

Charity Registration No. 1132901

Company Registration No. 06230101 (England and Wales)

AMENDED ACCOUNTS

HOMEOPATHY RESEARCH INSTITUTE

ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 APRIL 2019

HOMEOPATHY RESEARCH INSTITUTE

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Dr A L Tournier Dr P Viksveen Mr C J Wansbrough
Secretary	Mr S Wilkinson-Blake
Charity number	1132901
Company number	06230101
Registered office	International House 142 Cromwell Road Kensington London SW7 4EF
Independent examiner	Tessa Fowler BA FCA C/o HSP Tax & Accounts Ltd Whiteacres Cambridge Road Whetstone Leicestershire LE8 6ZG

HOMEOPATHY RESEARCH INSTITUTE

CONTENTS

	Page
Trustees' report	1 - 4
Statement of trustees' responsibilities	5
Independent examiner's report	6
Statement of financial activities	7
Balance sheet	8
Statement of cash flows	9
Notes to the accounts	10 - 22

HOMEOPATHY RESEARCH INSTITUTE

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 30 APRIL 2019

The trustees present their report and financial statements for the year ended 30 April 2019.

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 governing document, 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)

Our aims and objectives

Purposes and aims

The Homeopathy Research Institute (HRI) is an innovative international charity created to address the need for high quality scientific research in homeopathy. The Institute used its resources and expertise to foster new projects and to improve the quality of research being carried out in the field.

There has been no change in these objectives during the year.

Ensuring our work delivers our aims

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

Our activities

The Homeopathy Research Institute (HRI) received its charitable status in 2009, making 2019 our 10th anniversary. Marking this important landmark in the charity's history provided a clear focus for our activities during the 2018-2019 financial year.

As the next biennial HRI Conference is due to fall in June 2019, it was decided that this event should serve the dual purpose of being our 4th International Research Conference and a 10th anniversary celebration. For this reason, the event will be held 'at home' in the UK for the first time and the usual Saturday dinner for delegates will be expanded into a special 10th anniversary gala, open to the public. 'HRI London 2019' will be the largest HRI conference to date, with over 300 delegates expected. Preparations for this event have therefore been the primary activity of the charity during this reporting period.

HRI has continued to collaborate closely with the Australian Homeopathic Association (AHA) to challenge the inaccurate NHMRC 'Australian Report' on Homeopathy. HRI's scientific experts have continued to provide input into the ongoing investigation by the Commonwealth Ombudsman into NHMRC's actions, as well as working to correct misinformation regarding this issue at an international level.

In January 2019 Dr Robert Mathie completed his extensive systematic review programme on homeopathy with his final publication, Systematic Review and Meta-Analysis of Randomised, Other-than-Placebo Controlled, Trials of Non-Individualised Homeopathic Treatment. This significant contribution to clinical research on homeopathy has provided essential clarity on the randomised controlled trial literature, analysing the data separately according to different types of homeopathic treatment and different comparators, for the first time.

HOMEOPATHY RESEARCH INSTITUTE

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 30 APRIL 2019

The HRI website continues to reach an ever-growing audience and is recognised as the leading website on homeopathy research worldwide. Our English website is visited by users as distant as North America and Australia/Oceania, whilst our continued investment in translated resources has been reflected in increased visitors from across Europe, South America and Asia.

How our activities deliver public benefit

Members of the public need accurate and up-to-date information in order to make informed choices about healthcare options, including homeopathy. The Trustees therefore believe there is a clear benefit from a number of the Institute's activities, including:

- Conducting and assisting with novel research into homeopathic medicines and treatment
- Holding conferences to facilitate international collaboration between researchers and dissemination of the latest findings in the field
- Communicating accurate and up-to-date information about homeopathy research to professionals and the public via printed material, website, social media and electronic newsletters.

Financial review

The Trustees are mindful of the necessity to generate sufficient incoming resources to fund both projects and the Institute's other activities. Research project funding commitments are relatively short term and the Trustees only commit to funds currently in hand.

