

**ADARA DEVELOPMENT (UK)**

**ANNUAL REPORT  
AND  
FINANCIAL STATEMENTS  
31 DECEMBER 2015**

**SOMERBYS LIMITED  
CHARTERED ACCOUNTANTS  
30 NELSON STREET  
LEICESTER LE1 7BA**

## ADARA DEVELOPMENT (UK)

### INDEX

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	<u>Page</u>
Charity Particulars	1
Trustees' Report	2 - 8
Independent Auditor's Report	9 - 10
Statement of Financial Activities	11
Balance Sheet	12
Notes to the Financial Statements	13 - 15

REGISTERED CHARITY NO: 1098152

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Trustees

Ms A Exel (Chair)  
Mr J Rice (resigned 22<sup>nd</sup> February 2016)  
Mr A della Casa  
Ms K Vacher  
Mr R Houghton

Executive Officer

Ms S M Biggs

Address

1st Floor  
661 Darling Street  
Rozelle  
Sydney  
NSW 2039  
Australia

Auditor

Somerbys Limited  
Chartered Accountants  
Statutory Auditor  
30 Nelson Street  
Leicester  
LE1 7BA

Bankers

Butterfield Private Bank  
99 Gresham Street  
London  
EC2V 7NG

Commonwealth Bank of Australia  
201 Sussex Street  
Sydney  
NSW 2000  
Australia

Connected Charities

Adara Development (Bermuda)  
Adara Development (Australia)  
Adara Development (USA)  
Adara Development (Uganda)

## TRUSTEES' REPORT YEAR ENDED 31 DECEMBER 2015

The Trustees present their report for the year ended 31 December 2015. This report is prepared in accordance with the Trust Deed and the recommendations of the Statement of Recommended Practice (2015) FRSE—Accounting and Reporting by Charities and complies with applicable law.

The accounts (financial statements) have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard for Small Entities applicable in the UK and Republic of Ireland and the Charities Act 2011 and UK Generally Accepted Practice as it applies from 1 January 2015.

The accounts (financial statements) have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair view'. This departure has involved following Account and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standards for Small Entities applicable in the UK and Republic of Ireland issued on 16 July 2014 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2015 which has since been withdrawn.

### Structure, governance and management

The Trust was established under a Deed of Trust dated 20 May 2002, as amended by Supplementary Deed dated 3 June 2003, a second Supplementary Deed dated 21 June 2010 and a third Supplementary Deed dated 18 February 2011.

The Charity is administered by the Trustees as listed on page 1. Where there is a requirement for new Trustees, the power to appoint new Trustees is vested in Audette Evelyn Exel. The remaining Trustees acknowledge receipt of the appointment of the new Trustee in writing.

### Objectives and activities

The Trustees shall hold the Trust Fund and its income upon trust to apply it:

- for the relief of poverty anywhere in the world;
- to advance education anywhere in the world; and
- for the relief of sickness by the provision of healthcare anywhere in the world.

In furtherance of the above objects the Trustees may, in particular, alone or in association with others, (but not so as to limit the generality of the objects listed above):

- initiate healthcare projects in the developing world with the aim of improving the health of children or adults in underprivileged communities;
- procure essential drugs and medical equipment for use in underprivileged communities;
- establish outreach medical services for remote areas of the world;
- educate and train healthcare workers to provide healthcare services;
- promote education and initiate education programmes in the developing world through school improvement and vocational education support
- establish, support or transfer funds to any charitable trust, charitable company or other association or institution which is formed for any of the objects above.

Adara Development (UK)'s purpose is to: "work side by side with women, children and their communities in remote and rural areas to improve their lives; change the way people think about the role of business in the world and the power of business/non-profit partnerships; and share our expertise and experience to achieve greater impact".

In applying the Trust Fund in accordance with their charitable objectives the Trustees shall aim to achieve the mission statement by:

- deepening health, education and clinical research programmes in Nakaseke Uganda in maternal infant child health;
- deepen health and education programmes in Humla Nepal;

**TRUSTEES' REPORT (CONTINUED)**  
**YEAR ENDED 31 DECEMBER 2015**

- 
- deepen research to ensure that Adara always does evidence-based work;
  - share our knowledge locally, nationally and globally to reach as many people as possible; ensure the Adara brand and our innovative business/non-profit model is communicated worldwide;
  - build a sustainable funding base;
  - build organisational capacity to ensure our goals can be met;
  - ensure the Adara business is sustainable and a core long-term funder of Adara Development.
  - sharing their knowledge and expertise with other organisations to reach more people in poverty;
  - ensuring that their projects work to improve the lives of underprivileged people in a way that is locally appropriate; and
  - ensuring that their work is non-political and is not used to the advantage or disadvantage of any political party.

