



International Needs

Helping families create a sustainable future

**International Needs UK
Annual Report and
Accounts**

Period Ended
31 December 2018

Registered Charity Number 1175526



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Charity Information

Charity Number:	1175526
Registered Address:	Selsdon House 212-220 Addington Road Selsdon Surrey, CR2 8LD
Website:	www.ineeds.org.uk
Patron:	Lord Green of Hurstpierpoint
Trustee Board:	M. Baggott J. S. Cooper (Deputy Chairman) Mrs J. Howard A. J. Hubbard (Treasurer to 21 June 2018) A.G. McLuckie (Chairman) E. Menzies (Treasurer from 22 June 2018) Mrs W. Riches A. Tyrrell P. Wolstenholme (Resigned 17 October 2018)
National Director:	DJ Morris
Bankers:	HSBC Bank plc 184 High Street Bromley Kent BR1 1HL CAF Bank plc 25, Kings Hill Avenue West Malling Kent ME19 4JQ
Solicitors:	Streeter Marshall Solicitors and Notaries 12, Purley Parade High Street Purley Surrey CR8 2AB
Auditors:	Bennewith 2018 Ltd, Chartered Accountants 3 Wey Court Mary Road, Guildford, Surrey GU1 4QU

Trustees Report

Chairman's Introduction

International Needs UK (the "Charity") is very grateful for the loyal support of the many individuals, trusts, companies and institutions that have walked with us and supported our work in 2018. We are encouraged by the support of all those who have prayed, visited a project, joined us at an event and met some of our International Needs ("IN") leaders. We value your continued trust in us to steward the generous financial assistance to our IN partners around the world.

We are pleased that in 2018 we continued to experience growth in income whilst maintaining a low-cost base. This growth is a direct result of clarifying our vision, making significant improvements to internal processes, building our correspondence with donors, acquiring new partnerships and adopting a more strategic approach to fundraising. We are blessed to have such a highly motivated and professional team of individuals working from our new offices in Selsdon.

Across our IN partners worldwide, whether water and sanitation projects, anti-slavery advocacy, providing healthcare to marginalised communities, helping children access education through sponsorship, building classroom facilities and supporting church pastors and women's empowerment programmes, we are committed to the highest standards of Christian care. We continue to learn and share best practice and strive to improve capacity building. We are conscious of the public scrutiny of the third sector and the necessity for best safeguarding practices, both in the United Kingdom ("UK") and across our partners.

In a year of much political uncertainty and upheaval, we appreciate very much the generosity of so many who want to make a difference in the lives of families, not just within the UK but across the world. We see the good news of Jesus Christ as the fundamental reason for what we do and want all communities where we work to experience His love.



Alastair McLuckie
Chairman of the Board of Trustees
International Needs UK

Vision

That all families will have access to basic resources, freeing them from hunger, fear and poverty, so that each family member can live a life that allows them to develop their full potential.

"I have come that they may have life and have it to the full" (John 10:10)

Mission

To bring sustainable change by making people aware of the plight of families within our project communities and connecting people to provide resources focused on transforming the lives of those communities.

We do this by:

- Partnering with local leaders within the IN network in 26 countries around the world.
 - Implementing relief and development projects which strive for ongoing sustainability.
 - Raising awareness of the plight of families.
 - Partnering with trusts, churches, companies and individuals.
 - Connecting people through short term trips to families in our project communities.
 - Capacity building and education.
-

Values

1. We are Christian and our inspiration is the love of God in Jesus Christ.
 2. The family in all its various forms is greatly valued.
 3. We believe in hope and do not accept the status quo.
 4. Local people are best placed to make a difference to the lives of local families.
 5. We value and support people of all ages, faiths and races making no distinction.
 6. Commitment to excellence in aid and development projects with transparency and accountability to our supporters.
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Objectives and Activities

The objects of the Charity for the public benefit are:

1. The relief of poverty
2. The advancement of education
3. The promotion of the Christian Gospel

The Charity fulfils its objects by developing partnerships between the Christian community, Churches, organisations, companies and individuals in the UK and the operational partners overseas,

and by raising funds and prayer support in the UK for those partners. A summary of the amounts provided to the principal projects supported is set out in the notes to the accounts.

As well as support for on-going programmes, additional support is raised for disaster relief and other ad hoc projects as required from time to time.

During the year, events were organised by the Charity explicitly to raise funds and awareness of the projects. Events raise necessary funds for projects but also serve to keep supporters connected to the work of the Charity as well as providing opportunities to introduce colleagues' friends and families to the work of International Needs. Some of the events included a golf day, a sponsored walk in London and a Christmas concert.