Principal funding sources

HRI's income from donations in 2018-19 was £402,760, of which £250,108 was restricted funding. Unrestricted income was £152,652, a reduction of £63,965 compared with the previous year (£216,617). Trustees recognise that this decrease reflects the fact that the majority of this unrestricted income continues to come from a small number of donors, resulting in significant variations in income year on year.

HRI's research expenditure was unusually inflated in the previous year by donations received for the specified purpose of setting up the Water Research Laboratory project. The decrease this year brings spending back within our usual range, with a small further decrease reflecting completion of certain projects e.g. the Mathie Systematic Review programme.

Investment policy

Aside from retaining a prudent amount in reserves each year, most of the charity's funds are spent in the short term, so there are few funds available for long term investment.

HOMEOPATHY RESEARCH INSTITUTE

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 30 APRIL 2019

Reserves policy

The Board of Trustees has examined the charity's requirements for reserves in light of the main risks to the organisation. It has established a policy whereby the unrestricted funds not committed or invested in tangible fixed assets held by the charity should be between 3 and 6 months of annual expenditure.

The present, average quarterly level of reserves available to the charity is equivalent to 3 months annual expenditure and therefore meets this target. Nevertheless, the strategy is to continue to build reserves through planned operating surpluses. The Trustees continue to monitor the extent to which existing activities and expenditure could be curtailed, should adverse circumstances arise.

Plans for the future

The charity plans to continue the activities outlined above in forthcoming years, subject to satisfactory funding arrangements.

Our plans include developing fundraising further across a range of income streams to fund more vital research and to address the key financial risk, in common with most charities, of maintaining voluntary income.

Structure, governance and management

HRI is registered as a charity in England and Wales.

The charity is also a company limited by guarantee, a deed of trust, and constitutes a company limited by guarantee.

HRI's governing instruments are a Memorandum and Articles of Association.

The trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

Dr E A Thompson

(Retired 19 December 2019)

Dr A L Tournier

Dr P Viksveen

Mr C J Wansbrough

HOMEOPATHY RESEARCH INSTITUTE

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 30 APRIL 2019

None of the trustees has any beneficial interest in the company. All of the trustees are members of the company and guarantee to contribute £1 in the event of a winding up.

Dr A L Tournier, Trustee, receives funds in respect of research work carried out on behalf of the charity and fulfilment of his role as Executive Director. Full disclosure of the amounts is given in the notes to the accounts.

Recruitment and appointment of Trustees

The power to appoint new Trustees rests with the current Trustees and if it is felt appropriate, they will look for new Trustees with relevant skills and experience. New Trustees are appointed following a successful interview with the existing Trustees.

Organisational structure

The Trustees delegate the responsibility of ensuring policies and procedures are carried out and the operational management of the charity to the Chief Executive, Ms Rachel Roberts. She heads up our staff team, made up of employees and contractors, who advise on and deliver the work of the charity.

Staff management

HRI is fortunate in having skilled and dedicated people, both as employees and contractors, for which we are grateful.

Trading

HRI has one subsidiary, Homeopathy Research Enterprises Limited, wholly owned and registered in England and Wales. The principal activity of this company is the provision of the HRI International Research Conferences.

Risk management

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. The main major risks identified relate to maintaining voluntary income and the performance of our Research Conferences and funded projects.

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

Trustee: Dr A L Tournier



Dated: 30 January 2020

HOMEOPATHY RESEARCH INSTITUTE

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 30 APRIL 2019

The trustees, who are also the directors of Homeopathy Research Institute 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.

HOMEOPATHY RESEARCH INSTITUTE

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF HOMEOPATHY RESEARCH INSTITUTE

I report on the financial statements of the charity for the year ended 30 April 2019, which are set out on pages 7 to 22.

