

REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020
FOR
FOUNDATIONS FOR HOPE

Prescott Gendy Aslam & Co
Hollington House
Flitton Hill
Maulden
Bedfordshire
MK45 2BE

CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

	Page
Report of the Trustees	1 to 3
Independent Examiner's Report	4
Statement of Financial Activities	5
Statement of Financial Position	6
Statement of Cash Flows	7
Notes to the Statement of Cash Flows	8
Notes to the Financial Statements	9 to 15

REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2020

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 December 2020. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

A summary of the objects of the charity set out in its governing document are:

The prevention of relief of poverty in particular in the Middle East and Africa by providing grants, items and services to individuals in need and /or charities, or other organisations working to prevent or relieve poverty.

Significant activities

The Charity received a grant of £1.2 million in December 2018. The grant is being used to achieve the charity's objects in working towards the elimination of the causes and consequences of poverty in the Middle East and Africa.

The activities include 3 year projects and they have delivered the funds to the institutions for activities in Egypt and Sudan for year 2 of those projects in respect of providing dialysis units to help the sick and poor and included:-

Five dialysis units were funded in the year. located in Sudan. A further fifteen units were funded located in Elmalek Hospital, Guiza and in Dëshna and Zakazik. A water treatment plant for a dialysis unit in Menya, Egypt was also funded in the year.

The Covid-19 pandemic has caused some operational issues within the charity sector in the year on a global basis and this has impacted on our main achievements in 2020. Projects planned to continue in 2020 have to some affect been paused but funds are held in Reserves to continue with our aims and objectives going forward.

Public benefit

By raising money from grants, Foundations for Hope provides a public benefit by making grants to institutions it works with to achieve it's objectives in relieving poverty.

FINANCIAL REVIEW

Financial position

The financial position of the charitable company is set out on page 5 of the Financial Statements. The net current assets at the end of the period was £812,555 compared to £943,477 at 31 December 2019. The funds are held in a general unrestricted income fund available to be spent within the objects of the charity.

Reserves policy

Statement of the charity's policy on reserves:-

Any reserves will be used to make grants to charities or voluntary bodies for the prevention or relief of poverty.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Recruitment and appointment of new trustees

The trustee selection method is by appointment.

Archbishop A Angaelos is entitled to appoint charity trustees.

REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2020

STRUCTURE, GOVERNANCE AND MANAGEMENT

Risk management

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error. They have reviewed those risks and established systems and procedures to manage those risks.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

08339515 (England and Wales)

Registered Charity number

1155579

Registered office

Shephalbury Manor
Broadhall Way
Stevenage
Hertfordshire
SG2 8NP

Trustees

Archbishop A Angaelos
G N Barbary
D N Z Boutros
R A Daoud
Dr M L Elsanady
Dr C H B Gabriel
Dr M A Ishak-Hanna
Dr W Khalil
M Khalil
C F Malek
Dr O K Morris
Ms R Saleh
F F Fahmy

Company Secretary

Ms R Saleh

Independent Examiner

Prescott Gendy Aslam & Co
Hollington House
Flitton Hill
Maulden
Bedfordshire
MK45 2BE

REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2020

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by order of the board of trustees on 26 September 2021 and signed on its behalf by:

Archbishop A Angaelos - Trustee

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
FOUNDATIONS FOR HOPE**

Independent examiner's report to the trustees of Foundations for Hope ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 December 2020.

Responsibilities and basis of report

As the charity's trustees of the Company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the 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:

1. accounting records were not kept in respect of the Company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts 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 accounts 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 accounts to be reached.

George Gendy
Prescott Gendy Aslam & Co
Hollington House
Flitton Hill
Maulden
Bedfordshire
MK45 2BE

26 September 2021

FOUNDATIONS FOR HOPE

STATEMENT OF FINANCIAL ACTIVITIES **FOR THE YEAR ENDED 31 DECEMBER 2020**

		31.12.20 Unrestricted fund £	31.12.19 Total funds £
INCOME AND ENDOWMENTS FROM	Notes		
Donations and legacies	2	-	118,932
EXPENDITURE ON			
Raising funds	3	27,908	28,334
Charitable activities	4		
Face for Children in Need		-	25,997
Life Vision for Development		-	16,933
Orphanage in Zigzag, Egypt		-	18,000
Bless Egypt Disability programme		-	102,308
Refurbishment of Boys dormitory at school in Uganda		-	1,985
Dialysis Units in Egypt		76,883	140,000
Dialysis units in Sudan		25,030	25,000
Other		20	261
Total		<u>129,841</u>	<u>358,818</u>
NET INCOME/(EXPENDITURE)		<u>(129,841)</u>	<u>(239,886)</u>
RECONCILIATION OF FUNDS			
Total funds brought forward		943,477	1,183,363
TOTAL FUNDS CARRIED FORWARD		<u><u>813,636</u></u>	<u><u>943,477</u></u>

