

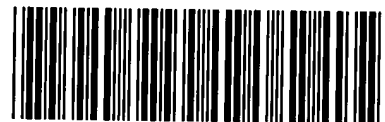
COMPANY NO: 00102915

CHARITY NO; 235900



ANNUAL REPORT AND FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2016

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COMPANIES HOUSE

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Trustees

Mrs Margaret Wyllie – Chairman
Mr Sandeep Bassan -
(joined 13 July 2016; retired 26 April 2017)
Ms Georgina J Butcher (retired 20 April 2016)
Dr Helen Beaumont
Dr Charlotte Mendes da Costa
Mr John Morgan – Deputy Chairman (joined 21 October 2015)
Prof Gurch Randhawa - (retired 13 July 2016)
Dr Helmut Roniger (retired 20 April 2016)
Ms Angela Smith-Morgan (joined 13 July 2016)
Ms Elizabeth Tucker (joined 16 January 2017)
Ms Lauren Vaknine (retired 26 April 2017)
Mr Gregory White (retired 16 January 2017)
Mr James Williams (retired 26 April 2017)

Bankers

HSBC Plc
63 George Street
Luton LU1 2AR

Stockbrokers

Investec Wealth
& Investment Limited
30 Gresham Street
London EC2V 7QN

Chief Executive, Secretary and registered office

Ms Cristal Sumner
CAN Mezzanine, 49-51 East Road, London N1 6AH

Company number

102915 (England and Wales)

Registered charity number

235900

Auditors

FKCA Ltd, Prospero House, 46-48 Rothesay Road, Luton LU1 1QZ

REPORT OF THE TRUSTEES

The trustees acting for the charitable activities of the British Homeopathic Association submit their report and financial statements for the year ended 31 August 2016, which have been prepared in accordance with the Statement of Recommended Practice “Accounting and Reporting by Charities” (2015) and the Companies Act 2006. The trustees, who constitute the Council of the British Homeopathic Association, are listed on the previous page.

Status

The British Homeopathic Association is constituted by the Memorandum and Articles of Association dated 1 September 2000 and is a registered charity (number 235900) and a company limited (number 102915) by guarantee not having any share capital.

Every member of the British Homeopathic Association undertakes to contribute such an amount as is required (not exceeding £1) to the company’s assets if it should be wound up while he or she is a member of the company or within one year of ceasing to be a member.

Statement of trustees’ responsibilities

The trustees (who are also the directors of The British Homeopathic Association for the purposes of company law) are responsible for preparing 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 that give a true and fair view of the state of affairs of the charitable company and of the outgoing resources and application and fair view of the state of affairs of the charitable company and of the outgoing resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing these financial statements the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles of the SORP;
- make judgments 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 charitable company will continue in business.

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

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company’s auditor is unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

Trustees

The trustees are also directors for the purposes of the Companies Act 2006.

The method of appointment of trustees is contained in the governing documents. Trustees are also members of the British Homeopathic Association Council and simultaneously guarantee members of the company.

Before new trustees are appointed, a review of the skills mix of the trustee body is undertaken and appropriate measures taken to recruit new trustees with skills that will fill any identified gaps. New trustees are invited to attend an induction meeting and receive a comprehensive overview of the charity, its work and governance. Trustees regularly review their need for additional training to fulfil their role.

The names of those trustees who served during the year are listed on the contents page. No trustee had any financial interest in the British Homeopathic Association. No trustee has received any remuneration, aside from out-of-pocket expenses, from the British Homeopathic Association.

Results

Net movement in funds was a surplus of £440,338 (2015 surplus: £218,770). The total reserves of the British Homeopathic Association (including the permanent endowments) stand at £1,568,260 (2015: 1,127,921).

CHAIRMAN'S REPORT

This year Mr James Williams retires from the Council. James has served as a Trustee, and latterly as Deputy Chair, for many years and his financial acumen has been an invaluable asset to the BHA. Also stepping down after a significant number of years as a valued Trustee is Professor Gurch Randhawa. We thank them for their unstinting efforts on the BHA's behalf. We welcome new trustees Mr Sandeep Bassan and Ms Angela Smith-Morgan to Council.

We are indeed fortunate to enjoy the royal patronage of the Duke of Gloucester and in March HRH very kindly attended an evening for patrons, donors and friends. This successful social event, held in the lovely surroundings of Vintners' Hall, had the added benefit of attracting some generous donations; many of those who attended said they had been greatly encouraged by being able to exchange ideas and hear positive news about homeopathy, particularly in the current challenging climate. In May, Dr Helen Beaumont and I attended a Buckingham Palace Garden Party, representing the Faculty of Homeopathy and the BHA respectively, and enjoying a stroll in that very special garden.

I ended last year's Report by saying that I was looking forward to another busy and productive year. What a tremendous amount has been achieved this year, none of which would have been possible without the energy and commitment of our small but enthusiastic staff team, ably led by Chief Executive Cristal Sumner. Our very grateful thanks to them.

In June, we moved our headquarters from Luton to London, exchanging our terraced domestic-style accommodation for up-to-the-minute rented office space, especially designed for the voluntary sector. Staff now alternate between working from home and hot-desking in the new space. Not only has this freed us from the huge burden of maintaining an ageing Victorian building, but being based in Central London is also helping to raise our profile as small charity which punches well above its weight.

The Council has now set up Committees to deal with different aspects of our aims and objectives. Each is convened by a Trustee and also includes the appropriate member of staff. The first meeting of the Grants Committee carefully considered several applications and was able to recommend two projects for Council approval. A small Working Party has been tasked with oversight of the many historic artefacts which have been kept in storage for a number of years. Once these have been catalogued and photographed, we will consider how best to make them available for wider access, in the first instance through an online photographic catalogue but also perhaps by having them on display through loans to appropriate museums and other venues.

We continue to provide support to patients as they challenge NHS decisions to withdraw homeopathic services in Liverpool, Bristol, Wirral and Glasgow. In the wake of such cuts, we intend to take positive direct action by establishing charitable clinics around the UK. We already operate such a service in Norwich, which has proved to be popular and successful and which we have recently expanded to meet the ever-growing demand.

This year I have attended meetings of 4Homeopathy and the Parliamentary Group on Integrative Healthcare, the latter chaired by David Tredinnick MP. I have also represented the BHA at the European Federation of Homeopathic Patient Associations and the European Committee for Homeopathy meetings.

As we go forward with our plans for the future, please help us by continuing to spread the word about the positive effects of homeopathy. The small, but highly vocal, minority who campaign against it often seem to have a disproportionately large presence and it is up to all of us to make sure that our voices are heard loudly and clearly.