Respective responsibilities of trustees and examiner

The charity's trustees, who are also the directors of Homeopathy Research Institute for the purposes of company law, are responsible for the preparation of the financial statements. The trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed. The charity's gross income exceeded £250,000 and I am qualified to undertake the examination being a qualified member of The Institute of Chartered Accountants in England and Wales.

Having satisfied myself that the charity is not subject to audit under company law and is eligible for independent examination, it is my responsibility to:

- (i) examine the financial statements under section 145 of the 2011 Act;
- (ii) to follow the procedures laid down in the general Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act; and
- (iii) to state whether particular matters have come to my attention.

Basis of independent examiner's report

My examination was carried out in accordance with the general Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the financial statements presented with those records. It also includes consideration of any unusual items or disclosures in the financial statements, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and consequently no opinion is given as to whether the financial statements present a 'true and fair view' and the report is limited to those matters set out in the next statement.

Independent examiner's statement

In connection with my examination, no matter has come to my attention:

- (a) which gives me reasonable cause to believe that in any material respect the requirements:
 - (i) to keep accounting records in accordance with section 386 of the Companies Act 2006; and
 - (ii) to prepare financial statements which accord with the accounting records, comply with the accounting requirements of section 396 of the Companies Act 2006 and with the methods and principles of the Statement of Recommended Practice: Accounting and Reporting by Charities;have not been met or
- (b) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the financial statements to be reached.

Tessa Fowler BA FCA

C/o HSP Tax & Accounts Ltd
Whiteacres
Cambridge Road
Whetstone
Leicestershire
LE8 6ZG

Dated: 30 January 2020

HOMEOPATHY RESEARCH INSTITUTE

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 30 APRIL 2019

	Notes	Unrestricted funds 2019 £	Restricted funds 2019 £	Total 2019 £	Total 2018 £
<u>Income and endowments from:</u>					
Donations and legacies	2	152,652	250,108	402,760	546,977
Charitable activities	3	3,872	-	3,872	3,946
Other income	4	2,938	-	2,938	-
Total income		159,462	250,108	409,570	550,923
<u>Expenditure on:</u>					
Raising funds	5	5,703	203	5,906	1,883
 <u>Charitable activities</u>	 6	 144,982	 220,970	 365,952	 629,130
Total charitable expenditure		144,982	220,970	365,952	629,130
Total resources expended		150,685	221,173	371,858	631,013
 Net incoming/(outgoing) resources before transfers		 8,777	 28,935	 37,712	 (80,090)
Gross transfers between funds		21,339	(21,339)	-	-
Net income/(expenditure) for the year/ Net incoming/(outgoing) resources		30,116	7,596	37,712	(80,090)
 Other recognised gains and losses					
Other gains or losses	12	(3,988)	-	(3,988)	90
Net movement in funds		26,128	7,596	33,724	(80,000)
Fund balances at 1 May 2018		203,536	118,526	322,062	402,062
Fund balances at 30 April 2019		229,664	126,122	355,786	322,062

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.

HOMEOPATHY RESEARCH INSTITUTE

BALANCE SHEET

AS AT 30 APRIL 2019

	Notes	2019 £	£	2018 £	£
Fixed assets					
Tangible assets	13		100		149
Investments	14		100		100
			<u>200</u>		<u>249</u>
Current assets					
Debtors	15	134,292		116,381	
Cash at bank and in hand		229,790		219,482	
		<u>364,082</u>		<u>335,863</u>	
Creditors: amounts falling due within one year	16	(8,496)		(14,050)	
Net current assets			<u>355,586</u>		<u>321,813</u>
Total assets less current liabilities			<u>355,786</u>		<u>322,062</u>
Income funds					
Restricted funds	17		126,122		118,526
<u>Unrestricted funds</u>					
Designated funds	18	-		5,696	
General unrestricted funds		229,664		197,840	
		<u>229,664</u>		<u>197,840</u>	
			<u>229,664</u>		<u>203,536</u>
			<u>355,786</u>		<u>322,062</u>

For the year ended 30 April 2019 the company was entitled to exemption under section 477 of the Companies Act 2006 relating to small companies.