We continue to see a healthy balance of new volunteers excited to support our work either by representing us, fundraising or working with us part time in our offices in Selsdon.

Summary of Activity

2018 has been an exciting year for International Needs as our income exceeded all forecasts and grew 26% and we made good progress in all our main projects. In Nepal we are now 70% of the way through constructing an extension to our Women's Empowerment Centre; in Burkina Faso we completed four new classrooms at a growing school and in Kenya we have started a half-way house to help street youths move away from living on the streets.

Across these projects we have been able to see families empowered to support themselves and plan for a better future. Our partners around the world continue to serve their communities and we work with them to respond to the greatest needs. We finished the year with a total of 1,156 sponsored children receiving an education across 13 countries.

In 2019, we have a number of new projects to support that we have been developing with our partners, such as a farming project in Nepal and helping children with disabilities go to school in Uganda. We also look forward to continuing our 2018-2020 Water Project in Uganda, amongst other ongoing works.

Water Projects Uganda



We are delighted to share this update on the impact of giving, providing better access to clean water and sanitation facilities in Buikwe District, Uganda.

With funds from supporters, we are seeing real and lasting change for families in Buikwe District, Uganda. Since 2017, we have seen a great reduction in the time spent walking for water by women and children, with water sources now closer to people's homes. With more sanitation facilities, we are also seeing an improvement in hygiene practices and health.

This Water Project has been benefiting families in 12 villages in Najjembe Sub- County and Buikwe Town Council. We are working with these villages over 2018 – 2020, to provide them (total population of 15,979 people) with holistic WASH ("Water, Sanitation and Hygiene") packages. To support each village, it costs £25,000; this breaks down to be £19 per person across the villages. This project is a much-needed response to the lack of access to clean water and the prevalence of waterborne diseases in the area. With very few water sources close to people's homes, families spend hours each day walking to collect water from remote and unsafe sources.

Meet Brenda

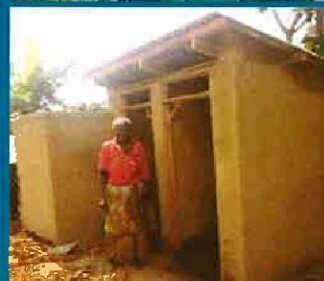
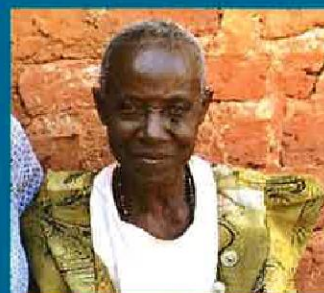
Brenda Nabwire (right) lives on the outskirts of Kinoni Central Village. She is responsible for looking after two of her grandchildren, a 16-year-old boy and 12-year-old girl. Caring for her grandchildren is a great responsibility; she needs to provide money for them to go to school, for food and water every day, and for a safe home to live in.

This is very difficult within the context of poverty that her family and community live in. Brenda's family had no toilet so would use the pit (right) that was unsafe and not sheltered.

Recognised as one of the most vulnerable families in the village, IN have been able to assist Brenda's family.

With support from donors, IN have built a bathroom, a drying rack for washing utensils and a hand washing 'tippy-tap'.

Brenda and her family are very glad to have this new facility and for the promise of improved health that it brings. Brenda's family are also benefitting from the new well in her village.



Education Projects, Burkina Faso



We are so pleased to say that the new classroom buildings were completed just in time for the beginning of the September 2018 intake and the start of the school year in October. We really appreciate the rapid response to our appeal launched in the spring of 2018.



After hearing about the increased demand for school places in the area caused by the closure of unlicensed schools at the end of 2017 and at the beginning of 2018 that the government would assist in funding 140 new places, the IN National Director went to visit the project in February with a team who were able to oversee the appointment of an architect and contractor and create the relevant budgets for labour materials and school equipment.

The building started in April 2018 and all four classrooms were built and fully equipped by September. The two photographs show the completed buildings and the classrooms filled with a new intake for October. We could not do this without incredible support.



Livelihoods Projects, Nepal

IN Nepal initiated a “rebuilding livelihoods programme” at the beginning of 2018. The devastating earthquake back in April 2015 was still badly impacting the rural communities in the district of Sindhupalchok. Many families had abandoned a rural way of life and were in the process of migrating to cities but for those who chose to stay, IN Nepal supported them in order to develop a more sustainable way of life. The goal of the programme is to provide direct assistance to 25 families and then many more through education and cooperative programmes that build knowledge, expertise and marketing presence for these small family businesses that rely on subsistence farming as their main sources of income. Helping the most vulnerable families and their communities was seen as the main priority for the post-earthquake rehabilitation and development in this area.