We declare that the Trustees have had regard to the guidance issued by the Charity Commission on public benefit.

### **Achievements and performance**

Adara Development (UK) is one of a number of registered Foundations and Trusts under Adara Development banner. Adara Development receives donations through partnership agreements, support from businesses or individual donors. Globally in 2015, Adara achieved the following for families and their children in Nepal and Uganda:

#### **Nepal**

Adara has worked in Nepal since 1998 in two project areas: the remote mountains of Humla and the capital city of Kathmandu. We are dedicated to integrated community-led development projects to address key gaps in health, education and children at risk. We endeavour to strengthen capacity using best-practice approaches and we focus on long-term sustainable support, in partnership with local communities.

Additionally, in 2015, our work expanded when on April 25, 2015, a catastrophic magnitude 7.8 earthquake struck Nepal, killing more than 8,800 people. The Adara team applied skills and experience developed over more than 18 years of working in Nepal to help people in desperate need.

#### Earthquake:

After ensuring our teams, the children we support and our local partners were safe, Adara's first response was to provide emergency medical aid to the thousands of sick and injured. With more than 900 health facilities across the region completely destroyed, those services were critical. In co-ordination with the Nepali Government, our team travelled to the affected areas with a mobile medical camp made up of Nepali doctors and nurses. Through the first two months alone, we provided medical care and aid to more than 1,881 people, many of them children.

The Government of Nepal encouraged NGOs to focus their energies on providing holistic support to one area. Adara focussed on food, shelter, education and sanitation projects in an area called Ghyangfedi, with a similar terrain to Humla, which was well suited to our service delivery expertise. One hundred per cent of Ghyangfedi's homes, schools, health posts and other structures were destroyed by the earthquakes, so there was a huge need from every sector of the community for support.

Adara distributed a total of 9,000 sheets of tin to assist the community in rebuilding houses, the school and health post. We also distributed 92,290 kilograms of rice to households in Ghyangfedi and surrounding districts so people would have enough to eat during the monsoons – especially as crops and livestock had been largely destroyed in the earthquake. To prevent epidemics, our team also distributed water-purifying tablets and sanitation provisions such as soap.

We also set in place a longer-term recovery programme, focussing on the rebuilding of the local school – making it better and more effective, a hostel to house the students and a health post to give the community a better chance at a brighter future which will be completed over the 2016 period.

**TRUSTEES' REPORT (CONTINUED)**  
**YEAR ENDED 31 DECEMBER 2015**

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Humla Projects:

In Humla, we are focusing on two major programme components: community health (with a new emphasis on mothers, infants and children) and education.

**1. Community Health**

There are huge gaps in access to healthcare in Humla. Many villagers have gone their whole life without ever seeing a doctor. Adara has a holistic, multi-pronged approach to improving health services, to both address immediate community needs and implement long-term, sustainable strategies.

Adara works with target villages to support the development and training of alternative technologies, nutrition and sanitation to improve overall health. This year:

- 206 people participated in hygiene, sanitation and waste-management training.
- 172 farmers were given training in greenhouse and solar dryer management.
- 213 farmers were given vegetable seeds to improve food security in the region.
- 3,000 apple and walnut saplings were distributed to farmers to help develop orchards.

Additionally, a Tibetan medicine practitioner has been working with Adara for many years providing traditional health services to communities in Humla. For nine months of the year, he treks through Humla providing healthcare to all of the villages in the region. In 2015, 1,048 people were treated successfully with Tibetan herbal treatment and medicine.

For two months every year we also conduct a mobile medical camp. Nepali doctors position themselves in Health Posts providing general check-ups, gynaecology, paediatric care, eye services, laboratory support, counselling and vaccinations to people in need. In 2015, the first ever cardio clinic was organised in Humla and 771 people attended.

Additionally, 354 women participated in training on reproductive health and 40 Humli people in need received emergency medical support both organised by Adara.