The notes form part of these financial statements

STATEMENT OF FINANCIAL POSITION
31 DECEMBER 2020

	Notes	31.12.20 Unrestricted fund £	31.12.19 Total funds £
CURRENT ASSETS			
Cash at bank		815,815	963,618
CREDITORS			
Amounts falling due within one year	11	(2,179)	(20,141)
NET CURRENT ASSETS		<u>813,636</u>	<u>943,477</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		813,636	943,477
NET ASSETS		<u>813,636</u>	<u>943,477</u>
FUNDS	13		
Unrestricted funds		<u>813,636</u>	<u>943,477</u>
TOTAL FUNDS		<u>813,636</u>	<u>943,477</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2020.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2020 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each 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 charitable company.

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

The financial statements were approved by the Board of Trustees and authorised for issue on 26 September 2021 and were signed on its behalf by:

A Angaelos - Trustee

The notes form part of these financial statements

FOUNDATIONS FOR HOPE

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2020

Notes	31.12.20 £	31.12.19 £
Cash flows from operating activities		
Cash generated from operations 1	<u>(147,803)</u>	<u>(235,129)</u>
Net cash used in operating activities	<u>(147,803)</u>	<u>(235,129)</u>
Change in cash and cash equivalents in the reporting period	<u>(147,803)</u>	<u>(235,129)</u>
Cash and cash equivalents at the beginning of the reporting period	<u>963,618</u>	<u>1,198,747</u>
Cash and cash equivalents at the end of the reporting period	<u>815,815</u>	<u>963,618</u>

The notes form part of these financial statements

FOUNDATIONS FOR HOPE

NOTES TO THE STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2020

1. RECONCILIATION OF NET EXPENDITURE TO NET CASH FLOW FROM OPERATING ACTIVITIES

	31.12.20 £	31.12.19 £
Net expenditure for the reporting period (as per the Statement of Financial Activities)	(129,841)	(239,886)
Adjustments for:		
(Decrease)/increase in creditors	<u>(17,962)</u>	<u>4,757</u>
Net cash used in operations	<u><u>(147,803)</u></u>	<u><u>(235,129)</u></u>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.1.20 £	Cash flow £	At 31.12.20 £
Net cash			
Cash at bank	<u>963,618</u>	<u>(147,803)</u>	<u>815,815</u>
	<u>963,618</u>	<u>(147,803)</u>	<u>815,815</u>
Debt			
Debts falling due within 1 year	<u>(15,000)</u>	<u>15,000</u>	<u>-</u>
	<u>(15,000)</u>	<u>15,000</u>	<u>-</u>
Total	<u><u>948,618</u></u>	<u><u>(132,803)</u></u>	<u><u>815,815</u></u>

The notes form part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

1. ACCOUNTING POLICIES

BASIS OF PREPARING THE FINANCIAL STATEMENTS

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

INCOME

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

EXPENDITURE

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

TAXATION

The charity is exempt from corporation tax on its charitable activities.

FUND ACCOUNTING

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

PENSION COSTS AND OTHER POST-RETIREMENT BENEFITS

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

FOUNDATIONS FOR HOPE

NOTES TO THE FINANCIAL STATEMENTS - continued **FOR THE YEAR ENDED 31 DECEMBER 2020**

2. DONATIONS AND LEGACIES

	31.12.20	31.12.19
	£	£
Grants	<u>-</u>	<u>118,932</u>

Grants received, included in the above, are as follows:

	31.12.20	31.12.19
	£	£
GS Gives Annual Giving Fund	<u>-</u>	<u>118,932</u>

3. RAISING FUNDS

RAISING DONATIONS AND LEGACIES

	31.12.20	31.12.19
	£	£
Support costs	<u>27,908</u>	<u>28,334</u>

4. CHARITABLE ACTIVITIES COSTS

	Grant funding of activities (see note 5)
	£
Dialysis Units in Egypt	76,883
Dialysis units in Sudan	<u>25,030</u>
	<u>101,913</u>

5. GRANTS PAYABLE

	31.12.20	31.12.19
	£	£
Face for Children in Need	-	25,997
Life Vision for Development	-	16,933
Orphanage in Zigzag, Egypt	-	18,000
Bless Egypt Disability programme	-	102,308
Refurbishment of Boys dormitory at school in Uganda	-	1,985
Dialysis Units in Egypt	76,883	140,000
Dialysis units in Sudan	<u>25,030</u>	<u>25,000</u>
	<u>101,913</u>	<u>330,223</u>

