

Charity Registration No. 1132901

Company Registration No. 06230101 (England and Wales)

HOMEOPATHY RESEARCH INSTITUTE
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 2019

HOMEOPATHY RESEARCH INSTITUTE

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Dr A L Tournier Dr P Viksveen Mr C J Wansbrough
Secretary	Miss K E Shore
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

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HOMEOPATHY RESEARCH INSTITUTE

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE PERIOD ENDED 31 DECEMBER 2019

The trustees present their report and financial statements for the period ended 31 December 2019.

The trustees took the decision to change HRI's year end from 30 April to 31 December in order to synchronise with the year end of HRI's wholly owned subsidiary company – Homeopathy Research Enterprises (HRE). This report therefore covers a shortened financial year of eight months, running from 1 May – 31 Dec 2019. It should be noted that comparative figures stated for the previous year cover a 12 month period throughout.

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 2019 financial year.

As the next biennial HRI Conference fell 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 was held 'at home' in the UK for the first time and the usual Saturday dinner for delegates was expanded into a special 10th Anniversary Gala, open to the public. 'HRI London 2019' was an outstanding success, with the event selling out weeks beforehand. This was our largest conference to date, with over 352 delegates from 38 countries.

The exceptional setting for our 10th Anniversary Gala – The Tower of London – created such an unusual event in the Homeopathy sector that, as we had hoped, it enabled us to expand awareness of HRI beyond our existing networks and 'opened doors' to conversations with new potential major donors.

Preparations for these two linked events, followed by post-event communications and follow up fundraising efforts, have therefore been a key activity of the charity during this reporting period.

HOMEOPATHY RESEARCH INSTITUTE

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE PERIOD ENDED 31 DECEMBER 2019

HRI's ongoing long term collaboration with the Australian Homeopathic Association (AHA) to challenge the inaccurate 2015 NHMRC 'Australian Report' was another high priority, generating tangible outcomes this year. These included NHMRC's decision, in August 2019, to finally release their First Report buried since 2012. HRI's scientific experts 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. During this period, HRI has also provided input into development of the 'Terms of Reference' for the NHMRC's next review of this topic (the Homeopathy Review 2019-2020) having been recognised by the Australian Department of Health as an 'interested stakeholder'.

HRI was delighted to see publication this year of Part 2 of the extensive review of physicochemical experiments in homeopathy by a team led by HRI Executive Director, Dr Alexander Tournier. This publication, co-funded by HRI, provides insights into the best ways forward for investigating mode of action of homeopathic medicines.

In September 2019, HRI was proud to co-host an international expert meeting on 'Homeopathy Mechanism, Methods and Measurement' with the Samueli Foundation. The 'HM3 Initiative' brought together experts in fundamental homeopathy research and related external scientific fields (e.g. water research and nanopharmacology) for two days of deep discussion on the topic of the mode of action of homeopathy. This intensive collaboration successfully generated a set of clear priorities for next steps in this essential area of research.

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. In response to demand, we have continued to invest significantly in translation of our online resources. In June we were delighted to launch the full HRI website in German and to announce expansion of our most popular asset – the Homeopathy FAQs – into 10 languages.

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 and expert meetings 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.

HOMEOPATHY RESEARCH INSTITUTE

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE PERIOD ENDED 31 DECEMBER 2019

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.

HRI's income from donations in May-Dec 2019 was £327,511, comprising £160,529 unrestricted funding and £166,982 restricted funding. This compares with £402,760 the previous year, comprising £152,652 unrestricted funding and £250,108 restricted funding.

Given that £327,511 was raised over 8 months, compared to £402,760 over the previous 12 months, there has been an overall increase in donations, reflecting HRI's increased focus on fundraising activities this year.

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 funds are not available for long term investment.

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.

Our operational reserves at the close of the previous financial year were 3 months' annual expenditure. We have been successful in our efforts to increase our reserves, with our reserves at the close of 2019 being equivalent to 6 months' annual expenditure.

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.

HOMEOPATHY RESEARCH INSTITUTE

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE PERIOD ENDED 31 DECEMBER 2019

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

Dr A L Tournier
Dr P Viksveen
Mr C J Wansbrough
Dr E A Thompson

(Resigned 19 December 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. In this financial year the HRI team comprised 2 full time employees and 5 contractors, with additional contractors brought in to assist on site during the HRI conference. The pay of all staff is reviewed annually and any increase relating to cost of living may take into consideration external factors, such as the economic environment and market rate reviews, as well as the charity's financial position.

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.