**2. Education**

We work with local village schools to improve the standard of education, provide them with much needed school supplies and help them to be more child-friendly. We also provide assistance to children who would not normally be able to afford to go to school. By improving education in the district, Adara also hopes to eliminate the need for children to be sent away or trafficked to receive a quality education. In 2015:

- 8 schools were upgraded with child-friendly classrooms.
- 1,100 students from eight schools benefited from the provision of school educational materials such as whiteboards, science materials and musical instruments.
- 708 students from seven schools received scholarships in the form of school supplies, uniforms, bags and shoes.
- 208 children are attending before-school and after-school classes to receive extra educational support.
- 270 parents from nine schools received training in being more proactive in their children's education.

**3. Child wellbeing**

Adara has partnered with a local NGO, The Himalayan Innovative Society (THIS) to raise awareness amongst the communities of Humla about child trafficking and the displacement of children from their families, communities and districts through an FM radio programme. THIS also works with the children of single mothers who are oppressed in Nepali society, to make sure they receive an education. 60 children in single-parent families were supported with school fees, uniforms, stationery, bags and shoes, so they could attend school through the work of THIS and with Adara's assistance.

**TRUSTEES' REPORT (CONTINUED)**  
**YEAR ENDED 31 DECEMBER 2015**

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Kathmandu Projects:

## 1. Children at Risk

Adara Development cares for 136 previously trafficked children who were taken from the mountainous region of Humla and brought to Kathmandu by child-traffickers. We help them to live happy and healthy lives, and assist them in becoming more independent as they get older. We are slowly and thoughtfully repatriating all the children with their families. In 2015:

- 31 children sat their school leaving certificate and almost all passed
- 5 young people graduated from the programme, to begin their lives as independent adults
- 35 Adara youth volunteered in the mobile medical camps after the earthquake

## 2. Health

Adara supports Himalayan Medical Foundation (HMF), a local NGO to provide free health care to people living in poverty on the outskirts of the city, including homeless people, monks, nuns, and other members of the community unable to afford to visit hospitals. In 2015, 10,568 people in Kathmandu received free medical treatment through the work of HMF.

## 3. Education

Adara supports the staff and children's health costs of Hands in Outreach (HIO), a local NGO that provides educational support to more than 140 children, primarily girls, at five schools around Kathmandu. These children live in very disadvantaged communities and would not otherwise attend school.

## 4. Legal support

Adara provides support for the salary of one full-time lawyer to work with the Women's Foundation, a local NGO in their legal assistance programme, providing legal advice, representation and guidance to women and children suffering domestic and other violence who cannot afford to seek redress. Since 2012, more than 1,644 women have received justice through this work, with 94% of cases successfully settled in favour of the victim.

Uganda Projects:

Adara's work in Uganda is primarily focused at Kiwoko Hospital located in a rural area north of the capital city of Kampala in the middle of the country. We have also established a programme to support 26 ex-street children. Some of the key projects are outlined below.

Health Projects:

## 1. NICU

Adara supports specialised new born baby care for infants needing services in the neonatal intensive care unit (NICU) at Kiwoko Hospital. Adara helped design, resource and support the building and expansion of the NICU. Adara also continues to help the NICU with programme design, medical protocols, and capacity building clinical doctors and nurses through regular training on-site by specialist clinicians sent to Kiwoko every year.

In 2015, we have witnessed an increase in admissions in the NICU which is now routinely admitting over 200 patients per quarter, compared with consistently below 200 last year. 66 sets of twins and 5 sets of triplets received care in the NICU this year. 47% of patients admitted to the NICU were low birthweight, weighing less than 2.5 kg. In the NICU we have seen an 87% survival rate for low birthweight infants, despite the odds against them.

**TRUSTEES' REPORT (CONTINUED)**  
**YEAR ENDED 31 DECEMBER 2015**

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## 2. Maternal health care

Uganda desperately needs maternal health services. Although the maternal mortality rate has declined by 36% since 1990, Uganda still has one of the highest rates in the world. For the past 18 years, Adara has been working with Kiwoko Hospital with the goal of reducing maternal mortality in the Nakaseke district, and we are seeing great improvements. Adara supported the building of a new maternity ward which is now completely operational with 78 beds. In 2015:

- 3,405 women were admitted to the maternity ward to give birth or for other complications associated with pregnancy.
- 2,396 babies were delivered in the maternity ward.
- Annual admissions have increased by 26% since the new maternity ward opened in 2010.

