, the agencies have made significant changes to working practises to ensure that that these barriers are broken down.

Educating more children in Ghana and a new library

Another year sees yet another increase in the intake for our primary school in the remote village of Ayensuako in rural Ghana, which has grown from 210 to 232 pupils. Thanks to support from a number of trusts, foundations and individuals in the UK we were able to build an extension to the school building.

The extension incorporates a brand new library, which marks the first ever in Ayensuako and is open to pupils and the local community. In partnership with Book Aid International, we secured 2,000 donated fiction and educational books that are now being eagerly read.

As part of the library development we recruited a new librarian, Hayford Ahrin, who is passionate about the power of books to broaden horizons and inspire young minds.

'I was recently appointed as the librarian at the Humanitas school and I am responsible for managing the lending of books to the pupils and the local community. I also run reading programmes with the pupils in their classes and organise reading classes for community members outside of school hours.

These books have completely changed my life. As a librarian I have learnt many new skills. I also greatly enjoy teaching children and adults to read so that they can really appreciate the books and learn from them. It is my pleasure every day to see the joy on young faces when they pick up a book for the first time.

HUMANITAS CHARITY

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 28 SEPTEMBER 2018

My own daughter is a pupil at the school and being able to read with her at home means that she is constantly learning. The books are an incredible new resource that will leave a lasting legacy in my community.'

As part of the library development, in October this year we organised a UK volunteer trip to Ayensuako. Over the course of the week our six volunteers completed the installation of our new library, including painting the building both inside and out and organised the books ready to go on the shelves. They also gave every single one of our existing classrooms a new coat of paint, a sterling effort.

During their stay the volunteers became completely immersed in the life of the village and joined school pupils and staff in a school wide celebration, which was greatly enjoyed by everyone!

Broadening young minds

This year we developed our 'We Are All Human Here' workshops for schools in the UK. Our aim is to improve children's understanding of the importance of living in an inclusive society and to raise awareness of how other children live in other parts of the world.

We consulted with qualified teachers and youth workers throughout the development of the workshops and once finalised, we piloted lessons with a cohort of student's at St Johns College School in Cambridge. The workshops were extremely well received by the staff and students:

'As part of our partnership with Humanitas, the children at St. John's and those in Ghana have been involved in work highlighting the global education provision and how the children have the same hopes for the future, whether from Ghana or Cambridge. Lessons have been taught, there have been workshops and discussions and all of this has helped to broaden understanding in both groups of children. This is something that we will continue to develop as we move forward with the project.' Teacher at St John's School.

Moving forward, it is our aim to continue delivery of these workshops to a wider reach of students across our supporting schools.

Widespread media coverage of our work in the Rohingya refugee camps

In November 2017, we sent a small team of Humanitas medical staff and first responders to Bangladesh to offer medical treatment to the Rohingya men women and children living in Balukhali Camp, one of the most under-developed areas of the site.

As a grass roots charity our direct and action orientated approach to supporting the Rohingya people struck a chord with the UK press who were becoming increasingly critical of some of the larger charities who were slow to respond or not visible in the camps.

In February this year our work featured in a documentary on the BBC's 'Inside Out' programme. Our team filmed the documentary on the ground in Bangladesh with the intention of giving a very real and honest account of the team's daily work in the camp. Following the programme we received many e-mails from doctors and medical staff in the UK who were keen to join future medical missions.

Our medical director, Dr Ramiz Momeni, also gave numerous media interviews on the plight of the Rohingya refugees and the situation in the camps and featured on BBC World News, national radio shows and the Victoria Derbyshire Show.

Providing a home and an education for orphaned and abandoned children in Romania

Our work in Romania remains focused on the rehabilitation of children who have been orphaned or abandoned, many of whom have special needs. We run two residential homes in the village of Tinca for up to twelve children who are cared for by foster parents, with support from the Humanitas physiotherapist, doctor and social worker.