No members have required the company to obtain an audit of its accounts for the year ended 30 April 2019 in accordance with section 476 of the Companies Act 2006.

The directors acknowledge their responsibility for complying with the requirements of the Act with respect to accounting records and for the preparation of accounts

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

The accounts were approved by the Trustees on 30 January 2020

Dr A L Tournier
Trustee



Company Registration No. 06230101

HOMEOPATHY RESEARCH INSTITUTE

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 30 APRIL 2019

	Notes	2019 £	£	2018 £	£
Cash flows from operating activities					
Cash generated from/(absorbed by) operations	22		10,308		(29,927)
Investing activities					
Purchase of tangible fixed assets		-		(148)	
Net cash used in investing activities			-		(148)
Net cash used in financing activities			-		-
Net increase/(decrease) in cash and cash equivalents			10,308		(30,075)
Cash and cash equivalents at beginning of year			219,482		249,557
Cash and cash equivalents at end of year			229,790		219,482

HOMEOPATHY RESEARCH INSTITUTE

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 APRIL 2019

1 Accounting policies

Charity information

Homeopathy Research Institute is a private company limited by guarantee incorporated in England and Wales. The registered office is International House, 142 Cromwell Road, Kensington, London, SW7 4EF.

1.1 Accounting convention

The accounts have been prepared in accordance with the charity's governing document, 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 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.

Designated funds are unrestricted funds of the charity which the Trustees have decided at their discretion to set aside to use for a specific purpose. The purposes and uses of the designated funds are set out in the notes to the accounts.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

1.4 Incoming resources

All income is recognised when the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

HOMEOPATHY RESEARCH INSTITUTE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 2019

1 Accounting policies

1.5 Resources expended

Expenditure is recognised as soon as a liability is probable.

Expenditure is classified under the following activity headings:

- Costs of raising funds, being the promotion of the work of the Charity
- Expenditure on charitable activities, being mainly project funding and management
- Other expenditure, being amounts not falling into the above headings

Allocation of support costs:

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. These costs have been included under the heading of charitable activities.

1.6 Tangible fixed assets

Tangible fixed assets 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 bases:

Computers	33% on cost
-----------	-------------

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 Fixed asset investments

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. Investments in subsidiary undertakings are shown at cost.

1.8 Impairment of fixed 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 and short-term highly liquid investments with a short maturity of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.10 Financial instruments

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

HOMEOPATHY RESEARCH INSTITUTE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 2019

1 Accounting policies

1.11 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

1.12 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

1.13 Foreign exchange

Transactions in currencies other than pounds sterling are recorded at the rates of exchange prevailing at the dates of the transactions. At each reporting end date, monetary assets and liabilities that are denominated in foreign currencies are retranslated at the rates prevailing on the reporting end date. Gains and losses arising on translation are included in net income/(expenditure) for the period.

2 Donations and legacies

	Unrestricted funds	Restricted funds	Total	Total
	2019	2019	2019	2018
	£	£	£	£
Donations and gifts	152,652	250,108	402,760	546,977
For the year ended 30 April 2018	<u>216,617</u>	<u>330,360</u>		<u>546,977</u>

3 Charitable activities

	Unrestricted funds	Total
	2019	2018
	£	£
Services provided under contract	3,872	3,946

4 Other income

	Unrestricted funds	Total
	2019	2018
	£	£
Insurance claim	2,938	-

HOMEOPATHY RESEARCH INSTITUTE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 2019

5 Raising funds

	Unrestricted funds	Restricted funds	Total	Total
	2019 £	2019 £	2019 £	2018 £
<u>Fundraising and publicity</u>				
Other fundraising costs	2,527	203	2,730	-
Staff costs	3,176	-	3,176	1,883
	<u>5,703</u>	<u>203</u>	<u>5,906</u>	<u>1,883</u>
Fundraising and publicity	5,703	203	5,906	1,883
	<u>5,703</u>	<u>203</u>	<u>5,906</u>	<u>1,883</u>
For the year ended 30 April 2018				
Fundraising and publicity	<u>1,883</u>	<u>-</u>		<u>1,883</u>