## 3. Community based health care

Adara and Kiwoko Hospital are bringing key maternal and neonatal health services to families through community outreach Safe Motherhood clinics. These clinics provide access to family planning, antenatal care and postnatal care. Each month 22 one-day clinics are held, and each clinic services two villages at a time. The clinics also address newborn health, ensuring babies are weighed to measure their growth and mothers are provided with health advice on infant follow-up. Babies are immunised, and if the team has any concerns it can refer mothers and infants to the hospital. In 2015:

- 9,373 infants were immunised against deadly diseases such as polio, diphtheria, and tetanus.
- 240 community antenatal care clinics were held in 22 villages surrounding Kiwoko Hospital.

The community based health care programme also supports other vulnerable groups in the community. Each year, 300 people living with epilepsy were put on the Kiwoko Hospital epilepsy register and are provided with lifesaving treatment. 37% of these clients are children under the age of 18, and 18% are girls. In 2015, 1,068 tests were conducted on 478 people to help identify and treat those living with tuberculosis (TB).

## 4. HIV/AIDS programme

1.6 million Ugandans live with HIV/AIDS and close to a million children have been orphaned because of this terrible disease. Adara began supporting the HIV/AIDS work at Kiwoko Hospital in 2005, filling gaps that fall outside the ambit of other international donors.

Adara supports the Kiwoko Hospital nutrition programme, funds hospital admission and treatment costs for clients suffering from opportunistic infections and assists orphans and vulnerable children to go to school. This support is part of a larger HIV programme which conducts weekly clinics, and provides extensive counselling to people living with HIV. In 2015:

- 314 malnourished people living with HIV received fortnightly food packages
- 704 adults and 242 children living with HIV received medicines to treat opportunistic infections
- 110 orphans and vulnerable children were supported to receive an education

## 5. Children at Risk

Adara has a small project focused on 26 ex-street children who we fully support with education, housing and other needs to ensure their rehabilitation back into society. Adara aims to ensure that all of the boys grow up able to support themselves as soon as possible, and as such, have enrolled most of the boys in vocational education to help them develop employable skills.

By the end of 2015, 8 boys had graduated from the programme and are now making their own way as adults and 17 boys were in either in their last years of school or doing vocational training, preparing for independent living in the next two years.



**TRUSTEES' REPORT (CONTINUED)**  
**YEAR ENDED 31 DECEMBER 2015**

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**Reserves**

The Charity retains minimal unrestricted reserves however fluctuations in receipts and payments are limited. Any specific future needs and contingencies in excess of available unrestricted reserves would be met with the support of other related entities and the settlor.

The Trustees consider this policy appropriate considering the size and nature of the Charity's activities.

At the end of the year under review the unrestricted reserves fund is in surplus of £2,430 (2014: £862 surplus).

**Risk management**

The Trustees continue to assess the major risks to which the Trust is exposed and are satisfied that systems are in place to mitigate exposure to these risks.

**Financial review and results for the year**

The total income for the year under review was £291,452 compared to £266,768 for the previous year. Overall the net increase in funds for the year was £16,491 (2014: decrease of £20,184).

**Investment policy**

The Trustees' policy is to maximise income and maintain capital values within a low risk environment. The Trustees' investment powers are governed by the Trust Deed, which provides that the Trustees shall invest the funds in such investments as the Committee shall from time to time direct.

**Trustees' responsibilities**

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

**TRUSTEES' REPORT (CONTINUED)**  
**YEAR ENDED 31 DECEMBER 2015**

The law applicable to Charities in England & Wales 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 of the Charity for that year. In preparing the 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 (2015) FRSSSE;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards and statements of recommended practice have been followed, subject to any departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Charity will continue in operation.

The Trustees are responsible for keeping 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 Charities Act 2011, the Charities (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.

**Auditor**

The auditor, Somerbys Limited, has indicated its willingness to continue in office.

On behalf of the Trustees



A. Exel  
**CHAIR**

Date 27 April 2016

**INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES  
YEAR ENDED 31 DECEMBER 2015**

We have audited the financial statements of Adara Development (UK) for the year ended 31 December 2015 which comprise the Statement of Financial Activities, the Balance Sheet and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Policies).