Margaret Wyllie
Chair

OBJECTS AND ACTIVITIES DURING THE YEAR

Principal activities

The principal objects of the Association are to promote and develop the study and practice of homeopathy and to advance education and research in the theory and practice of homeopathy provided that the useful results of such research shall be published.

The British Homeopathic Association's overall priority is to ensure that homeopathy is available to all by means of:

1. Providing information about homeopathy
2. Developing the evidence base for homeopathy
3. Encouraging the education and training in homeopathy of healthcare professionals
4. Ensuring patients have access to homeopathy
5. Fundraising to support all of the above

To ensure the organisation is meeting its objectives in the best way possible, the Trustees and the executive team invested significant time and resource over the year into the restructuring of the organisation and doing a root to branch review of all its activities, including where the organisation is located and how staff work. As a result a new strategic plan was implemented and a shift of office location from Luton to London was completed in June. The new strategic plan clearly lays out our vision and mission.

Our vision: Every person in the UK understands what homeopathy is and is able to easily access high quality homeopathic care from registered healthcare professionals.

Our mission: To build greater awareness of homeopathy as an effective healthcare choice by the public through:

- promoting the value of homeopathy and its practice by statutorily regulated health professionals;
- promoting the study of and training in homeopathy;
- promoting research into homeopathy that will make an impact.

To achieve our mission the organisation has focussed in recent years on building public awareness and delivering high quality, easily accessible information through the web and social media. These activities have yielded positive results and are a cornerstone of our work over 2015-16 and for future years.

We work closely with other organisations and particularly with the Faculty of Homeopathy. The Faculty represents statutorily-regulated healthcare professionals who integrate homeopathy into conventional medical care, to provide greater reach and authoritative advice. Faculty members are critical in our efforts to ensure patients can access high quality homeopathic care from a statutorily regulated professional.

The environment for homeopathy within the NHS remains difficult. The Association has addressed these challenges by supporting local groups fighting to save or access their local homeopathic services, has responded to consultations and spread word throughout the sector of activities detrimental to patient access. Given the difficulties in retaining services on the NHS the BHA has now made it a priority to establish low-cost charitable clinics in cities across the UK, especially in areas where NHS funding has been withdrawn to ensure patient access and opportunities for educating health professionals in homeopathy.

In reviewing and agreeing all planned activities the trustees have been aware of public benefit requirement and given due consideration to the Charity Commission published guidance on the operation of the public benefit requirement.

Trustees have been vigilant in monitoring investment performance and levels of reserves and as a result the Association is financially healthy and able to invest in on-going work and vital projects as it moves forward in the coming year.

SUMMARY OF THE ASSOCIATION'S ACHIEVEMENTS AGAINST OUR PLANS

Providing information to the public

The organisation continued to build on the strength of its website and social media presence to share key information with the public and attract more people to the website. Over 75% of the visitors to the website were first time viewers which emphasises the importance of making useful content easily available.

The strategy was very effective and the Association significantly exceeded the targets it set for informing the public about homeopathy. The Association realised growth in numbers both for the website and to the Association's social media feeds. The following are key results for year:

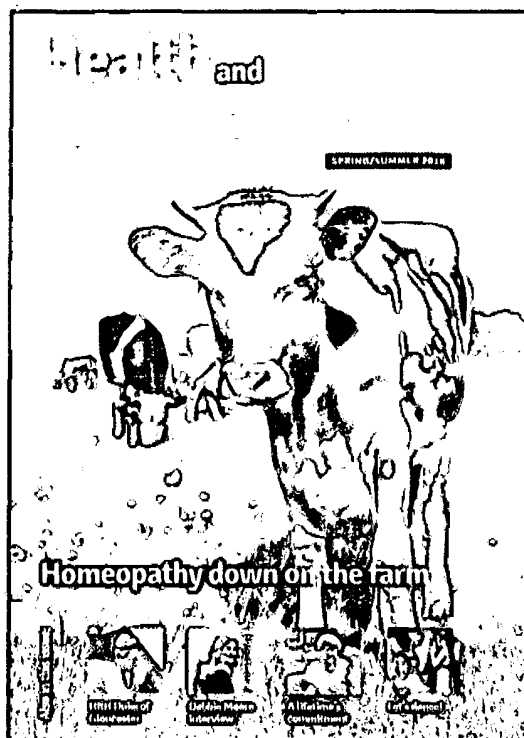
Key web & social media statistics	2016	2015	2014	2013	2012
Best Google ranking (on search term 'homeopathy')	3	3	3	1	1
Unique visitors to website	1,481,819	1,160,578	680,712	216,241	109,368
Page views	2,943,520	2,197,035	1,217,713	925,858	651,650
Research landing page	19,652	14,602	11,869	9,615	6,864
Twitter followers	4,842	3,785	2,660	1,575	860
Facebook page	10,344	6,913	2,940	1,028	386
YouTube channel - video views	63,581	51,093	36,832	26,865	12,249

Health and Homeopathy, the supporter magazine printed three times per year remained popular with donors and homeopaths. To encourage readership, *Health and Homeopathy* received a face-lift over the year with a freshening up of the design. In addition, supporters have been leaving them in health food shops and other outlets friendly to homeopathy.

Before:



After:



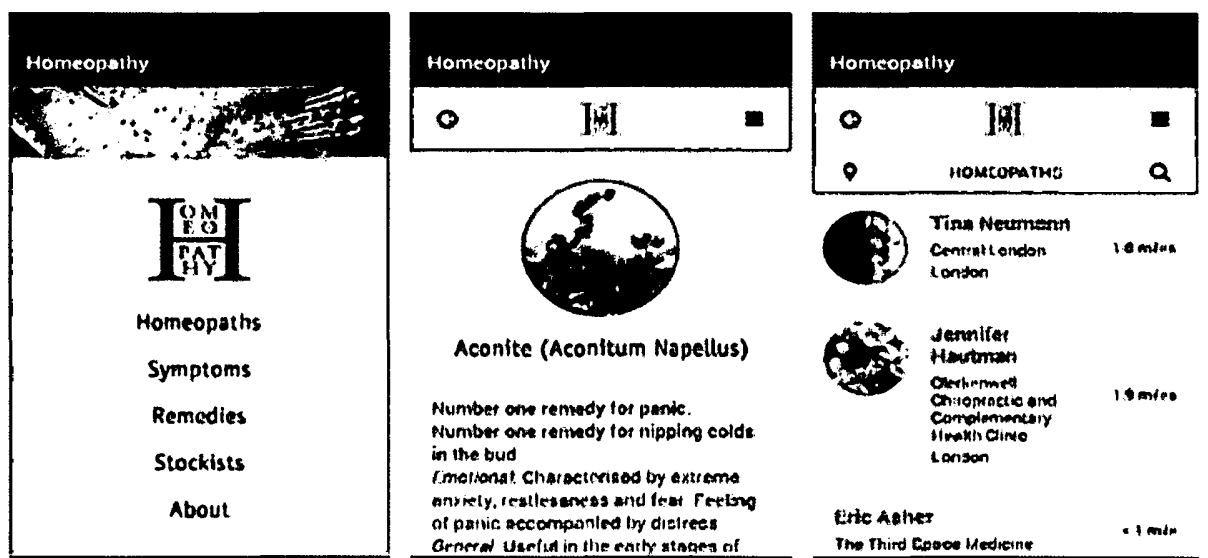
The Association played a leading role in working with organisations across the sector to maximise communication strategies, and respond to shared challenges. In 2016 Arlene Phillips CBE was secured as homeopathy's spokesperson during the National Television Awards in January 2016. She caught media attention in her dress of real flowers used in homeopathic medicines. The campaign reached an audience of over 3 million, largely due to items appearing in the Daily Mail and Ms Phillips joining the Loose Women TV panel for a day and sharing her experiences.

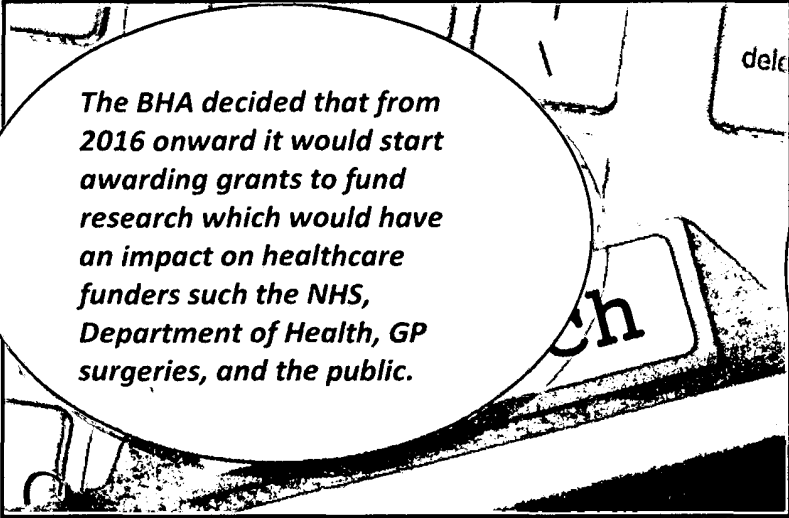


'I've regularly found Arnica to be so helpful with healing bruises and dancing related injuries!'


Arlene Phillips, CBE
Choreographer, Strictly Come
Dancing star and former dancer

The Association also assisted in the creation of a homeopathy mobile phone app available to download in the Apple store or Google Play. The app allows anyone in the UK to quickly locate a homeopath near them and allows them to read useful information about homeopathy, learn about the remedies and visit local stockists. It has been successful in reaching new users as well as firm devotees.



Developing the evidence base for homeopathy


The BHA decided that from 2016 onward it would start awarding grants to fund research which would have an impact on healthcare funders such the NHS, Department of Health, GP surgeries, and the public.



Over the year there has been a significant change in how the BHA delivers its research objectives. The new strategy is to provide grants to fund research which will have an impact on funders of services such as the NHS, Department of Health, GP surgeries, and the public.

Over the past decade and a half, the Association funded much needed data collection work and meta-analyses directly through in-house resources. These projects were largely completed and the Association decided to focus on funding external organisations, collaborations, groups and individuals doing research which will help meet its objectives. Over 2015-16 this significant shift was implemented and the BHA developed a grant making policy, created an online application form and established a committee which started accepting grant applications from the summer of 2016 for a deadline of 1 October 2016. Grant applications will be reviewed twice a year and with recommendations for funding made to Council.

The Association takes pride in providing balanced, accurate and easy to understand information on the evidence base for homeopathy. The website provides a superb vehicle for sharing information on the latest research and sections are regularly updated. One of the most popular items is the two-page evidence summary which is presented in simple language to allow the public to make informed choices and to help people to secure homeopathic treatment on the NHS.

2016 also saw the publication of a clinical outcome study of the BHA's Norwich clinic. The period evaluated was May 2011 to April 2015. During the clinic's first four years 103 patients attended a total of 247 appointments. For all medical complaints, ORIDL scores greater than or equal to +2 – for the both medical condition and well-being – were reported by 61% of the 59 patients who had at least one follow-up appointment. This indicates at least a "moderate improvement, affecting daily living" as assessed by the patients.

High scoring conditions also included hypothyroidism, with all three patients attending the clinic with this complaint noticing an improvement in their symptoms; and sleeplessness which saw two-thirds of patients reporting an improvement.

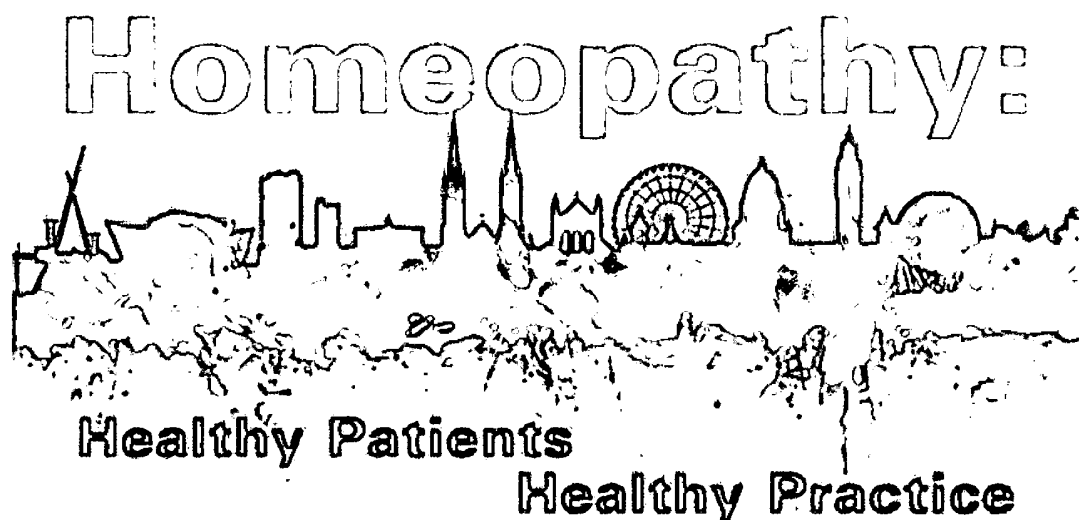
The study found that patient demographics (gender ratio, average age, percentage of follow-ups) and high outcome rates for the Norwich Clinic were very similar to those reported from a much larger, UK-wide, data collection project that was carried out by Faculty of Homeopathy doctors in 2005.