HUMANITAS CHARITY

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) **FOR THE YEAR ENDED 28 SEPTEMBER 2018**

Every single child in our care has made considerable progress over the past year. Some are attending mainstream school – something which would have been inconceivable had they remained in state care. We continue to work closely with the local schools to ensure that our children (and other children from the Roma community) are given the chance to reach their full potential. This has, and continues to be, a significant challenge in an education system where 67% of Roma children experience racism and segregation as an every day part of school life. In addition to this, we provide an 'at home', bespoke learning programme for the children in our care who are unable to attend mainstream school.

We anticipate that one third of the children in our care will go on to live independent lives. To support their transition from Safe Homes into the community, we have launched our 'Living Skills' programme. The programme has successfully placed the older children in our care into work experience placements in local shops and small businesses and we will work to ensure that these opportunities are available to all of the children in our care when they reach the appropriate age.

Volunteer trip to Romania

In March this year, Humanitas staff and volunteers visited our Safe Homes to find out for themselves what life is like for the foster parents and children living there. The team blogged and posted video diaries on social media about their trip and returned with a renewed enthusiasm for supporting our fundraising efforts. One of our volunteers, Kasia Burke, wrote about her experience in a wonderful blog:

'As we drove through Tinca in Romania, my first impression was of a grey and cold town that felt a little bit unnerving. But as we arrived at Safe Homes to meet the foster parents looking after a dozen children - some from the Roma community on the outskirts of the town and those who had been abandoned early in their lives - I immediately felt the warmth and colour that was missing.

Two houses adjacent to each other on a shared plot of land, that offered not just a warm room, food, special treatments and physiotherapy for children with physical disabilities, but also love. So much love from parents and siblings and the children to each other. They have been given a second chance in life. A place to have a childhood.

By the end of the three-day visit I don't even know how to describe the affection I felt towards these children. I don't actually think I've ever met a group of kids with so much fun and enthusiasm. Despite their appalling starts in life - abandonment, abuse and neglect as well as their disabilities, these kids have exceeded all expectations, overcome challenges and become independent thinking young adults.

So now, yes, I get it. The work and fundraising that Humanitas does goes way beyond paying for schools in Ghana. It goes further than putting a roof over a child's head in Romania or offering medical treatment to fleeing refugees in Bangladesh and Europe. Humanitas creates life for a life with the one main ingredient that we all need, love.

Sharing this short time with all the carers, social workers, therapists and foster parents taking good care of the children has left me feeling emotionally elated and thankful that there are people in this world that care so much that they devote and enrich their own lives by caring for others.'

Raising funds and communicating with our donors

This year we received support from a number of existing and new trusts and foundations, corporates and individual major donors including the AM Perry Foundation, Awards for All, the Souter Charitable Trust, Aitch Creative, IDNet and Howard Digital.

2018 also saw a significant shift in the way that we communicate with our donors, bringing them closer to our work and cutting administration costs at the same time. We no longer produce paper newsletters or print glossy annual reviews, which means that more of every donation will be spent on the people who really need it.

We now give our donors the opportunity to follow our social media and You Tube updates where we show exactly how and where donations are being spent; through live, unedited videos, real time case studies and interviews with staff, beneficiaries and volunteers. Our aim is to connect donors directly with the very people that they wish to help. We feel strongly that this is what charity was and is meant to be, and we have received strong support for our refreshing new approach.

HUMANITAS CHARITY

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) **FOR THE YEAR ENDED 28 SEPTEMBER 2018**

Our focus for the year ahead

We have ambitious plans for the year ahead and are excited by what we can achieve in 2019. In summary, we aim to:

- Further our collaboration with Book Aid International with the aim of fully resourcing medical libraries at all of the main hospitals in Ghana.
- Offer a minimum of 500 places for children to attend our primary school in Ayensuako.
- Raise additional funds to enable us to build a high school in Ayensuako. The popularity of our school has seen a consistent rise in the number of registered pupils every academic year and we are keen to offer more children the opportunity to benefit from an education. We are acutely aware that this means that there will be insufficient places available in the local high school to accommodate the transition of all of our pupils in future. We are keen to ensure that all of our children have the chance to further their education and by establishing a new high school we can ensure that this happens.
- Launch 'Eko Keeko', an exciting new social enterprise. Eko Keeko has been created to celebrate talented small scale, local artisans and designers from around the world by offering them an online platform to sell their products. We will be selling beautiful, unique items; from stylish home ware made of recycled materials, to innovative new designs that help us to reduce waste and vegan cosmetics. We will work alongside creative people who share our passion for ethical and conscious consumerism. 100% of the profits from the Eko Keeko range will support our projects.

www.humanitascharity.org

Financial review

Our work has a strong appeal to individual and Trust funders who are committed to seeing the direct impact of their giving and the positive changes they can make to individual lives. As an ambitious, grassroots charity we have an unshakable sense of responsibility for the funds that we secure and an obligation to ensure that any donations made to the charity are used to benefit as many beneficiaries as possible.

During the year ended 28 September 2018 we received a total of £223,772 in grants and donations (including associated gift aid).

Overall, there was a deficit on the General Fund for the year after transfers of £46,905 (2017: surplus of £35,878). Fund balances of £40,859 are carried forward at 28 September 2018 on restricted funds but unrestricted funds were overdrawn by £503 at the balance sheet date. Funding was received after the year end to correct the position.

It is the policy of the charity that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to three months expenditure, although this has not been possible in the year under review.

The trustees have assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

HUMANITAS CHARITY

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) **FOR THE YEAR ENDED 28 SEPTEMBER 2018**

Structure, governance and management

The charity is a company limited by guarantee and is registered with the Charity Commission (Charity number 1114639). On 11 October 2012, the charity changed its name to Humanitas Charity from Foundation for Relief of Disabled Orphans.

The charity is managed by a Board of eight Trustees with a breadth of skills and experience. The trustees, who are also the directors for the purpose of company law, and who served during the year were:

Mr G J Loughlin

Ms D M Eastwood

(Resigned 5 June 2018)

Mr B Ross-Williams

Ms L Hughes

Ms K Chisholm

(Resigned 30 April 2018)

Mr R H Dumbleton

(Resigned 30 April 2018)

Miss S V Wade

Dr R Momeni

Duchess of York S M Ferguson

(Appointed 19 August 2018)

All of whom are eligible for re-election and will be proposed for re-election at the next Annual General Meeting.

None of the trustees has any beneficial interest in the company. All of the trustees are members of the company and guarantee to contribute £10 in the event of a winding up.

The Trustees agree that the CEO is given the authority to represent the Charity on its behalf on all matters of day to day management.

Our operational and fundraising activities are managed from the Hitchin office; this is also the base from which we raise awareness of our cause. Our programmes are directly managed on the ground by our senior management team under the leadership of our Chief Executive who is accountable to the Board of Trustees.

We employ professional staff in Ghana and Romania to help deliver our projects on the ground. We also recruit professional volunteers from the UK to provide support in all of our project areas to keep our operational costs to a minimum.

The trustees would like to thank the staff of Humanitas for their commitment, dedication and hard work, which has enabled us to operate effectively, efficiently and with care and respect for all our beneficiaries and partners.

More information about the charity can be found at www.humanitascharity.org

HUMANITAS CHARITY

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 28 SEPTEMBER 2018

Statement of Trustees' responsibilities

The trustees, who are also the directors of Humanitas Charity 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).

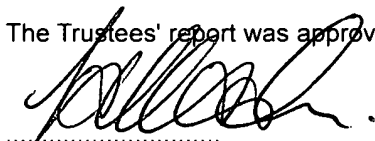
Company Law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

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.

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



Miss S V Wade

Trustee

Dated: 25.03.19

HUMANITAS CHARITY

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF HUMANITAS CHARITY

I report to the trustees on my examination of the financial statements of Humanitas Charity (the charity) for the year ended 28 September 2018.

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).