This report is made solely to the Charity's Trustees, as a body, in accordance with regulations made under section 154 of the Charities Act 2011. Our audit work has been undertaken so that we might state to the Charity's Trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Charity and its Trustees as a body, for our audit work, for this report, or for the opinions we have formed.

**Respective responsibilities of Trustees and auditor**

As explained more fully in the Trustees' Responsibilities Statement set out on pages 7 - 8, the Trustees are responsible for the preparation of financial statements which give a true and fair view.

We have been appointed as auditor under section 145 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

**Scope of the audit of the financial statements**

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

**Opinion on financial statements**

In our opinion the financial statements:

- give a true and fair view of the state of the Charity's affairs as at 31<sup>st</sup> December 2015, and of its incoming resources and application of resources for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Charities Act 2011;

**INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES (CONTINUED)**  
**YEAR ENDED 31 DECEMBER 2015**

**Matters on which we are required to report by exception**

We have nothing to report in respect of the following matters where the Charities Act 2011 requires us to report to you if, in our opinion:

- the information given in the Trustees' Annual Report is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.



**SOMERBYS LIMITED**

Chartered Accountants  
Statutory Auditor  
30 Nelson Street  
Leicester  
LE1 7BA

Date 27 April 2016

Somerbys Limited is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.

**STATEMENT OF FINANCIAL ACTIVITIES**  
**YEAR ENDED 31 DECEMBER 2015**

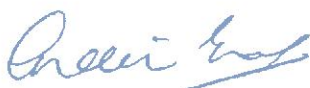
	<u>Note</u>	<u>Unrestricted Funds</u>	<u>Restricted Funds</u>	<u>Total 2015</u>	<u>Total 2014</u>
<b>Incoming resources</b>					
<b>Incoming resources from generated funds</b>					
Voluntary income		6,491	284,961	291,452	266,768
<b>Total incoming resources</b>		<b>6,491</b>	<b>284,961</b>	<b>291,452</b>	<b>266,768</b>
<b>Resources expended</b>					
Charitable activities	3	376	272,969	273,345	285,705
Governance costs	4	4,547	-	4,547	4,333
<b>Total resources expended</b>		<b>4,923</b>	<b>272,969</b>	<b>277,892</b>	<b>290,038</b>
<b>Net incoming / (outgoing) resources before other recognised gains and losses</b>		<b>1,568</b>	<b>11,992</b>	<b>13,560</b>	<b>(23,270)</b>
<b>Other recognised gains</b>					
Exchange difference		-	2,931	2,931	3,086
<b>Net movement in funds</b>		<b>1,568</b>	<b>14,923</b>	<b>16,491</b>	<b>(20,184)</b>
<b>Reconciliation of funds</b>					
Balances brought forward at 1 January		862	51,764	52,626	72,810
<b>Balances carried forward at 31 December</b>		<b>2,430</b>	<b>66,687</b>	<b>69,117</b>	<b>52,626</b>

**BALANCE SHEET**  
**AT 31 DECEMBER 2015**

	<u>Note</u>	<u>2015</u>	<u>2014</u>
<b>Current assets</b>			
Cash and bank balances		81,261	57,132
<b>Total current assets</b>		81,261	57,132
<b>Liabilities</b>			
Creditors: amounts falling due within one year	5	12,144	4,506
<b>Net assets</b>		<u>£69,117</u>	<u>£52,626</u>
<b>The funds of the Charity</b>			
Restricted funds	7	66,687	51,764
Unrestricted funds		2,430	862
<b>Total Charity funds</b>	6	<u>£69,117</u>	<u>£52,626</u>

These accounts were approved on behalf of the Trustees on 27 April 2016

Signed on its behalf by:-



**A. Exel**  
**CHAIR**

**NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED 31 DECEMBER 2015****1. Reporting Entity**

Adara Development (UK) was constituted by the Trustees on 20 May 2002, as amended by a Supplementary Deed dated 3 June 2003, a second Supplementary Deed dated 21 June 2010 and a third Supplementary Deed dated 18 February 2011. Adara Development (UK) was formerly known as The ISIS Foundation (UK). The change of name was formalised on 28 November 2014.

The entity's purpose is to:

- "work side by side with women, children and their communities in remote and rural areas to improve their lives; and
- share our expertise and experience to achieve greater impact".