Encouraging the education and training in homeopathy of healthcare professionals

The Association recognises the importance of doctors and other health professionals providing homeopathy. Health care professionals are best placed to offer patients integrated care at the most appropriate moment; ideally freely within the National Health Service. It is critical that more health professionals train in homeopathy to ensure patients have easy access to homeopathy. Therefore the Association supports the educational work of the Faculty of Homeopathy, the registering body for statutorily registered health professionals who are also qualified in homeopathy, through an annual grant.

Over the year the Faculty also went through a strategic review and identified key areas to focus on for recruitment and education outreach. The organisation has attended events for doctors and other health professionals to recruit individuals to undergo training through an accredited teaching centre.

In 2015-16 the Faculty also prepared for their bi-annual conference that took place in November 2016 in Belfast. It is one of the biggest educational events for homeopathically trained health professionals and is critical to retaining and gaining new trainees. The theme for 2016 was Healthy Patients and Healthy Practice.

**Ensuring patients have access to homeopathy**

All areas of work by the Association are toward the main aim of ensuring people in the UK have easy access to homeopathy. The Association naturally wants to see homeopathy more accessible in the NHS, at your neighbourhood GP practice and in secondary care for all who could benefit from it.

Over the year there have been considerable challenges to services in Scotland and in Liverpool and the Wirral. The respective NHS Health Board and CCGs launched consultations around homeopathic services offered locally on referral. The BHA was very involved engaging local groups, encouraging patients to participate in the consultations and write to their local MPs/MSPs outlining their concerns about the consultations and potential lack of access to needed homeopathic care.

Sadly, even with overwhelming patient support for the services offered on referral in Liverpool and the Wirral through the Liverpool Medical Homeopathy Service, both CCGs decided to cease referrals. While in Scotland, Glasgow and Greater Clyde Health Board decided to close the inpatient beds at the Glasgow Centre for Integrated Care. Patients are still petitioning MSPs and other decision making bodies in Scotland to halt implementation of the decision.

In late 2015 it was announced that the Department of Health would be launching a consultation to 'blacklist' homeopathic medicines from the NHS. There was outrage by patients and the sector alike at the possible consultation. The BHA working in tandem with a coalition of homeopathic charities and registrations bodies created a new campaign website called the Homeopathy Hub found on www.4homeopathy.org to allow patients to engage and gain assistance if needed. By the end of the year the consultation was still awaited.

WHAT WE DO

WHAT YOU CAN DO

CAMPAIGNS

DONATE

JOIN US

FIND A HOMEOPATH

HOMEOPATHY HUB

TAKE ACTION

Saying one thing... Doing another...

"There are some bits of the NHS where it (homeopathy) is sanctioned by GPs, but it wouldn't be done without a doctor saying they thought that was the right thing to do. And what doctors say is the right thing."

Jeremy Hunt MP
Secretary of State for Health
Source: LBC
10 September 2014

"Ministers are considering whether homeopathy should be put on a blacklist of treatments GPs in England are banned from prescribing. Minister for Life Sciences, George Freeman, told the BBC. We are currently considering whether or not homeopathic products should continue to be available through NHS prescriptions."

Source: BBC News Website
13 November 2015

Government consultation threatens NHS Homeopathy

Join the campaign to protect patient choice and GPs' right to prescribe

www.4homeopathy.org

DONATE

Help support our work to keep homeopathic services in the NHS and increase access to homeopathy by making a contribution to our action fund. Please donate today! Your donation will mean a great deal to the success of current and future campaigns.

JOIN US

We will only be successful in our work if you get involved and join us by making your voice heard and finding out what is happening across the UK. Click the button below to get email alerts with updates on current campaigns, breaking news and invites to events.

A bright spot over the year was the BHA's Norwich clinic, which launched in May 2011 and continues to provide free homeopathic treatment every other week. The clinician has seen more than 150 patients in that time and over 300 appointments. The clinic is a template for future clinics which the Association hopes will be many such charitable/free homeopathic clinics across the UK.

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Fundraising to support our aims

In March 2016 the Association hosted a gathering at the Vintners' Hall in London to build and develop the organisation's relationships with donors, patrons and key stakeholders. The event's featured guest was the Association's Royal Patron, the Duke of Gloucester who welcomed all assembled with a few words about the BHA, homeopathy and his personal experiences. The event was extremely well received by all those who attended and raised money to support the Association.



HRH Duke of Gloucester and BHA Chairman, Margaret Wyllie

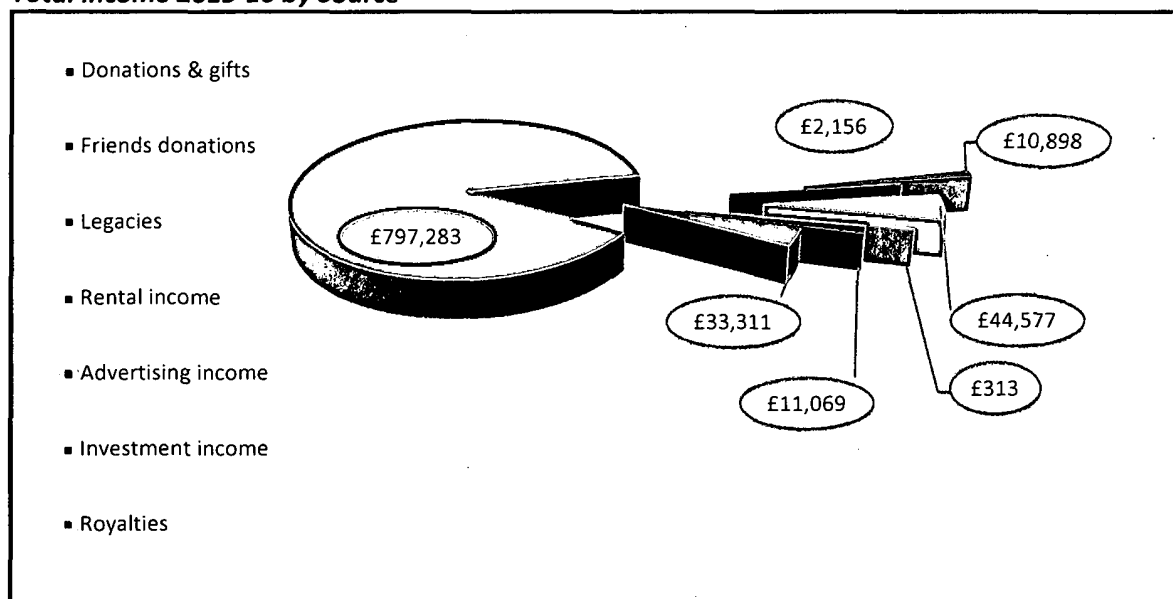
The Association has been extremely fortunate over the year to receive a considerable amount of legacy funding. Legacies worth £797,283 (2015: £452,649) were receivable during the year including those from the estates of Elizabeth McShane, Margaret Fryer, Irene Ghai, Dorothy Bolton, Jaqueline Heath and Mary Hope Field. The trustees are extremely grateful to each of these generous benefactors.