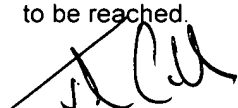
Having satisfied myself that the financial statements of the charity are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the charity's financial statements carried out under section 145 of the Charities Act 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.



John Caladine FCCA CTA FCIE

Caladine Ltd
Chartered Certified Accountants
Chantry House
22 Upperton Road
Eastbourne
East Sussex
BN21 1BF

Dated: 26 March 2019

HUMANITAS CHARITY

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 28 SEPTEMBER 2018

	Notes	Unrestricted funds 2018 £	Restricted funds 2018 £	Total 2018 £	Unrestricted funds 2017 £	Restricted funds 2017 £	Total 2017 £
Income from:							
Donations and legacies	2	101,207	122,565	223,772	172,956	34,262	207,218
Other trading activities	3	4,415	-	4,415	16,323	-	16,323
Investments	4	13	-	13	5	-	5
Total income		105,635	122,565	228,200	189,284	34,262	223,546
Expenditure on:							
Raising funds	5	42,470	5,679	48,149	66,678	208	66,886
Charitable activities	6	68,950	118,963	187,913	69,321	59,656	128,977
Total resources expended		111,420	124,642	236,062	135,999	59,864	195,863
Net (outgoing)/ incoming resources before transfers		(5,785)	(2,077)	(7,862)	53,285	(25,602)	27,683
Gross transfers between funds	15	(41,120)	41,120	-	(17,407)	17,407	-
Net (expenditure)/income for the year/ Net movement in funds		(46,905)	39,043	(7,862)	35,878	(8,195)	27,683
Fund balances at 29 September 2017		47,408	1,816	49,224	11,530	10,011	21,541
Fund balances at 28 September 2018		503	40,859	41,362	47,408	1,816	49,224

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.

HUMANITAS CHARITY

STATEMENT OF FINANCIAL POSITION

AS AT 28 SEPTEMBER 2018

	Notes	2018 £	£	2017 £	£
Fixed assets					
Property, plant and equipment	11		15,116		22,733
Investments	12		1		1
			<u>15,117</u>		<u>22,734</u>
Current assets					
Trade and other receivables	13	8,880		9,083	
Cash at bank and in hand		20,076		19,480	
		<u>28,956</u>		<u>28,563</u>	
Current liabilities	14	(2,711)		(2,073)	
Net current assets			<u>26,245</u>		<u>26,490</u>
Total assets less current liabilities			<u>41,362</u>		<u>49,224</u>
Income funds					
Restricted funds	15		40,859		1,816
<u>Unrestricted funds</u>					
Designated funds:					
Refugee Project		20,000		-	
		<u>20,000</u>		<u>-</u>	
General unrestricted funds	16	(19,497)		47,408	
			<u>503</u>		<u>47,408</u>
			<u>41,362</u>		<u>49,224</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 28 September 2018. No member of the company has deposited a notice, pursuant to section 476, requiring an audit of these financial statements.

HUMANITAS CHARITY

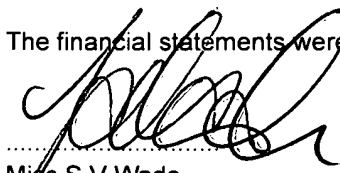
STATEMENT OF FINANCIAL POSITION (CONTINUED)

AS AT 28 SEPTEMBER 2018

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.

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 25-03-19



Miss S V Wade
Trustee

Company Registration No. 05761174

HUMANITAS CHARITY

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 28 SEPTEMBER 2018

1 Accounting policies

Company information

Humanitas Charity is a private company limited by guarantee incorporated in England and Wales. The registered office is 31 Bucklersbury, Hitchin, Hertfordshire, SG5 1BG.

1.1 Accounting convention

The accounts have been prepared in accordance with the charity's Memorandum of Association, 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

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

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.

The Charity operates a general fund which encompasses the core work.

The charity sets aside monies given generally for its partner charity Romanian Relief, which it has decided to use for children being looked after by Romanian Relief in their Safe Homes Project and therapy centres. Monies are also given to fund an operational educational project in Ghana.

