

**Report of the Trustees and
Financial Statements for the Period 29 November 2018 to 31 March 2020
for**

**London Hearts
(Charitable Incorporated Organisation)**

DHB Accountants Limited
Chartered Accountants
Statutory Auditors
110 Whitchurch Road
Cardiff
CF14 3LY

**London Hearts
(Charitable Incorporated Organisation)**

**Contents of the Financial Statements
for the Period 29 November 2018 to 31 March 2020**

	Page
Report of the Trustees	1 to 3
Independent Examiner's Report	4
Statement of Financial Activities	5
Balance Sheet	6
Notes to the Financial Statements	7 to 11
Detailed Statement of Financial Activities	12

London Hearts
(Charitable Incorporated Organisation)

Report of the Trustees
for the Period 29 November 2018 to 31 March 2020

The trustees present their report with the financial statements of the charity for the period from the date of incorporation on 29 Nov 2018 to 31 March 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 2015)

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

1180901

Principal address

215 - 221 Borough High Street
London
SE1 1JA

Trustees

J Hockett

G Farrow

T Harrison

N Lloyd

- appointed 11.2.19

Independent examiner

Stephen Horrigan FCA, CTA
Institute of Chartered Accountants in England & Wales
DHB Accountants Limited
Chartered Accountants
Statutory Auditors
110 Whitchurch Road
Cardiff
CF14 3LY

COMMENCEMENT OF ACTIVITIES

The charity was incorporated as a Charitable Incorporated Organisation on 29 November 2018.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The legal form of the charity is that of Charitable Incorporated Organization (CIO) which is subject to its governing document, its constitution, which came into effect from the date of registration as a charity on 29 November 2018.

Recruitment and appointment of new trustees

The appointed trustees actively encourage and seek to identify appropriate persons to join the CIO as trustees. On appointment each new trustee is provided with a copy of the constitution and the CIO's latest available Trustees Annual Report and accounts. Appropriate training and induction is provided to enable any new trustee to fulfill their duties.

Organisational structure

The charity trustees manage the affairs of the CIO in accordance with their powers as set out in the constitution document. There must at all times be at least three charity trustees with a maximum number of 12. Apart from the first charity trustees every trustee is appointed for a term of three years after meeting criteria set out in the constitution.

The trustees meet regularly to discuss all aspects of the affairs of the CIO.

**London Hearts
(Charitable Incorporated Organisation)**

**Report of the Trustees
for the Period 29 November 2018 to 31 March 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.

The trustees review such risks on a regular basis in line with it's adopted risk management policies.

The risks presented to the charity by BREXIT and the impact of the ongoing global pandemic COVID 19 have been assessed and an action plan implemented by the trustees that they believe protects the affairs of the charity and that no adverse financial effect of these events is expected.

OBJECTIVES AND ACTIVITIES

Objectives and aims

The objectives of the charity are the relief of sickness and the preservation of health for the public benefit amongst people residing in the UK by providing a network of defibrillators throughout the area, provision of CPR training and enhancing public awareness around Cardiac health and associated conditions.

Significant activities

In order to achieve its objectives the charity undertakes various fund raising activities and receives donations and grant funding where successful applications have been made. More information is available from the charities website www.londonhearts.org , the contents of that site do not form part of these financial statements.

Public benefit

In shaping the objectives for the year and planning its activities, the trustees have considered the Charity Commission guidance on public benefit. The charity gives careful consideration to ensuring its activities are accessible to all eligible users from all aspects of the community.

Volunteers

In common with many charities it would be difficult to operate without the support of unpaid volunteers. During the period covered by these financial statements the trustees estimate that the charity has benefited from the support of up to five unpaid volunteers for which the charity is very grateful.

ACHIEVEMENT AND PERFORMANCE

The charity, since incorporation, has raised its profile and placed a considerable number of defibrillators in the community as more fully described in its website.

FINANCIAL REVIEW

Reserves policy

The trustees have considered the requirements for reserves in the charity, such review encompassing the nature of income and expenditure streams and the need to match variable income with fixed commitments and the scale of reserves required.

The trustees are aware of the need to continually monitor reserves but are satisfied that the charity will be able to meet it's obligations as they fall due out of available resources.

**London Hearts
(Charitable Incorporated Organisation)**

**Report of the Trustees
for the Period 29 November 2018 to 31 March 2020**

STATEMENT OF TRUSTEES RESPONSIBILITIES

The trustees are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed 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 charity for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. 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.

Approved by order of the board of trustees on 29 January 2021 and signed on its behalf by:

N Lloyd - Trustee

**Independent Examiner's Report to the Trustees of
London Hearts
(Charitable Incorporated Organisation)**

I report on the accounts for the period 29 November 2018 to 31 March 2020, which are set out on pages five to eleven.

Responsibilities and basis of report

As the charity's trustees you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I have examined your charity's accounts as required under section 145 of the Charities Act 2011 ('the 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.