The Association is extremely grateful for the continuing support of our Friends who are crucial to its vitality. Friends' donations came to £33,311. The Association raised over £11,000 between 2015-16 through special appeals and events.

The Association has also benefitted from funding received from trusts. We are very grateful to the Pelegrin Trust and the Sir Charles Jessel Trust for their support.

Gift aid of £6,124 was receivable this year.

Royalties this year equalled £313 (2015: £490).

Total income 2015-16 by Source**Future developments**

The Association will continue its work in its four key areas of activity – information, access, research and training, underpinned by fundraising. In the upcoming year increasing access to homeopathic care and extending our communications reach are priorities.

Key aims during the coming year are to:

- launch multiple charitable/free clinics around the UK to enable more people to access homeopathy and for clinicians in training to gain clinical experience
- support regional groups and patients in securing NHS homeopathic services
- launch a new website and develop online tools to enable online access to *Health & Homeopathy*
- increase proactive communication efforts
- increase the number of healthcare professionals undertaking homeopathic training through new recruitment and education efforts
- grant fund projects that align with our aims and will make an impact.

Faculty of Homeopathy

Much of the Association's work is closely connected with the Faculty of Homeopathy, whose members support the BHA by providing their professional expertise. The Faculty is the only professional body that represents statutorily registered homeopathic practitioners - doctors, dentists, nurses and midwives, pharmacists, podiatrists and vets qualified in homeopathy.

It ensures the highest standards of homeopathic training, education and practice and has over 600 members who find the quality of their patient care and professional satisfaction has been improved by learning about and using homeopathy in their daily work. It is also the leading authority on homeopathic medicine, working to convince government, the medical establishment and decision-makers of the need for homeopathy to be fully integrated in healthcare systems in the UK and around the world in order ensure that the benefits of homeopathy are as widely available as possible.

Corporate governance

The trustees, acting as the Council for the Association, meet four times a year to consider the performance of the British Homeopathic Association against its business plan, to consider matters specifically reserved for their attention as laid down in the governing documents and to direct the executive officers of the Association as they consider appropriate.

There are four active committees of the Council of Trustees. The Finance Committee advises Council on financial matters, including the appointment of financial advisers and guidance on financial controls. The Grants Committee reviews grant applications made and makes recommendation to council in regard to funding. The Communications & Marketing Committee advises Council on Communications and Marketing matters, including print, virtual and soft communications. The Fundraising Committee advises Council on fundraising matters and recommends activities to undertake.

In addition, the staff team of the British Homeopathic Association, led by the Chief Executive (CEO) meets regularly to discuss and implement strategic issues as directed by the trustees and to monitor and control the performance of the charity on the authority delegated by the trustees.

Organisational structure

The Association has three full-time staff members and three staff members that share time between the BHA and the Faculty of Homeopathy. The CEO and Communications Manager comprise the management team. When required, the Association will consider hiring in expertise with a view to ensuring a return on any investment made.

Reserves policy

The Association relies on fully funding its planned level of activities from either legacies and donations or retained reserves. Since legacy income is very unpredictable in both amount and timing, the trustees have formed the view that it would be prudent to maintain reserves at a level which would support the activities of the charity projected three to five years forward.

The Association determines an operating deficit by deducting sustainable income from the cost of its planned activities level for a three to five year period. It ensures that sufficient reserves are retained by the Association to meet this operating deficit. In this way planned increases or enforced decreases in activity levels can be managed smoothly.

Free reserves are those funds which are unrestricted and not designated to a particular purpose and can be freely used to pay for day-to-day operations. The level of free reserves at the end of 2016 was £1,222,081. The forecasted operating deficit for the next three years is £830,000 which is within the amount of free reserves.

Investment policy

The trustees have established an Investment Policy appropriate to the needs of the Association. Consequently investments have been made through a variety of short and medium funds managed by fund managers, Investec Wealth & Investment Limited.

The objectives of the investment policy are to ensure creation of sufficient income and capital growth to enable the Association to carry out its purposes consistently year by year with due and proper consideration for future needs and maintenance of and if possible enhancement of the value of invested funds. Performance is reviewed regularly with the fund managers who provide benchmarking of fund performance against the market in all their quarterly reports.

The trustees believe that the funds have been managed in accordance with the established policy.

Grant making policy

Due to the restructuring undertaken by the Association teamed with significant increase in legacy income, the association is now able to provide funding through grants to external organisations and individuals. Over the year a clear policy has been agreed and made publicly available along with an application form on the Association's website. The first grant deadline was advertised several months before the 1 October 2016 deadline.

The main exception to this principle are grants awarded to other organisations to fulfil core BHA objectives. In that regard the Association makes an annual grant to support the educational work of the Faculty of Homeopathy. The Faculty of Homeopathy reports back to the BHA Council at regular intervals throughout the year.

Risk management

The Association reviews key risks at every meeting and regularly reviews a full schedule of risks. Significant risks addressed at each meeting focus on issues of financial security of the Association, appropriate staffing and retention of organisational knowledge to ensure the Association meets objectives, and appropriate governance to ensure the Association meets statutory and organisational obligations.

Employees

The Association is committed to equal opportunities. Conditions of employment are set out in the Staff Handbook.

Auditors

FKCA Limited have indicated their willingness to continue in office and in accordance with the provisions of the Companies Act.

The above report has been prepared in accordance with the special provisions relating to small companies within part 15 of the Companies Act 2006.