HOMEOPATHY RESEARCH INSTITUTE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 2019

6 Charitable activities

	Internal research projects	External research projects	Research facilitation & dissemination	Project management & development	Other	Total 2019	Total 2018
	£	£	£	£	£	£	£
Staff costs	-	22,526	31,570	46,150	-	100,246	110,082
HRI core team consultants	-	-	37,901	14,925	3,332	56,158	52,133
External consultant fees	-	-	750	-	-	750	-
Research funding	566	175,334	-	-	-	175,900	416,750
External conferences	-	-	-	-	-	-	553
Travel and subsistence	1,363	2,507	3,897	14,592	-	22,359	31,950
Postage, telephone, stationery and sundries	-	101	593	5,279	-	5,973	5,787
Accountancy	-	-	-	-	852	852	852
Insurance	-	-	-	1,453	-	1,453	1,515
Computer expenses	-	72	607	1,533	-	2,212	1,753
Legal expenses	-	-	-	-	-	-	7,755
Depreciation and impairment	-	-	-	-	49	49	-
	<u>1,929</u>	<u>200,540</u>	<u>75,318</u>	<u>83,932</u>	<u>4,233</u>	<u>365,952</u>	<u>629,130</u>

HOMEOPATHY RESEARCH INSTITUTE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 2019

7 Grants payable

	2019 £	2018 £
Grants to institutions:		
Funding of researcher position at Bern University	-	59,372
Funding of researcher position at Glasgow University	-	18,000
Donation to Stiftung für Wasserforschung to support the Water Research Laboratory project (see note 17)	154,927	-
	<u>154,927</u>	<u>-</u>
	<u>154,927</u>	<u>77,372</u>

8 Trustees

No expenses were paid on behalf of or reimbursed to Trustees acting in that capacity (2017: £Nil).

Dr A L Tournier, Trustee, was paid consultancy fees of £14,925 (2018: £14,925). This is in respect of research work carried out on behalf of the Charity. The remuneration was paid in accordance with the provisions of the governing document of the Charity. In 2018 these costs were included within staff costs as disclosed below.

9 Employees

Number of employees

The average monthly number of employees during the year was:

	2019 Number	2018 Number
	<u>2</u>	<u>3</u>

Employment costs

	2019 £	2018 £
Wages and salaries	93,063	98,721
Social security costs	7,592	6,384
Other pension costs	2,767	6,860
	<u>103,422</u>	<u>111,965</u>

The number of employees whose annual remuneration was £60,000 or more were:

	2019 Number	2018 Number
£60,000 - £69,999	<u>1</u>	<u>1</u>

HOMEOPATHY RESEARCH INSTITUTE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 2019

10 Key management personnel

The total employment benefits, including employer pension contributions and employer National Insurance contributions of the key management personnel amounted to £76,787 (2018: £96,567).

11 Fees to Independent Examiner

Fees paid to the Independent Examiner in relation to accounting services amounted to £852 (2018: £852).

12 Other gains or losses

	Unrestricted funds	Total
	2019	2018
	£	£
Foreign exchange losses/(gains)	3,988	(90)

13 Tangible fixed assets

	Computers £
Cost	
At 1 May 2018	2,442
At 30 April 2019	2,442
Depreciation and impairment	
At 1 May 2018	2,293
Depreciation charged in the year	49
At 30 April 2019	2,342
Carrying amount	
At 30 April 2019	100
At 30 April 2018	149

HOMEOPATHY RESEARCH INSTITUTE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 2019