During the first half of 2018, the project focussed on rapport building with beneficiaries and stakeholders, obtaining the necessary project approval from the authorities and selecting the households to benefit from the programme. It was vital that the team establish the group savings after each community had participated and conduct a household survey. The team selected different representatives in the village to develop a local level disaster management committee. It was fantastic to see the result of 25 families directly supported with their new businesses thriving.



Parmilla Timasina’s husband died in 2017 leaving her a widow with three children aged 14 ,13 and 10. Left as the breadwinner and caregiver, Parmilla was struggling to provide enough money for food and she had to take low paid labouring jobs far down in the valley. With IN’s help Parmilla has now established a chicken farming business and customers and markets have opened up for her. She had some setbacks with disease initially but has now established herself fully and her expertise grows to make the business flourish.

Financial Review

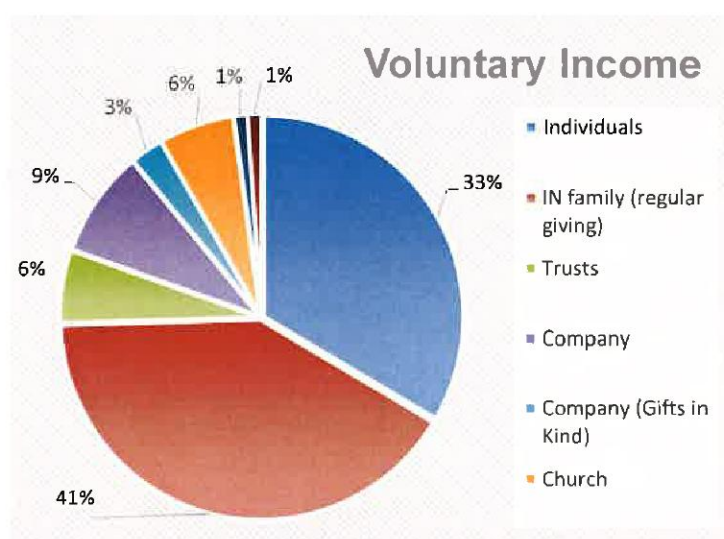
The basis on which the Charity allocates income and provides support for operational projects is set out in note 1 to the Annual Accounts. Support is only provided to operational ministries of other members of the worldwide family of the IN Network. Project proposals from other IN Network countries are submitted by their Boards to the UK Trustees for consideration. Where the Trustees consider that the Charity is able and it is appropriate to assist, funds are either then raised in the UK specifically for that project or are provided out of unrestricted funds.

Full details of the income and expenditure for the period and financial position as at 31 December 2018 are set out in the Annual Accounts.

Income

Voluntary income for 2018 was £835,817 with 41% coming from Individuals in the form of regular gifts and another 33% from Individuals responding to needs and appeals throughout the period.

Income from Charitable Activities for 2018 was £93,422. This relates to income for Go Global Trips, run by the Charity to enable its supporters to visit projects.

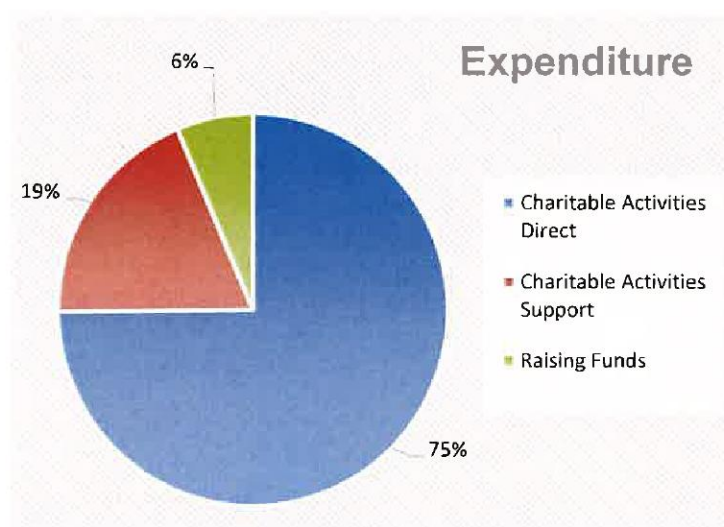


Expenditure

Total expenditure for 2018 was £913,516.