Dr A L Tournier
Trustee
Dated: 19 October 2020

HOMEOPATHY RESEARCH INSTITUTE

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE PERIOD ENDED 31 DECEMBER 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 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 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 period ended 31 December 2019, which are set out on pages 7 to 21.

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 period 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: 19 October 2020

HOMEOPATHY RESEARCH INSTITUTE

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE PERIOD ENDED 31 DECEMBER 2019

		Unrestricted funds	Restricted funds	Total	Total
		31 Dec 2019	31 Dec 2019	31 Dec 2019	30 April 2019
	Notes	£	£	£	£
<u>Income and endowments from:</u>					
Donations and legacies	2	160,529	166,982	327,511	402,760
Charitable activities	3	10,402	-	10,402	3,872
Investments	4	2	-	2	-
Other income	5	-	-	-	2,938
Total income		<u>170,933</u>	<u>166,982</u>	<u>337,915</u>	<u>409,570</u>
<u>Expenditure on:</u>					
Raising funds	6	3,993	-	3,993	5,906
Charitable activities	7	180,647	136,915	317,562	365,952
Total resources expended		<u>184,640</u>	<u>136,915</u>	<u>321,555</u>	<u>371,858</u>
Net (outgoing)/incoming resources before transfers		(13,707)	30,067	16,360	37,712
Gross transfers between funds		(1,270)	1,270	-	-
Net (expenditure)/income for the year/ Net (outgoing)/incoming resources		<u>(14,977)</u>	<u>31,337</u>	<u>16,360</u>	<u>37,712</u>
Other recognised gains and losses					
Other gains or losses	13	1,125	-	1,125	(3,988)
Net movement in funds		<u>(13,852)</u>	<u>31,337</u>	<u>17,485</u>	<u>33,724</u>
Fund balances at 1 May 2019		<u>229,664</u>	<u>126,122</u>	<u>355,786</u>	<u>322,062</u>
Fund balances at 31 December 2019		<u><u>215,812</u></u>	<u><u>157,459</u></u>	<u><u>373,271</u></u>	<u><u>355,786</u></u>

The statement of financial activities includes all gains and losses recognised in the period.

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 31 DECEMBER 2019

	Notes	31 Dec 2019		30 April 2019	
		£	£	£	£
Fixed assets					
Tangible assets	14		67		100
Investments	15		100		100
			<u>167</u>		<u>200</u>
Current assets					
Debtors	16	115,157		134,292	
Cash at bank and in hand		305,894		229,790	
		<u>421,051</u>		<u>364,082</u>	
Creditors: amounts falling due within one year	17	(47,947)		(8,496)	
Net current assets			373,104		355,586
Total assets less current liabilities			<u>373,271</u>		<u>355,786</u>
Income funds					
Restricted funds	18		157,459		126,122
Unrestricted funds			215,812		229,664
			<u>373,271</u>		<u>355,786</u>

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the period ended 31 December 2019.

The trustees acknowledge their responsibilities for ensuring that the charity keeps accounting records which comply with section 386 of the Act and for preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its incoming resources and application of resources, including its income and expenditure, for the financial year in accordance with the requirements of sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

The members have not required the company to obtain an audit of its financial statements for the period in question in accordance with section 476.

These financial statements 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 19 October 2020

Dr A L Tournier
Trustee

Company Registration No. 06230101

HOMEOPATHY RESEARCH INSTITUTE

STATEMENT OF CASH FLOWS

FOR THE PERIOD ENDED 31 DECEMBER 2019

		31 Dec 2019		30 April 2019	
	Notes	£	£	£	£
Cash flows from operating activities					
Cash generated from operations	23		76,102		10,308
Investing activities					
Interest received		2		-	
Net cash generated from/(used in) investing activities			2		-
Net cash used in financing activities			-		-
Net increase in cash and cash equivalents			76,104		10,308
Cash and cash equivalents at beginning of period			229,790		219,482
Cash and cash equivalents at end of period			305,894		229,790

HOMEOPATHY RESEARCH INSTITUTE

NOTES TO THE FINANCIAL STATEMENTS

FOR THE PERIOD ENDED 31 DECEMBER 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.

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 PERIOD ENDED 31 DECEMBER 2019

1 Accounting policies

(Continued)

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
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The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in net income/(expenditure) for the year.