14 Fixed asset investments

		Other investments
Cost or valuation		
At 1 May 2018 & 30 April 2019		100
		<hr/>
Carrying amount		
At 30 April 2019		100
		<hr/>
At 30 April 2018		100
		<hr/>

		2019	2018
		£	£
Other investments comprise:	Notes		
Investments in subsidiaries	21	100	100
		<hr/>	<hr/>

15 Debtors

	2019	2018
	£	£
Amounts falling due within one year:		
Trade debtors	1,269	-
Amounts owed by subsidiary undertakings	109,902	116,381
Other debtors	23,121	-
	<hr/>	<hr/>
	134,292	116,381
	<hr/>	<hr/>

16 Creditors: amounts falling due within one year

	2019	2018
	£	£
Other taxation and social security	4,727	4,999
Other creditors	3,769	9,051
	<hr/>	<hr/>
	8,496	14,050
	<hr/>	<hr/>

HOMEOPATHY RESEARCH INSTITUTE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 2019

17 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:

	Movement in funds				Balance at 30 April 2019 £
	Balance at 1 May 2018 £	Incoming resources £	Resources expended £	Transfers £	
Blackie Grant	-	30,000	-	-	30,000
Carstens Collaboration	11,189	-	-	(11,189)	-
Cartwright Physico-Chemical Investigation	10,000	-	-	(10,000)	-
Fibert ADHD Trial & PhD	36,008	-	-	-	36,008
Mathie SR	1,306	-	(1,306)	-	-
Teut SR Collaboration (formerly Mathie URTI)	22,510	-	(566)	-	21,944
MHC Educational Grant Scheme	19,185	-	(6,719)	-	12,466
Mosely Arnica	-	7,482	(3,550)	-	3,932
NHMRC	-	33,188	(23,066)	-	10,122
Nickolls Psoriasis	-	6,000	(5,850)	(150)	-
Raw IBS Service Evaluation	2,016	-	-	-	2,016
Water Research Laboratory	16,312	173,438	(180,116)	-	9,634
	<u>118,526</u>	<u>250,108</u>	<u>(221,173)</u>	<u>(21,339)</u>	<u>126,122</u>

HOMEOPATHY RESEARCH INSTITUTE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 2019

17 Restricted funds

The restricted funds are as set out below:

Blackie Grant

HRI successfully applied for a grant from the Blackie Foundation Trust to be used for novel research. This research project is still at the scoping stage, hence no movements in this fund to date.

Carstens Collaboration

HRI collaborated with the well-established German research foundation, Carstens Stiftung, to create a new database on clinical research in homeopathy suitable both for the general public and expert researchers. In recent years this fund was used for maintenance of the database. The balance remaining on this fund has, with the agreement of the donor, been transferred to unrestricted funds to be used as the Trustees see fit.

Cartwright Physico-Chemical Investigation

HRI ceased providing financial support to the researcher Steven Cartwright in 2017. The balance remaining on this fund has, with the agreement of the donor, been transferred to unrestricted funds to be used as the Trustees see fit.

Fibert ADHD Trial & PhD

HRI has been supporting a randomised controlled trial assessing the effectiveness of homeopathic treatment for children diagnosed with ADHD. This comprised two types of financial support - an HRI PhD Studentship which provided the researcher with a monthly stipend for the duration of her doctorate (now completed), and the direct costs of the trial itself (ongoing).

Mathie SR Programme

Fund created in March 2016 with the balance of £86,394 remaining from the Manchester Homeopathic Clinic research donation to the British Homeopathic Association in 2012/13. This funded the remainder of Robert Mathie's Systematic Review programme on homeopathy as a whole. The project officially changed from being under BHA affiliation to HRI affiliation on 1 March 2016 and was completed in June 2018.

Teut SR Collaboration (formerly Mathie URTI Review)

The fund formerly entitled 'Mathie URTI Review' was reallocated – with donor permission – to fund a collaboration with Dr Michael Teut (Charité Berlin) to perform a systematic review of the evidence for homeopathy in infectious diseases treated with antibiotics.