Restricted funds are used for the specific purposes as laid down by the donor. Expenditure which meets this criteria is charged to the fund together with a fair allocation of management and support costs.

The following restricted funds are in operation:

Safe Homes

Providing safe homes for orphaned and abandoned children with disabilities and special needs, which the charity gives grants for.

Therapy Centre

This is another of the Romanian Relief projects providing physiotherapy, speech therapy, sensory therapy and psychotherapy to children in Romania.

Ghana

This is a project called Education Matters, relating to a school and a library for children in a remote village in Ghana.

HUMANITAS CHARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 28 SEPTEMBER 2018

1 Accounting policies (Continued)

Humanitas Community Garden

This project will include the creation of a vibrant community meeting space in the heart of Hitchin, Hertfordshire. A publicly accessible community garden where people from across Hitchin and surrounding area can come together for leisure, recreation, volunteering, networking and creative activities.

Refugee Project

This is a Crisis Fund to enable us to respond efficiently to existing refugee crisis and future humanitarian emergencies. Our ambition is to deliver quality front line medical assistance to refugees through our mobile clinic.

1.4 Income

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.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

1.5 Expenditure

Resources expended are recognised in the period in which they are incurred and allocated to the particular cost centre to which they relate. Resources include irrecoverable VAT.

Charitable activities expenditure comprises those costs incurred by the Charity in the delivery of its activities and services for its beneficiaries.

Governance represents the strategic and legal costs of the Charity.

1.6 Property, plant and equipment

Property and equipment are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following basis:

Fixtures, fittings and equipment	25% on a straight line basis
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The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in net income/(expenditure) for the year.

1.7 Non-current investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

A subsidiary is an entity controlled by the charity. Control is the power to govern the financial and operating policies of the entity so as to obtain benefits from its activities.

HUMANITAS CHARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 28 SEPTEMBER 2018

1 Accounting policies (Continued)

1.8 Impairment of non-current assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.9 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.

1.10 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 trade and other receivables and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method 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 trade and other payables and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. 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.

Trade payables are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade payables are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

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

1.11 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.

HUMANITAS CHARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 28 SEPTEMBER 2018

2 Donations and legacies

	Unrestricted funds	Restricted funds	Total	Unrestricted funds	Restricted funds	Total
	2018 £	2018 £	2018 £	2017 £	2017 £	2017 £
Donations and gifts	77,227	40,276	117,503	126,161	32,441	158,602
Grants	22,200	57,316	79,516	1,175	1,000	2,175
Donated goods and services	1,780	24,973	26,753	45,620	821	46,441
	<u>101,207</u>	<u>122,565</u>	<u>223,772</u>	<u>172,956</u>	<u>34,262</u>	<u>207,218</u>

3 Other trading activities

	Unrestricted funds	Unrestricted funds
	2018 £	2017 £
Fundraising events	<u>4,415</u>	<u>16,323</u>

4 Investments

	Unrestricted funds	Unrestricted funds
	2018 £	2017 £
Interest receivable	<u>13</u>	<u>5</u>

HUMANITAS CHARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 28 SEPTEMBER 2018

5 Raising funds

	Unrestricted funds	Restricted funds	Total	Unrestricted funds	Restricted funds	Total
	2018 £	2018 £	2018 £	2017 £	2017 £	2017 £
<u>Fundraising and publicity</u>						
Printing, Newsletters, Marketing, Social Media and Website	12,124	4,155	16,279	17,511	-	17,511
Staging fundraising events	2,093	-	2,093	19,802	-	19,802
Consultancy	9,850	-	9,850	10,187	-	10,187
Advertising	115	110	225	1,322	-	1,322
Other fundraising costs	5,488	1,414	6,902	4,381	208	4,589
Staff costs	12,800	-	12,800	13,475	-	13,475
	<u>42,470</u>	<u>5,679</u>	<u>48,149</u>	<u>66,678</u>	<u>208</u>	<u>66,886</u>