1.7 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 PERIOD ENDED 31 DECEMBER 2019

1 Accounting policies (Continued)

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
	31 Dec 2019 £	31 Dec 2019 £	31 Dec 2019 £	30 April 2019 £
Donations and gifts	160,529	166,982	327,511	402,760

3 Charitable activities

	Unrestricted funds	Total
	31 Dec 2019 £	30 April 2019 £
Services provided under contract	10,402	3,872

4 Investments

	Unrestricted funds	Total
	31 Dec 2019 £	30 April 2019 £
Interest receivable	2	-

HOMEOPATHY RESEARCH INSTITUTE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 DECEMBER 2019

5 Other income

	Total	Total
	31 Dec 2019	30 April 2019
	£	£
Insurance claim	-	2,938
	<u> </u>	<u> </u>

6 Raising funds

	Unrestricted funds	Total	Total
	31 Dec 2019	31 Dec 2019	30 April 2019
	£	£	£
<u>Fundraising and publicity</u>			
Other fundraising costs	1,533	1,533	2,730
Staff costs	2,460	2,460	3,176
	<u> </u>	<u> </u>	<u> </u>
Fundraising and publicity	3,993	3,993	5,906
	<u> </u>	<u> </u>	<u> </u>
	<u> </u>	<u> </u>	<u> </u>
	<u> </u>	<u> </u>	<u> </u>

HOMEOPATHY RESEARCH INSTITUTE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 DECEMBER 2019

7 Charitable activities

	Research projects	Research facilitation & dissemination	Project management & development	Other	Total 31 Dec 2019	Total 30 April 2019
	£	£	£	£	£	£
Staff costs	8,656	44,898	18,298	-	71,852	100,246
HRI Core Team Consultants	930	43,202	17,432	-	61,564	56,158
External Contractors	3,694	7,747	-	-	11,441	750
Research funding & support	116,237	750	-	-	116,987	175,900
External Conferences	-	-	363	-	363	-
Travel & Subsistence	9	2,001	4,677	-	6,687	22,359
Post, telephone, stationery & sundries	571	5,935	1,664	-	8,170	5,973
Accountancy	-	-	-	600	600	852
Insurance	-	-	-	-	-	1,453
Software & IT	35	1,451	587	-	2,073	2,212
Legal expenses	-	42	-	-	42	-
Depreciation	-	-	-	33	33	49
Contribution towards HRI conference	-	37,750	-	-	37,750	-
	<u>130,132</u>	<u>143,776</u>	<u>43,021</u>	<u>633</u>	<u>317,562</u>	<u>365,952</u>
	<u>130,132</u>	<u>143,776</u>	<u>43,021</u>	<u>633</u>	<u>317,562</u>	<u>365,952</u>

HOMEOPATHY RESEARCH INSTITUTE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 DECEMBER 2019

8 Grants payable

	31 Dec 2019	30 April 2019
	£	£
Donations to Stiftung für Wasserforschung to support the Water Research Project (see note 18)	111,236	154,927
Contribution to HRI Conference - below	37,750	-
Bursary fund donations to individuals	750	-
Total	<u>149,736</u>	<u>154,927</u>

Other

The biennial HRI Conferences are organised by Homeopathy Research Enterprises Ltd, the subsidiary company. The conference in 2019 was a milestone event as referred to in the Trustees Report. Recognising the additional costs that would be involved in hosting such an event, Homeopathy Research Institute agreed to make a grant to Homeopathy Research Enterprises to help cover these costs.

9 Trustees

No expenses were paid on behalf of or reimbursed to Trustees acting in that capacity (30 April 2019: £Nil).

Dr A L Tournier, Trustee, was paid consultancy fees of £7,794 (12 months to 30 April 2019: £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.

HOMEOPATHY RESEARCH INSTITUTE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 DECEMBER 2019

10 Employees

Number of employees

The average monthly number of employees during the period was:

31 Dec 2019	30 April 2019
Number	Number
2	2

Employment costs

	31 Dec 2019	30 April 2019
	£	£
Wages and salaries	67,455	93,063
Social security costs	5,600	7,592
Other pension costs	1,257	2,767
	<u>74,312</u>	<u>103,422</u>

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

	31 Dec 2019	30 April 2019
	Number	Number
£60,000 - £69,999	-	1

11 Key management personnel

The total employment benefits, including employer pension contributions and employer National Insurance contributions of the key management personnel amounted to £56,070 (12 months to 30 April 2019: £76,787).

12 Fees to Independent Examiner

Fees paid to the Independent Examiner in relation to accounting services amounted to £600 (12 months to 30 April 2019: £852).