75% of expenditure was money sent to projects, with another 19% spent on supporting those projects from the UK.

6% of expenditure relates to raising funds for the Charity, meaning for every £1 spent on fundraising, the Charity raises almost £14.50p.



Reserves Policy

The Trustees' policy for unrestricted reserves is to cover three months running costs for the UK office, which amounts to approximately £70,000. Unrestricted reserves of £207,366 were held at the end of 2018. With the remaining reserves the Trustees have designated £60,000 to support IN Nepal for the completion of a new training facility; £40,000 to support the development of livelihoods for subsistence farming and £37,000 to support the RUSH project in Kakamega, Kenya over the next 5 years. Restricted reserves at the end of 2018 were £210,365 as detailed in Note 10 of the Annual Accounts.

The Charity raises funds principally for current projects and the majority of the funds are therefore only held for a relatively short time pending remittance overseas as the projects proceed. Unrestricted funds are therefore held pending allocation.

Principal risks and related matters

The Trustees of the Charity are responsible for the management of the risks faced by the Charity. Detailed consideration of risk is delegated to the National Director and a Resources Group, which are accountable to the Trustees and is reviewed quarterly. Risks are identified during the review and are monitored and controlled on an on-going basis.

The Trustees are satisfied that all major risks have been reviewed and procedures put in place to mitigate against those risks. Whilst procedures can mitigate against major risks, the Trustees are aware that they cannot provide absolute assurance against those risks. The Trustees recognise the importance of reviewing the risks associated with the Charity and will review major risks on a regular basis.

Organisational Structure

Structure, Governance and Management

The Charity was established as a Charitable Incorporated Organisation on 2 November 2017. On 31 December 2017 it assumed, by way of transfer, all the assets and liabilities of the UK charity registered number 1010597 "Inter-National Needs Network" and began operating on 1 January 2018.

The Charity is registered with the Charity Commission and is accepted by HM Revenue & Customs as being exempt from tax under the provisions of section 505(1) Income and Corporation Taxes Act 1988.

The Charity is the representative body in the UK of International Needs Incorporated (IN Inc.) which is a Charitable Society under New Zealand law and is the umbrella international organisation to which all individual IN country members are affiliated. There are presently 17 designated IN Global Partners who define their co-relationship by a Covenant of Partnership. Each Global Partner is constituted as an autonomous national body in its own country with its own governing Board of Trustees. Global Partners assume the responsibility of ownership of the international aspect of IN. This includes providing delegates to the biennial IN International Congress.

The IN Congress is the governing body of IN as outlined in its Constitution. The purpose of the IN Congress is to maintain and adjust the standards by which IN is governed, including strategic planning, policies, and guides to practice. The operations of IN worldwide are co-ordinated by an Executive Committee appointed by Congress.

The Charity is a Global Partner of IN. In addition to working with the other Global Partners, it also supports smaller affiliated organisations operating under the IN brand.

The National Director is responsible for developing the work of the Charity in the UK and increasing awareness of the issues being addressed by the Charity, helping to develop partnerships between supporters in the UK and operational ministry programmes and raising support from churches and individuals as well as other entities and grant making trusts. This work is carried out under the guidance and control of the Operations Group which is responsible for the day-to-day management of the Charity's affairs and which is accountable to the Trustees.

The Trustees met, as a full body, 3 times in 2018 and the subcommittees Resources Group and Projects Group met on three occasions. These two additional groups were set up to assist with the running of the Charity. Both groups have written terms of reference and serve the Charity through the giving of advice and guidance to the National Director and staff. The Projects Group is concerned with all aspects of managing, funding and accounting for programmes; the Resources Group deals inter alia with HR and Finance matters.

Statement of Trustees' Responsibility

The Trustees are responsible for preparing the Trustees Report and the Annual Accounts 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 Constitution 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;
- state whether applicable accounting standards have been followed, subject to any material 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 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 Constitution. 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.

In so far as the Trustees are aware:

- there is no relevant audit information of which the Charitable Incorporated Organisation's auditor is unaware;
- they have taken all steps required to ensure that they are aware of any relevant audit information and to establish that the auditor is aware of that information.

The Trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charity's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Recruitment and training of Trustees

The Charity does not have any formal induction or training for new Trustees but all Trustees are provided with the Charity Trustees Responsibilities booklet published by the Charity Commission.

Remuneration of Senior Staff

Remuneration of the National Director is set by the Resources Group and approved by the Trustees. No employee is paid more than £60,000 per annum and employees receive no employee benefits other than their salary.