HUMANITAS CHARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 28 SEPTEMBER 2018

6 Charitable activities

	2018	2017
	£	£
Staff costs	25,709	3,369
Depreciation and impairment	7,617	7,617
Rent	1,200	9,170
Consultancy	22,091	29,399
Medical Equipment and Medicines	5,698	542
Mission Costs	25,754	9,076
Computer Supplies and Services	199	3,320
Miscellaneous	878	529
Telephone	368	-
Office Supplies	59	682
Training	300	-
Travel	5,922	3,913
Bad debts written off	-	3,142
	<u>95,795</u>	<u>70,759</u>
Grant funding of activities (see note 7)	81,295	50,895
Share of support costs (see note 8)	6,538	4,526
Share of governance costs (see note 8)	4,285	2,797
	<u>187,913</u>	<u>128,977</u>
Analysis by fund		
Unrestricted funds	68,950	
Restricted funds	118,963	
	<u>187,913</u>	
For the year ended 28 September 2017		
Unrestricted funds		69,321
Restricted funds		59,656
		<u>128,977</u>

HUMANITAS CHARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 28 SEPTEMBER 2018

7. Grants payable

	2018 £	2017 £
Grants to institutions:		
Ghana IFIM Sharp Project	15,795	11,895
Romanian Relief Safe Homes and Fostercare	65,500	39,000
	<u>81,295</u>	<u>50,895</u>

8 Support costs

	Support costs £	Governance costs £	Total 2018 £	Support costs £	Governance costs £	Total 2017 £
Insurance	365	-	365	213	-	213
Office Supplies	61	-	61	146	-	146
Printing, Postage and Stationery	576	-	576	1,285	-	1,285
Rent - Admin	5,418	-	5,418	1,965	-	1,965
Computer Supplies and Services	43	-	43	711	-	711
Telephone	75	-	75	-	-	-
Audit fees	-	840	840	-	840	840
Accountancy	-	3,000	3,000	-	1,800	1,800
Legal and professional	-	445	445	-	363	363
	<u>6,538</u>	<u>4,285</u>	<u>10,823</u>	<u>4,320</u>	<u>3,003</u>	<u>7,323</u>
<u>Analysed between</u>						
Charitable activities	<u>6,538</u>	<u>4,285</u>	<u>10,823</u>	<u>4,526</u>	<u>2,797</u>	<u>7,323</u>

9 Trustees

Trustee Sarah Wade received remuneration of £7,500 (2017:£0) during the year. Trustee Sarah Wade was reimbursed a total of £973 (2017:£999) for travelling and other out of pocket expenses.

Donations from trustees during the year amounted to £5,777.

HUMANITAS CHARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 28 SEPTEMBER 2018

10 Employees

Number of employees

The average monthly number of employees during the year was:

2018 Number	2017 Number
3	1
<u>3</u>	<u>1</u>

Employment costs

Wages and salaries

2018 £	2017 £
38,509	16,844
<u>38,509</u>	<u>16,844</u>

11 Property and Equipment

Fixtures, fittings and equipment £

Cost

At 29 September 2017

45,327

Disposals

(13,501)

At 28 September 2018

31,826

Depreciation and impairment

At 29 September 2017

22,594

Depreciation charged in the year

7,617

Eliminated in respect of disposals

(13,501)

At 28 September 2018

16,710

Carrying amount

At 28 September 2018

15,116

At 28 September 2017

22,733

HUMANITAS CHARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 28 SEPTEMBER 2018

12 Fixed asset investments

Other investments

Cost or valuation

At 29 September 2017 & 28 September 2018

1

Carrying amount

At 28 September 2018

1

At 28 September 2017

1

	Notes	2018 £	2017 £
Other investments comprise:			
Investments in subsidiaries	19	1	1

13 Trade and other receivables

	2018 £	2017 £
Amounts falling due within one year:		
Trade receivables	185	604
Amounts owed by subsidiary undertakings	8,695	8,479
	8,880	9,083