My role is to state whether any material matters have come to my attention giving me cause to believe:

1. that accounting records were not kept as required by section 130 of the Act; or
2. that the accounts do not accord with those records; or
3. that the accounts do not comply with the accounting requirements of the Act; or
4. that there is further information needed for a proper understanding of the accounts.

Independent examiner's statement

I have completed my examination and have no concerns in respect of the matters (1) to (4) listed above and, in connection with following the Directions of the Charity Commission I have found no matters that require drawing to your attention.

Stephen Horrigan FCA, CTA
Institute of Chartered Accountants in England & Wales
DHB Accountants Limited
Chartered Accountants
Statutory Auditors
110 Whitchurch Road
Cardiff
CF14 3LY

29 January 2021

London Hearts
(Charitable Incorporated Organisation)

Statement of Financial Activities
for the Period 29 November 2018 to 31 March 2020

	Notes	Unrestricted fund £
INCOMING RESOURCES		
Incoming resources from generated funds		
Voluntary income	3	370,919
RESOURCES EXPENDED		
Costs of generating funds		
Costs of generating voluntary income	4	13,065
Charitable activities		
Defibrillators & Training	5	254,442
Governance costs	7	2,000
Other resources expended		97,537
		<hr/>
Total resources expended		367,044
		<hr/>
NET INCOMING RESOURCES		3,875
		<hr/>
TOTAL FUNDS CARRIED FORWARD		3,875
		<hr/> <hr/>

CONTINUING OPERATIONS

All incoming resources and resources expended arise from continuing activities.

London Hearts
(Charitable Incorporated Organisation)

Balance Sheet
At 31 March 2020

	Notes	Unrestricted fund £
FIXED ASSETS		
Tangible assets	10	122,388
CURRENT ASSETS		
Stocks	11	55,518
Debtors	12	7,271
Cash at bank		5,143
		<hr style="width: 100%;"/>
		67,932
CREDITORS		
Amounts falling due within one year	13	(86,061)
		<hr style="width: 100%;"/>
NET CURRENT ASSETS/(LIABILITIES)		(18,129)
		<hr style="width: 100%;"/>
TOTAL ASSETS LESS CURRENT LIABILITIES		104,259
CREDITORS		
Amounts falling due after more than one year	14	(100,384)
		<hr style="width: 100%;"/>
NET ASSETS		3,875
		<hr style="width: 100%;"/>
FUNDS		
Unrestricted funds	16	3,875
		<hr style="width: 100%;"/>
TOTAL FUNDS		3,875
		<hr style="width: 100%;"/>

The financial statements were approved by the Board of Trustees on 29 January 2021 and were signed on its behalf by:

N Lloyd -Trustee

London Hearts
(Charitable Incorporated Organisation)

Notes to the Financial Statements
for the Period 29 November 2018 to 31 March 2020

1. GENERAL INFORMATION

London Hearts is a Charitable Incorporated Organisation (CIO) registered with and regulated by the Charity Commission. The address of the charity, its objectives and details of its trustees are provided in the Report of the Trustees included within these financial statements.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS102) "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 February 2015), and the Charities Act 2011.

The financial statements are presented in pounds sterling which is the functional operating currency of the charity.

The financial statements, which have been prepared on a going concern basis, disclose an excess of current liabilities over current assets. The trustees are of the view that this is entirely appropriate having reviewed future fund raising activities and having received confirmation of support from funders and are satisfied that the charity will be able to meet its obligations as they fall due for the foreseeable future.

Accounting convention

The financial statements have been prepared under the historical cost convention.

Incoming resources

All incoming resources are included on the Statement of Financial Activities when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy.

Donations, legacies and grants are recognised where there is entitlement or probability of receipt and the amount can be measured with reliability.

Gist aid is claimed in accordance with HMRC rules and recognized as income once received or there is a probability of receipt and the amount can be reliably measured.

Resources expended

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.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off the cost less estimated residual value of each asset over its estimated useful life or, if held under a finance lease, over the lease term, whichever is the shorter.

Fixed assets are stated at cost.

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Taxation

The charity is exempt from tax on its charitable activities.

London Hearts
(Charitable Incorporated Organisation)

Notes to the Financial Statements - continued
for the Period 29 November 2018 to 31 March 2020

2. ACCOUNTING POLICIES - continued

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.

Hire purchase and leasing commitments

Assets obtained under hire purchase contracts or finance leases are capitalised in the Balance Sheet. Those held under hire purchase contracts are depreciated over their estimated useful lives. Those held under finance leases are depreciated over their estimated useful lives or the lease term, whichever is shorter.

The interest element of these obligations is charged to the Statement of Financial Activities over the relevant period. The capital element of the future payments is treated as a liability.