On behalf of the Trustees



Mrs Margaret Wyllie
Chairman

24 May 2017

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF BRITISH HOMEOPATHIC ASSOCIATION

We have audited the financial statements of the British Homeopathic Association for the year ended 31 August 2016, which comprise the Statement of Financial Activities, the Summary Income and Expenditure Account, the Balance Sheet and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and the United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the charitable company's trustees, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditors' 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 charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective Responsibilities of Trustees and Auditors

As explained more fully in the Trustees' Responsibilities Statement set out on page 2, the trustees (who are also the directors of the British Homeopathic Association for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors.

Scope of the Audit of the Financial Statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the charitable company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the trustees; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Trustees Annual Report to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies, we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 August 2016 and of its incoming resources and application of resources, including the income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

In our opinion the information given in the Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- the charitable company has not kept adequate accounting records; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.



Miss Tara Aldwin ACA Senior Statutory Auditor
For and on behalf of FKCA Limited, Statutory Auditor

Prospero House
46-48 Rothesay Road
Luton LU1 1QZ

Date: 26 May 2017

Statement of Financial Activities for the year ended 31 August 2016

		Unrestricted	Restricted	Permanent		
		Funds	Funds	Endowment		
	Note	£	£	£	Total	Total
					2016	2015
Incoming resources						
Voluntary income						
Donations and gifts	3	2,500	8,569	-	11,069	67,202
Friends donations		33,311	-	-	33,311	42,178
Legacies		797,283	-	-	797,283	452,649
Activities for generating funds						
Rental Income	4	10,898	-	-	10,898	10,439
Advertising Income		2,156	-	-	2,156	5,818
Investment income	4	44,577	-	-	44,577	25,962
Income from Charitable Activities						
Royalties		313	-	-	313	490
Total incoming resources		891,038	8,569	-	899,607	604,738
Resources expended						
Cost of generating funds						
Investment management fees	5	5,954	-	1,471	7,424	4,659
Fundraising and publicity	5	19,556	-	-	19,556	4,803
Charitable Activities						
Training of healthcare professionals	5	139,799	4,179	-	143,979	68,208
Provision of information	5	140,829	9,135	-	149,964	122,868
Increasing public access	5	38,274	12,612	-	50,885	54,846
Research and development	5	90,346	100,227	-	190,573	107,825
Governance costs	5	12,618	-	-	12,618	14,224
Total resources expended		447,375	126,153	1,471	574,999	377,432
Net Income before transfers		443,663	(117,584)	(1,471)	324,607	227,306
Transfer between funds		-	-	-	-	-
Net Income from resources		443,663	(117,584)	(1,471)	324,607	227,306
Other recognised gains and losses						
Realised gains (losses)	9	(8,715)	-	13,055	4,340	25,931
Unrealised gains (losses)	9	96,074	-	15,317	111,391	(34,468)
Net movements in funds		531,022	(117,584)	26,901	440,338	218,770
Fund balances brought forward at 01 September 2015		691,059	169,192	267,670	1,127,921	909,152
Fund balances carried forward at 31 August 2016	12	1,222,081	51,608	294,571	1,568,260	1,127,921

The notes on page 22 to 30 form part of these financial statements.

All incoming resources and resources expended derive from continuing activities.

British Homeopathic Association**Summary Income & expenditure Account for the year ended 31 August 2016**

	2016	2015
	£	£
Gross income from continuing operations (Excludes Endowments)	899,607	604,738
Total income of continuing operations	899,607	604,738
Total expenditure of continuing operations (Excludes Endowments)	(573,529)	(375,947)
Net profit / (losses) before transfers	326,078	228,792
Realised (losses) on fixed asset investments	(8,715)	25,296
Net movement in funds	317,363	254,087

Total income comprises £891,038 (2015: £502,458) for unrestricted funds and £8,569 (2015: £102,280) for restricted funds. A detailed analysis of income by source is provided in the Statement of Financial Activities. Total expenditure for the year was £574,999 (2015: £377,432) comprising £447,375 (2015: £337,119) of unrestricted funds and £126,153 (2015: £38,827) expenditure of restricted funds, as shown in the Statement of Financial Activities. A detailed analysis is provided in the Statement of Financial Activities and the notes.

The Summary Income and Expenditure account is derived from the Statement of Financial Activities, which together with the notes to the accounts provides full information on the movements during the year on all the funds of the charity.

All activities relate to continuing activities.

The notes on page 22 to 30 form part of these financial statements

British Homeopathic Association

Balance Sheet as at 31 August 2016

	Note	2016 £	2015 £
Fixed assets			
Tangible assets	8	11,410	6,235
Investments	9	1,313,656	815,805
		<u>1,325,066</u>	<u>822,040</u>
Current assets			
Debtors	10	36,026	113,207
Cash at bank and in hand	13	235,926	230,571
		<u>271,952</u>	<u>343,778</u>
Creditors: amounts falling due within one year	11	28,758	37,896
		<u>243,194</u>	<u>305,881</u>
Current assets less current liabilities			
		<u>1,568,260</u>	<u>1,127,921</u>
Total Net assets			
		<u>1,568,260</u>	<u>1,127,921</u>
Funds			
Unrestricted funds		1,222,081	691,059
Restricted funds		51,608	169,192
Permanent Endowment		<u>294,571</u>	<u>267,670</u>
	12	<u>1,568,260</u>	<u>1,127,921</u>

The financial statements been prepared in accordance with the provisions applicable to companies subject to the small companies regime with Part 15 of the Companies Act 2006.

Company registration 00102915

The notes on page 22 to 30 form part of these financial statements.

The financial statements were approved by the Board on 26.04.17 and signed on its behalf by:



Margaret Wyllie
Chairman

The notes on page 22 to 30 form part of these financial statements.

1 Accounting policies

Basis of preparation.

The financial statements have been prepared under the historical cost convention, as modified by the revaluation of fixed asset investments, and are in accordance with (i) applicable accounting standards and (ii) the Statement of Recommended Practice "Accounting and Reporting by charities" (2005) and (iii) the Companies Act 2006, including Part 15 relating to small companies

Income

Income from subscriptions and donations are included in the financial statements on a receivable basis. Pecuniary and residuary legacies are included when the amounts can be reasonably quantified and the charity has certainty of receipt. All other income is accounted on an accruals basis.

Resources expended

The Association incurs four categories of expenditure which are: cost of generating funds, charitable activities, support costs and governance. All categories of expenditure are accounted for on an accruals basis.