14 Current liabilities

	2018 £	2017 £
Other taxation and social security	791	153
Accruals and deferred income	1,920	1,920
	2,711	2,073

HUMANITAS CHARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 28 SEPTEMBER 2018

15 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:

	Balance at 29 September 2016	Movement in funds			Balance at 29 September 2017	Movement in funds			Balance at 28 September 2018
	£	Incoming resources £	Resources expended £	Transfers £	£	Incoming resources £	Resources expended £	Transfers £	£
Treatment and Training	616	-	-	-	616	-	-	(616)	-
Safe Homes	-	30,083	(37,731)	7,648	-	36,403	(78,723)	42,320	-
Therapy Centre	-	-	(6,000)	6,000	-	-	-	-	-
Medical Centre	1,200	-	-	-	1,200	-	-	(1,200)	-
Ghana	8,195	4,179	(16,133)	3,759	-	35,528	(32,292)	-	3,236
Humanitas Community Garden	-	-	-	-	-	10,000	-	-	10,000
Refugee Project	-	-	-	-	-	40,634	(13,627)	616	27,623
	<u>10,011</u>	<u>34,262</u>	<u>(59,864)</u>	<u>17,407</u>	<u>1,816</u>	<u>122,565</u>	<u>(124,642)</u>	<u>41,120</u>	<u>40,859</u>

Transfers were made from the General fund of £41,120 to the restricted funds to cover deficits arising in the year on those funds. In addition, the balance on the Treatment and Training fund of £616 was transferred to the Refugee Fund which has similar objects. The remaining £1,200 held for the Medical Centre project has been transferred to the Safe Homes Project which this is a very similar objects and the same beneficiaries.

HUMANITAS CHARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 28 SEPTEMBER 2018

16 Designated funds

The income funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes:

	Movement in funds	
	Incoming resources	Balance at 28 September 2018
	£	£
Refugee Project	20,000	20,000

Refugee Project

This is a Crisis Fund to enable us to respond efficiently to existing refugee crisis and future humanitarian emergencies. Our ambition is to deliver quality front line medical assistance to refugees through our mobile clinic.

During the year a grant was received which the Trustees have decided to set aside for the Refugee Project in addition to the restricted funds as per note 15.

17 Analysis of net assets between funds

	Unrestricted funds 2018 £	Restricted funds 2018 £	Total 2018 £	Unrestricted funds 2017 £	Restricted funds 2017 £	Total 2017 £
Fund balances are represented by:						
Property, plant and equipment	15,116	-	15,116	22,733	-	22,733
Investments	1	-	1	1	-	1
Current assets/ (liabilities)	(14,614)	40,859	26,245	24,674	1,816	26,490
	<u>503</u>	<u>40,859</u>	<u>41,362</u>	<u>47,408</u>	<u>1,816</u>	<u>49,224</u>

18 Related party transactions

Remuneration of key management personnel

	2018 £	2017 £
Aggregate compensation	<u>8,341</u>	<u>-</u>

HUMANITAS CHARITY

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 28 SEPTEMBER 2018

18 Related party transactions (Continued)

Transactions with related parties

	Amounts owed by related parties 2018		Amounts owed by related parties 2017	
	Balance £	Net £	Balance £	Net £
Humanitas Boutique Ltd	8,695	8,695	8,479	8,479
	<u>8,695</u>	<u>8,695</u>	<u>8,479</u>	<u>8,479</u>

Included in debtors at the year end date is £8,695 (2016:£8,479) owed to the charity by its subsidiary, Humanitas Boutique Ltd. This loan is interest free and no security has been provided.

During the year the charity paid rent of £2,400 (2017:£6,000) to its subsidiary, Humanitas Boutique Ltd, for the use of office space.

19 Subsidiaries

Details of the charity's subsidiaries at 28 September 2018 are as follows:

Name of undertaking	Registered office	Nature of business	Class of shares held	% Held	
				Direct	Indirect
Humanitas Boutique Ltd	England	Retail	Ordinary	100.00	