13 Other gains or losses

	Unrestricted funds	Total
	31 Dec 2019	30 April 2019
	£	£
Foreign exchange losses/(gains)	<u>(1,125)</u>	<u>3,988</u>

HOMEOPATHY RESEARCH INSTITUTE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE PERIOD ENDED 31 DECEMBER 2019

14 Tangible fixed assets

	Computers £
Cost	
At 1 May 2019	2,442
At 31 December 2019	<u>2,442</u>
Depreciation and impairment	
At 1 May 2019	2,342
Depreciation charged in the period	33
At 31 December 2019	<u>2,375</u>
Carrying amount	
At 31 December 2019	<u>67</u>
At 30 April 2019	<u>100</u>

15 Fixed asset investments

	Other investments
Cost or valuation	
At 1 May 2019 & 31 December 2019	100
Carrying amount	
At 31 December 2019	<u>100</u>
At 30 April 2019	<u>100</u>

	Notes	31 Dec 2019 £	30 April 2019 £
Other investments comprise:			
Investments in subsidiaries	22	<u>100</u>	<u>100</u>

HOMEOPATHY RESEARCH INSTITUTE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 DECEMBER 2019

16 Debtors

	31 Dec 2019	30 April 2019
Amounts falling due within one year:	£	£
Trade debtors	-	1,269
Amounts owed by subsidiary undertakings	115,157	109,902
Other debtors	-	23,121
	<u>115,157</u>	<u>134,292</u>

17 Creditors: amounts falling due within one year

	31 Dec 2019	30 April 2019
	£	£
Other taxation and social security	5,308	4,727
Other creditors	42,639	3,769
	<u>47,947</u>	<u>8,496</u>

18 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 31 December 2019
	Balance at 1 May 2019	Incoming resources	Resources expended	Transfers	
	£	£	£	£	£
Blackie Grant	30,000	-	-	-	30,000
Fibert ADHD Trial & PhD	36,008	-	-	-	36,008
Teut SR Collaboration (formerly Mathie URTI)	21,944	-	(572)	-	21,372
MHC Educational Grant Scheme	12,466	-	(750)	-	11,716
Mosely Arnica	3,932	-	(3,694)	-	238
NHMRC	10,122	-	(11,392)	1,270	-
Raw IBS Service Evaluation	2,016	-	-	-	2,016
Water Research Laboratory	9,634	166,982	(120,507)	-	56,109
	<u>126,122</u>	<u>166,982</u>	<u>(136,915)</u>	<u>1,270</u>	<u>157,459</u>

HOMEOPATHY RESEARCH INSTITUTE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 DECEMBER 2019

18 Restricted funds

(Continued)

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 veterinary research. This research project is still at the scoping stage, hence no movements in this fund to date.

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).

Teut SR Collaboration

HRI is collaborating 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.

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.

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. As this project has been inactive for a prolonged period, the decision has been taken by the trustees to seek donor consent to reallocate the funds to a different clinical research project.

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.

HOMEOPATHY RESEARCH INSTITUTE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE PERIOD ENDED 31 DECEMBER 2019

19 Analysis of net assets between funds

	Unrestricted 31 Dec 2019 £	Restricted 31 Dec 2019 £	Total 31 Dec 2019 £	Total 30 April 2019 £
Fund balances at 31 December 2019 are represented by:				
Tangible assets	67	-	67	100
Investments	100	-	100	100
Current assets/(liabilities)	215,645	157,459	373,104	355,586
	<u>215,812</u>	<u>157,459</u>	<u>373,271</u>	<u>355,786</u>

20 Events after the reporting date

Coronavirus Pandemic:

In spring 2020, there was an outbreak of Coronavirus which developed into a global pandemic. This has not impacted how HRI works, nor has it had any detrimental effect on the charity's income. The trustees are therefore of the opinion that HRI is able to continue to fulfil its objectives over the next 12 months.

21 Related party transactions

Transactions with related parties

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

22 Subsidiaries

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

Details of the charity's subsidiaries at 31 December 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 Enterprises Ltd	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	7,264	(12,693)

HOMEOPATHY RESEARCH INSTITUTE

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE PERIOD ENDED 31 DECEMBER 2019

23 Cash generated from operations	31 Dec 2019	30 April 2019
	£	£
Surplus for the period	16,360	37,712
Adjustments for:		
Investment income recognised in statement of financial activities	(2)	-
Foreign exchange differences	1,125	(3,988)
Depreciation and impairment of tangible fixed assets	33	49
Movements in working capital:		
Decrease/(increase) in debtors	19,135	(17,911)
Increase/(decrease) in creditors	39,451	(5,554)
Cash generated from operations	<u>76,102</u>	<u>10,308</u>