FOUNDATIONS FOR HOPE

NOTES TO THE FINANCIAL STATEMENTS - continued **FOR THE YEAR ENDED 31 DECEMBER 2020**

5. GRANTS PAYABLE - continued

The total grants paid to institutions during the year was as follows:

	31.12.20	31.12.19
	£	£
Life Vision for Development	-	16,933
Dialysis Units	-	165,000
Bless Egypt	-	102,308
Zagzig Orphanage	-	18,000
Rafiki Thabo Foundation	-	1,985
Face for Children in Need	-	25,997
	<u>-</u>	<u>330,223</u>

6. SUPPORT COSTS

	Management	Finance	Governance costs	Totals
	£	£	£	£
Raising donations and legacies	26,108	-	1,800	27,908
Other resources expended	-	20	-	20
	<u>26,108</u>	<u>20</u>	<u>1,800</u>	<u>27,928</u>

7. NET INCOME/(EXPENDITURE)

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

	31.12.20	31.12.19
	£	£
Audit-related assurance services	<u>1,800</u>	<u>1,800</u>

8. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2020 nor for the year ended 31 December 2019.

TRUSTEES' EXPENSES

There were no trustees' expenses paid for the year ended 31 December 2020 nor for the year ended 31 December 2019.

FOUNDATIONS FOR HOPE

NOTES TO THE FINANCIAL STATEMENTS - continued **FOR THE YEAR ENDED 31 DECEMBER 2020**

9. STAFF COSTS

	31.12.20	31.12.19
	£	£
Wages and salaries	25,526	25,947
Other pension costs	582	587
	<u>26,108</u>	<u>26,534</u>

The average monthly number of employees during the year was as follows:

	31.12.20	31.12.19
Management	<u>1</u>	<u>1</u>

No employees received emoluments in excess of £60,000.

10. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

Unrestricted
fund
£

INCOME AND ENDOWMENTS FROM

Donations and legacies 118,932

EXPENDITURE ON

Raising funds 28,334

Charitable activities

Face for Children in Need 25,997

Life Vision for Development 16,933

Orphanage in Zigzag, Egypt 18,000

Bless Egypt Disability programme 102,308

Refurbishment of Boys dormitory at school 1,985

in Uganda 140,000

Dialysis Units in Egypt 25,000

Dialysis units in Sudan 261

Other 261

Total 358,818

NET INCOME/(EXPENDITURE) (239,886)

RECONCILIATION OF FUNDS

Total funds brought forward 1,183,363

TOTAL FUNDS CARRIED FORWARD 943,477

FOUNDATIONS FOR HOPE

NOTES TO THE FINANCIAL STATEMENTS - continued **FOR THE YEAR ENDED 31 DECEMBER 2020**

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.12.20	31.12.19
	£	£
Other loans (see note 12)	-	15,000
Trade creditors	-	(1)
Social security and other taxes	379	388
Other creditors	-	4,640
Nest pension Control	-	114
Accrued expenses	1,800	-
	<u>2,179</u>	<u>20,141</u>

12. LOANS

An analysis of the maturity of loans is given below:

	31.12.20	31.12.19
	£	£
Amounts falling due within one year on demand:		
Other loans	<u>-</u>	<u>15,000</u>

13. MOVEMENT IN FUNDS

	At 1.1.20	Net movement in funds	At 31.12.20
	£	£	£
Unrestricted funds			
General fund	943,477	(129,841)	813,636
TOTAL FUNDS	<u>943,477</u>	<u>(129,841)</u>	<u>813,636</u>

Net movement in funds, included in the above are as follows:

	Incoming resources	Resources expended	Movement in funds
	£	£	£
Unrestricted funds			
General fund	-	(129,841)	(129,841)
TOTAL FUNDS	<u>-</u>	<u>(129,841)</u>	<u>(129,841)</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2020

13. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.1.19 £	Net movement in funds £	At 31.12.19 £
Unrestricted funds			
General fund	1,183,363	(239,886)	943,477
TOTAL FUNDS	<u>1,183,363</u>	<u>(239,886)</u>	<u>943,477</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	118,932	(358,818)	(239,886)
TOTAL FUNDS	<u>118,932</u>	<u>(358,818)</u>	<u>(239,886)</u>

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.1.19 £	Net movement in funds £	At 31.12.20 £
Unrestricted funds			
General fund	1,183,363	(369,727)	813,636
TOTAL FUNDS	<u>1,183,363</u>	<u>(369,727)</u>	<u>813,636</u>

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	118,932	(488,659)	(369,727)
TOTAL FUNDS	<u>118,932</u>	<u>(488,659)</u>	<u>(369,727)</u>

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2020

14. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 December 2020.