MHC Educational Grant Scheme

Donation of £20k from Manchester Homeopathic Clinic to be used to support education of homeopaths in homeopathic research via a series of 'HRI Educational Grant' schemes offered annually for 5 years from 2017-2021 inclusive.

HOMEOPATHY RESEARCH INSTITUTE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 2019

17 Restricted funds

Mosley Arnica

HRI is acting as fund-holder and administrator for a project conducting a systematic review of the evidence for the homeopathic medicine Arnica.

NHMRC

This fund is used to cover costs incurred in challenging the inaccurate NHMRC 'Australian Report' on Homeopathy.

Nickolls Psoriasis

Funds held for the sole purpose of supporting a pragmatic randomised controlled clinical trial assessing the impact of homeopathic treatment on patients with psoriasis lead by Beverley Nickolls as part of a 5-year PhD programme, hosted by Queen Mary University of London.

Raw IBS Service Evaluation

Funds held for the sole purpose of a service evaluation assessing the homeopathic treatment of patients with IBS at Barnsley Hospital.

Water Research Laboratory

A restricted fund to finance the 'WRL project' investigating the mechanism of action of homeopathic medicines. The project, led by Dr Alexander Tournier, is taking a multidisciplinary approach to exploring novel water structures, with a particular focus on the theory of quantum coherence domains.

18 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:

	Balance at 1 May 2018	Transfers	Balance at 30 April 2019
	£	£	£
Sherr Tanzania	5,696	(5,696)	-
	<u>5,696</u>	<u>(5,696)</u>	<u>-</u>

The designated funds are as set out below:

Sherr Tanzania

HRI has been providing financial and academic support for a study assessing the effectiveness of homeopathy as an addition to usual care for patients with HIV/AIDS. This project has run its course. The remaining balance of £5,696 has, therefore, been transferred to unrestricted funds.

HOMEOPATHY RESEARCH INSTITUTE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 2019

18 Designated funds

19 Analysis of net assets between funds

	Unrestricted 2019 £	Restricted 2019 £	Total 2019 £	Total 2018 £
Fund balances at 30 April 2019 are represented by:				
Tangible assets	100	-	100	149
Investments	100	-	100	100
Current assets/(liabilities)	229,464	126,122	355,586	321,813
	<u>229,664</u>	<u>126,122</u>	<u>355,786</u>	<u>322,062</u>

20 Related party transactions

Transactions with related parties

During the year the charity made payments to Trustees as disclosed above.

21 Subsidiaries

These financial statements are separate charity financial statements for Homeopathy Research Institute Limited.

Details of the charity's subsidiaries at 30 April 2019 are as follows:

Name of undertaking	Registered office	Nature of business	Class of shares held	% Held	
				Direct	Indirect
Homeopathy Research Enterprises Ltd	UK	Provision of information on homeopathy research	Ordinary shares	100.00	

The aggregate capital and reserves and the result for the year of subsidiaries excluded from consolidation was as follows:

Name of undertaking	Profit/(Loss)	Capital and Reserves
	£	£
Homeopathy Research Enterprises Ltd	21,552	(19,957)

HOMEOPATHY RESEARCH INSTITUTE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 30 APRIL 2019

22 Cash generated from operations	2019	2018
	£	£
Surplus/(deficit) for the year	37,712	(80,090)
Adjustments for:		
Foreign exchange differences	(3,988)	90
Depreciation and impairment of tangible fixed assets	49	-
Movements in working capital:		
(Increase)/decrease in debtors	(17,911)	40,332
(Decrease)/increase in creditors	(5,554)	9,741
Cash generated from/(absorbed by) operations	<u>10,308</u>	<u>(29,927)</u>

23 Amended accounts

These amended accounts replace the original accounts and are now the statutory accounts. They have been prepared as they were at the date of the original accounts.

The change made is to amend the disclosure in note 7 of the accounts of the recipient of a donation to an institution