3. VOLUNTARY INCOME

	£
Donations	312,756
Gift aid	53,663
Grants	4,500
	370,919
	370,919

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

	£
Other grants	4,500
	4,500
	4,500

4. COSTS OF GENERATING VOLUNTARY INCOME

	£
Advertising & Marketing	13,065
	13,065
	13,065

5. CHARITABLE ACTIVITIES COSTS

	Direct costs	Totals
	£	£
Defibrillators & Training	254,442	254,442
	254,442	254,442
	254,442	254,442

6. SUPPORT COSTS

	Management	Human resources	Totals
	£	£	£
Other resources expended	63,948	33,589	97,537
	63,948	33,589	97,537
	63,948	33,589	97,537

London Hearts
(Charitable Incorporated Organisation)

Notes to the Financial Statements - continued
for the Period 29 November 2018 to 31 March 2020

7. GOVERNANCE COSTS

Independent Examiner Fees	£ <u>2,000</u>
---------------------------	-------------------

8. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the period ended 31 March 2020.

Trustees' expenses

There were no trustees' expenses paid for the period ended 31 March 2020.

9. STAFF COSTS

Wages and salaries	£ <u>6,973</u>
--------------------	-------------------

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

Support & Administration staff	<u>2</u>
--------------------------------	----------

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

10. TANGIBLE FIXED ASSETS

	Fixtures and fittings £	Motor vehicles £	Computer equipment £	Totals £
COST				
Additions	<u>2,185</u>	<u>137,400</u>	<u>3,446</u>	<u>143,031</u>
DEPRECIATION				
Charge for year	<u>546</u>	<u>19,236</u>	<u>861</u>	<u>20,643</u>
NET BOOK VALUE				
At 31 March 2020	<u>1,639</u>	<u>118,164</u>	<u>2,585</u>	<u>122,388</u>

Fixed assets, included in the above, which are held under hire purchase contracts are as follows:

	Motor vehicles £
COST	
Additions	<u>137,400</u>
DEPRECIATION	
Charge for year	<u>19,236</u>
NET BOOK VALUE	
At 31 March 2020	<u>118,164</u>

London Hearts
(Charitable Incorporated Organisation)

Notes to the Financial Statements - continued
for the Period 29 November 2018 to 31 March 2020

11. STOCKS

		£
	Stocks	55,518
		<u>55,518</u>

12. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

		£
	Other debtors	7,271
		<u>7,271</u>

13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

		£
	Hire purchase (see note 15)	16,468
	Taxation and social security	793
	Other creditors	68,800
		<u>86,061</u>

14. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

		£
	Hire purchase (see note 15)	100,384
		<u>100,384</u>

15. OBLIGATIONS UNDER HIRE PURCHASE CONTRACTS

		Hire purchase contracts
		£
	Net obligations repayable:	
	Within one year	16,468
	Between one and five years	100,384
		<u>116,852</u>

16. MOVEMENT IN FUNDS

	Net movement in funds	At 31/3/20
	£	£
Unrestricted funds		
General fund	3,875	3,875
	<u>3,875</u>	<u>3,875</u>
TOTAL FUNDS	<u>3,875</u>	<u>3,875</u>

London Hearts
(Charitable Incorporated Organisation)

Notes to the Financial Statements - continued
for the Period 29 November 2018 to 31 March 2020

16. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	370,919	(367,044)	3,875
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>370,919</u>	<u>(367,044)</u>	<u>3,875</u>

17. RELATED PARTY DISCLOSURES

Included in other creditors is an amount of £66,800 in relation to a loan made to the charity by a trustee. No interest is due on this loan and there are no fixed repayment terms.

The motor vehicles shown in the accounts were acquired subject to hire purchase arrangements that were entered into in the name of a trustee. Being a new charity it was difficult to secure funding. The charity have indemnified that trustee under the terms of those agreements and on a substance over legal form basis have been included in these accounts as if the transactions had been entered into directly by the charity. This is regarded as arms length and commercial.

18. MEMBERS LIMITED LIABILITY

In accordance with the constitution, in the event of a winding up of the CIO, its members have no liability to contribute to its liabilities nor any personal liability for settling any debts and liabilities that might arise.

London Hearts
(Charitable Incorporated Organisation)

Detailed Statement of Financial Activities
for the Period 29 November 2018 to 31 March 2020

£

INCOMING RESOURCES

Voluntary income

Donations	312,756
Gift aid	53,663
Grants	4,500

370,919

Total incoming resources

370,919

RESOURCES EXPENDED

Costs of generating voluntary income

Advertising & Marketing	13,065
-------------------------	--------

Charitable activities

Defibs, Cabinets & Training	254,442
-----------------------------	---------

Governance costs

Independent Examiner Fees	2,000
---------------------------	-------

Support costs

Management

Rates and water	3,750
Insurance	1,115
Telephone	4,398
Postage and stationery	6,562
Travel costs	6,251
Repairs & Maintenance	200
Subscriptions & licences	1,152
Motor Running Costs	14,002
Legal & Professional Fees	2,160
Fixtures and fittings	546
Motor vehicles	19,236
Computer equipment	861
Bank interest	3,715

63,948

Human resources

Wages	6,973
Sundries	585
Costs of temporary support	26,031

33,589

Total resources expended

367,044

Net income

3,875

This page does not form part of the statutory financial statements