A cost for generating funds includes fundraising and publicity costs as well as investment management fees. Charitable expenditure includes the direct costs of planning, staffing and operating activities. The cost of generating funds and support costs include administration, depreciation, staffing and other overheads, which have been allocated to the other main categories on a staff time basis. Governance expenditure includes audit fees and council expenses and an allocation of indirect costs, all being incurred for the constitutional offices of the charitable company.

Grants awarded

Provision is made for grants when approved by the trustees. Grants approved but not paid at the balance sheet date are included in liabilities.

Tangible fixed assets

Tangible fixed costs with a value of £500 or more are capitalised.

Depreciation

Depreciation is provided to write off the cost or valuation, less estimated residual values, of all fixed assets, over their expected useful lives. It is calculated at the following rates:

Office equipment, fixtures and equipment	-	33% reducing balance
Computer equipment	-	33% reducing balance

The notes on page 22 to 30 form part of these financial statements.

British Homeopathic Association

Notes forming part of the financial statements for the year ended 31 August 2016

The notes on page 22 to 30 form part of these financial statements.

Accounting policies (*Continued*)

Fund accounting

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

Designated funds comprise unrestricted funds that have been set aside by the trustees for particular purposes.

Restricted funds are created when funds (whether income or capital in nature) are given to, or raised by, the charity for use in a particular area or for a specific purpose only.

Endowment Funds

These are assets, which must be held permanently by the British Homeopathic Association. The changes to the value of the fund are reflected in the SOFA as realised and unrealised gains or losses. The income from the endowment funds is for the promotion of Homeopathy.

Gifts in kind

The Association includes individual gifts in kind where these are worth in excess of £500.

Investments

Investments are shown at market value. The unrealised movement in market value from one year to another is taken to the appropriate fund. The market value of investments is determined by reference to stock exchange prices at the balance sheet date. Gains or losses arising during the year are disclosed in the Statement of Financial Activities (SOFA).

Operating leases

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to the statement of financial resources.

Taxation status

The Association as a registered charity does not incur corporation tax and reclaims any recoverable tax suffered on investment income.

Pensions

The company contributes to individual staff's pension schemes, whose assets are maintained separately from those of the Association. The pension charge represents the amounts payable by the Charitable company to the funds during the year.

Emoluments

The Council Members who are the directors of the company do not receive emoluments for their services nor do contracts of services exist between the council members and the Charitable company.

The notes on page 22 to 30 form part of these financial statements.

2 Resources expended

Resources expended are stated after charging:

	2016 £	2015 £
Depreciation	5,620	3,071
Auditors remuneration	5,413	5,413
Pension costs	16,332	16,800

3 Donations

	Unrestricted £	Restricted £	2016 £	2015 £
Trust and corporate	2,500	-	2,500	54,250
Special Appeals	-	8,569	8,569	12,952
	2,500	8,569	11,069	67,202

4 Investment income

	2016 £	2015 £
Rental income	10,898	10,439
Dividends and interest on investments	44,577	25,962
Redemption of Government Shares	-	1,366
	55,475	37,767

The notes on page 22 to 30 form part of these financial statements.

5 Analysis of total resources expended

	Direct costs £	Depreciation £	Staff costs £	Grants payable £	Other £	2016 Total £	2015 Total £
Cost of generating funds							
Fundraising and publicity	9,430	56	8,320	-	1,750	19,556	4,803
Investment management fees	5,954	-	-	-	1,471	7,424	4,659
	15,384	56	8,320	-	3,221	26,980	9,461
Charitable activities							
Training of healthcare professionals	-	338	12,480	131,161	-	143,979	68,208
Provision of information	21,425	2,362	72,798	-	53,379	149,964	122,868
Increasing public access	4,090	955	35,359	4,500	5,982	50,885	54,846
Research & Development	2,056	1,910	70,717	-	15,663	90,346	107,825
	27,572	5,564	191,354	135,661	75,024	435,174	353,746
Governance costs	4,298	-	8,320	-	-	12,618	14,224
	4,298	-	8,320	-	-	12,618	14,224
Total resources expended	47,253	5,620	207,993	135,661	78,245	474,772	377,432

6 Grants payable (Institutions)

	2016 £	2015 £
Funding of the Faculty of Homeopathy's educational work	122,482	50,000
Local homeopathic clinics - Norwich Clinic	4,179	4,284
Grants/Projects(Funded by the BHA)	9,000	-
	135,661	54,284

Additional grant of £72,482 was made to the Faculty of Homeopathy for the year 2015-16

The notes on page 22 to 30 form part of these financial statements.

British Homeopathic Association

Notes forming part of the financial statements for the year ended 31 August 2016

7 Staff costs

	2016	2015
	£	£
Wages and salaries	168,026	146,777
Social security costs	23,637	28,744
Pension costs	16,332	16,800
	<u>207,995</u>	<u>192,321</u>

The average monthly number of employees
(including casual and part-time staff)
during the year
was made up as follows:

	2016	2015
Direct charitable activities	5	10

The Trustees received no emoluments during the year (2015: nil). However, all Trustees had travel expenses to and from Trustee's meetings during the year reimbursed totalling £2,919 (2015: £4,311).

No employee earned over £60,000 per annum in the year. Aggregate salary costs for the British Homeopathic Association and the Faculty of Homeopathy amounted to £273,191 of which £58,970 has been recharged to the Faculty of Homeopathy, £6,226 recharged to the Friends of the Royal Hospital for Integrated Medicine leaving £207,995 charged to the British Homeopathic Association as set out above.

8 Tangible fixed assets

	Office equipment fixtures and fittings £	Computer equipment £	Total £
<i>Cost</i>			
At 1 September 2015	10,882	22,584	33,466
Additions	-	10,794	10,794
As at 31 August 2016	<u>10,882</u>	<u>33,377</u>	<u>44,260</u>
<i>Depreciation</i>			
At 1 September 2015	9,142	18,089	27,231
Charge for the year	574	5,045	5,620
As at 31 August 2016	<u>9,716</u>	<u>23,134</u>	<u>32,850</u>
<i>Net book value</i>			
At 31 August 2016	<u>1,166</u>	<u>10,243</u>	<u>11,410</u>
At 31 August 2015	<u>1,741</u>	<u>4,495</u>	<u>6,235</u>

The notes on page 22 to 30 form part of these financial statements.