**2. Accounting policies**

The financial statements have been prepared under the historical cost convention, as modified by the revaluation of investments, in accordance with The Charities Act and the Statement of Recommended Practice: "Accounting and Reporting by Charities" (SORP 2005), and all applicable Accounting Standards.

The principal accounting policies adopted in the preparation of the financial statements are set out below and have remained unchanged from the previous year:

- 2.1 All incoming resources (except investment income) are accounted for on a receivable basis, except in so far as they are incapable of financial measurement. Income tax recoverable in relation to donations received under gift aid or deeds of covenant is recognised at the time of the donation.  
  
Where incoming resources have related expenditure (as with fundraising or contract income) the incoming resources and related expenditure are reported gross in the Statement of Financial Activities (SOFA).
- 2.2 Grants and donations are only included in the SOFA when the Charity has unconditional entitlement to the resources.
- 2.3 Investment income is accounted for as received.
- 2.4 Resources expended are included in the Statement of Financial Activities on an accruals basis, inclusive of any VAT which cannot be recovered.
- 2.5 Liabilities are recognised as soon as there is a legal or constructive obligation committing the Charity to pay out resources.
- 2.6 Governance costs include costs of the preparation and examination of statutory accounts, the costs of Trustee meetings and cost of any legal advice to Trustees on governance or constitutional matters.
- 2.7 Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rate of exchange ruling at the balance sheet date. Transactions in foreign currencies are recorded at the average rate for the year. All differences are taken to the Statement of Financial Activities.
- 2.8 The Fund is a registered Charity and thus is exempt from taxation on its income and capital gains.

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**YEAR ENDED 31 DECEMBER 2015**

2.9 Unrestricted funds are those that are available for use, at the discretion of the Trustees, in furtherance of the general objectives of the Charity.

Restricted funds are those that are to be used in accordance with specific restrictions imposed by donors or which have been raised by the Charity for particular purposes.

**3. Charitable activities**

	<u>2015</u>	<u>2014</u>
Grants paid	170,967	166,078
Bank charges	397	380
Project related costs	101,981	119,247
	-----	-----
	£273,345	£285,705
	=====	=====

Grants paid include the following significant items:

Name of Institution	Purpose	£
Kiwoko Hospital, Luwero, Uganda	Community health care in the Nakaseke District, Uganda	172,585
Adara Development Nepal	Earthquake Relief	9,385
		-----
		£181,960
		=====

**4. Governance costs**

	<u>2015</u>	<u>2014</u>
Governance costs	4,547	4,333
	-----	-----
	£4,547	£4,333
	=====	=====

**5. Creditors: amounts falling due within one year**

	<u>2015</u>	<u>2014</u>
Other creditors	12,144	4,506
	-----	-----
	£12,144	£4,506
	=====	=====



**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**YEAR ENDED 31 DECEMBER 2015**

**6. Analysis of net assets between funds**

	Unrestricted <u>Funds</u>	Restricted <u>Funds</u>	Total <u>Funds</u>
Fund balances at 31 December 2015 are represented by:-			
Current assets	7,152	74,109	81,261
Current liabilities	(4,722)	(7,422)	(12,144)
	<u>£2,430</u>	<u>£66,687</u>	<u>£69,117</u>
	=====	=====	=====

**7. Restricted funds**

	1 January <u>2015</u>	Incoming <u>Resources</u>	Outgoing <u>Resources</u>	<u>Transfers</u>	Exchange <u>Differences</u>	31 December <u>2015</u>
Projects in Nepal	1,016	41,168	(31,771)	-	337	10,750
Projects in Uganda	50,748	243,793	(241,198)		2,594	55,937
	<u>£51,764</u>	<u>£287,853</u>	<u>£(272,969)</u>	<u>£ -</u>	<u>£2,931</u>	<u>£66,687</u>
	=====	=====	=====	=====	=====	=====

**8. Trustees remuneration and expenses**

No remuneration or expenses have been paid to Trustees during the year.

**9. Related party transactions**

Adara Development (Australia) paid for project expenses of Adara Development (UK) of £3,359 (2014: £10,150). Adara Development (UK) transferred funds to Adara Development (USA) £100,089 (2014: £118,752) for project related expenses.

Adara Development (UK) is managed and administered by Adara Development (Australia) – a registered not-for-profit entity in Australia. The company in its capacity as manager and administrator determines the projects in respect of which Adara Development (UK) is involved.