9 Fixed asset investments

	2016	2015
	£	£
Market value		
At 1 September 2015	815,805	775,375
Acquisitions	476,863	183,530
Disposals at market value	(94,743)	(134,563)
Realised and Unrealised gains / (losses)	115,731	(8,537)
	<hr/>	<hr/>
At 31 August 2016	1,313,656	815,805
	<hr/>	<hr/>
Split of market value		
Investments listed on a recognised stock exchange		
UK fixed interest	156,361	148,087
UK equities	858,076	339,091
Overseas equities	98,719	224,176
Alternative assets	36,436	23,122
Property	114,071	81,329
	<hr/>	<hr/>
Investments at market value	1,263,663	815,805
	<hr/>	<hr/>
Historical cost		
At 1 September 2015	706,680	631,783
Disposals	(90,403)	(108,632)
Acquisitions	476,863	183,529
	<hr/>	<hr/>
At 31 August 2016	1,093,140	706,680
	<hr/>	<hr/>

The following holdings as at 31 August 2016 represent more than 5% of the total investments held.

Vanguard Inv Ser, FTSE 100 Etf Inc Units 3000 units @ £30.57

10 Debtors

	2016	2015
	£	£
Other Debtors	28,924	20,267
Prepayments and accrued income	7,102	9,502
Related party debtors	-	83,438
	<hr/>	<hr/>
	36,026	113,207
	<hr/>	<hr/>

The notes on page 22 to 30 form part of these financial statements.

British Homeopathic Association

Notes forming part of the financial statements for the year ended 31 August 2016

11 Creditors: amounts falling due within one year	2016	2015
	£	£
Other creditors	10,078	12,164
Accruals and deferred income	6,674	7,773
Social security and other taxes	4,702	8,015
Related Party Creditors	7,304	9,945
	28,758	37,896

12 Movement in funds	Balance at 1st September 2015	Incoming resources	Outgoing resources	Transfers	Gains/ (losses)	Balance at 31st August 2016
	£	£	£	£	£	£
Permanent endowments						
Phillips Memorial Charity (Charity No. 235902)	194,322	-	(1,172)	-	19,807	212,957
Samuel Goodenough Trust	46,976	-	(299)	-	8,565	55,242
Homeopathic Post Graduate	26,372	-	-	-	-	26,372
	267,671	-	(1,471)	-	28,372	294,571
Restricted						
Veterinary teaching & research fund	220	-	-	-	-	220
Clinics Appeal	17,873	-	(4,179)	-	-	13,693
John Ede Restricted fund	1,135	-	-	-	-	1,135
General Research Fund	36,432	-	(12,612)	-	-	23,820
Manchester Homeopathic Clinic	100,227	-	(100,227)	-	-	0
NHS Homeopathy appeal	1,517	8,569	(9,135)	-	-	951
Tanner Trust	1,380	-	-	-	-	1,380
Mervyn Madge Fund	10,408	-	-	-	-	10,408
	169,192	8,569	(126,153)	-	-	51,608
Unrestricted						
General	691,059	891,038	(447,375)	-	87,359	1,222,081
	691,059	891,038	(447,375)	-	87,359	1,222,081
	1,127,922	899,607	(575,000)	-	115,731	1,568,260

The notes on page 22 to 30 form part of these financial statements.

12 Movement in funds (continued)

The Permanent Endowment Phillips Memorial Charity (income) is for the promotion of homeopathy.

The Permanent Endowment Samuel Goodenough Trust (income) is for the promotion of homeopathy.

The Homeopathic Post Graduate Teaching and Educations Fund (income) is for educational work.

The Veterinary Teaching and Research Fund is for research into veterinary homeopathy.

NHS Homeopathy appeal is for work undertaken to retain and develop NHS homeopathy services.

The Clinics Appeal Fund is for homeopathic clinics.

The John Ede Fund is for travel bursaries for doctors and pharmacists to attend conferences and Seminars abroad.

General Research Fund is mainly for other activities conducted in the persuance of homeopathic research activities.

Following agreement with the Manchester Homeopathic Clinic, the BHA and Robert Mathie it was agreed that the balance held in fund for the research agenda was to be transferred over to HRI in March 2016 after the departure of Robert Mathie from the BHA.

The Mervyn Madge Fund is for 1) the naming of a section of the BHA's library focused on homeopathic pharmacy in memory of the late Christina Brenda Madge and 2) assisting pharmacists on advanced homeopathic training by providing bursaries to pharmacists enrolling on DFHom and MFHom courses.

Tanner Trust gift is targeted toward information seminars for Midwives, mums to be and new mums and active retired.

13 Analysis of net assets

	Unrestricted funds	Restricted funds	Permanent endowment funds	Total funds
	£	£	£	£
Funds balances at 31st August 2016	1,222,081	51,608	294,571	1,568,260
Represented by:				
Tangible fixed assets	11,410	-	-	11,410
Investments	1,083,964	-	229,692	1,313,656
Cash at bank and in hand	194,241	4,100	37,585	235,926
Other net current assets /(liabilities)	(67,534)	47,508	27,294	7,268
	1,222,081	51,608	294,571	1,568,260

The notes on page 22 to 30 form part of these financial statements.

14 Related parties

Ultimate controlling party

The Board of Trustees are the ultimate controlling party as set out by the governing document.

- (i) **The Faculty of Homeopathy** is a connected non-profit organisation, which shares certain staff with the British Homeopathic Association and shares a number of Council Members.
During the year the British Homeopathic Association made a usual grant of £50,000 plus an additional grant of £72,482 as agreed by the BHA Council to clear the related party dues. Hence at the Balance sheet date BHA was owed £nil (2015: £83,438).
- (ii) **The William Kadleigh Memorial Fund** is an unincorporated connected charity whose capital funds are held and managed by the British Homeopathic Association on behalf of the Kadleigh Committee. As at the Balance sheet date BHA owed £3,047 (2015:£4,142 owed).
- (iii) **Hahnemann House Trust** is an unincorporated connected charity with The British Homeopathic Association and the BHA is the Trustee of the charity. At the year end Hahnemann House Trust was owed by the British Homeopathic Association £2,131 (2015: £5,397).
- (iv) **Bath Homeopathic Hospital and Dispensary Trust** is an unincorporated connected charity with the British Homeopathic Association and shares trustees. At the year end the Bath Homeopathic Hospital was owed £2,127 (2015: owed to £406) by the British Homeopathic Association and is included within debtors.

15 Pension

The British Homeopathic Association contributes to individual defined contribution schemes at the rate of 8% of salary. The pension cost charge represents contributions payable by the British Homeopathic Association to these schemes and amounted to £16,332 (2015: £16,800). There were no outstanding pension contributions as 31 August 2016 (2015: nil).