Management

Responsibility for day-to-day operations and the leadership of the paid and volunteer team is delegated to the National Director and staff team. The National Director is responsible for all day to day decisions affecting the Charity. Decisions of a strategic or directional nature, including the employment of the senior staff, remain the responsibility of the Trustees.

The Trustees keep up to date with charity regulation through reports from the National Director and staff team which is presented as part of the main agenda in Trustees' meetings. Trustees are expected to share knowledge and best practice where possible at these meetings.

The Charity has no subsidiaries. There was a related party transactions during the period relating to the reimbursement of expenses of £677 to a trustee. The Trustees give their time voluntarily and receive no benefits from the charity.

The operational work of the Charity is carried out by 10 Individuals, comprising 6 paid staff and 4 volunteers.

Auditors

The auditors, Bennewith 2018 Ltd, Chartered Accountants, have indicated their willingness to continue in office and a resolution that they be re-appointed will be proposed at the Annual General Meeting.

Preparation of the accounts

The accounts have been prepared under the SORP 2015, FRS 102 and on a going concern basis.

Public Benefit

The Trustees have had regard to the Charity Commission's guidance on public benefit and are satisfied that the Charity meets the public benefit requirement.

Going Concern

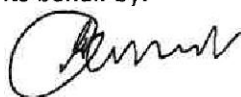
There are no material uncertainties of which the Trustees are aware that affect the charity's ability to continue as a going concern.

Future Plans and Goals 2019

Our goals for 2019 are to continue to raise support for projects run by our IN Partners. In 2019 our main projects are as follows:

IN Partner	Project	Description of project
IN Uganda	WASH	Reducing waterborne disease and providing local access to safe water through a series of interventions and training
	Disability Inclusion Project	Promoting inclusion for children with disabilities to local schools. Bringing awareness using sport as a tool for inclusion and monitoring success through numbers included.
	Kiyindi Classrooms	Providing new classrooms to support education
IN Kenya	Grace Empowerment Project	Rehabilitating street youths in Nairobi with interventions to promote a healthy life
	RUSH Projects	Educating children and promoting community development in West Kenya
	RHYCO	Offering children access to school with special measures
IN Nepal	Lydia Ladies Centre	Empowering rural women with business and life skills
	Livelihoods Project	Supporting families with improved yields and income from subsistence farming
IN NETWORK	All Child Sponsorship	Helping children in poverty to gain access to an education

Approved by order of the board of Trustees on and signed on its behalf by:



Alastair McLuckie,
Chairman of Trustees

Audit Report

Opinion

I have audited the financial statements of International Needs UK (the 'charity') for the period ended 31 December 2018 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In my opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 December 2018 and of its incoming resources and application of resources for the period then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

I conducted my audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. My responsibilities under those standards are further described in the Auditors responsibilities for the audit of the financial statements section of my report. I am independent of the charity in accordance with the ethical requirements that are relevant to my audit of the financial statements in the UK, including the FRC's Ethical Standard, and I have fulfilled my other ethical responsibilities in accordance with these requirements. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Conclusions relating to going concern

I have nothing to report in respect of the following matters in relation to which the ISAs (UK) require me to report to you where:

- the Trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the Trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charity's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The Trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and my Report of the Independent Auditor thereon.

My opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, I do not express any form of assurance conclusion thereon.

In connection with my audit of the financial statements, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the audit or

otherwise appears to be materially misstated. If I identify such material inconsistencies or apparent material misstatements, I am required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work I have performed, I conclude that there is a material misstatement of this other information, I am required to report that fact. I have nothing to report in this regard.

Matters on which I am required to report by exception

I have nothing to report in respect of the following matters where the Charities Act 2011 requires me to report to you if, in my opinion:

- the information given in the Report of the Trustees 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
- I have not received all the information and explanations I require for my audit.

Responsibilities of Trustees

As explained more fully in the Statement of Trustees Responsibilities, the Trustees are responsible for the preparation of the financial statements which give a true and fair view, and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error

In preparing the financial statements, the Trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

My responsibilities for the audit of the financial statements

My objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Independent Auditor that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of my responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of my Report of the Independent Auditor.

Use of my report

This report is made solely to the Charity's Trustees, as a body, in accordance with Section 145 of the Charities Act 2011 and regulations made under Section 154 of that Act. My audit work has been undertaken so that I might state to the Charity's Trustees those matters I am required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone

other than the charity and the Charity's Trustees as a body, for my audit work, for this report, or for the opinions I have formed.

A J Bennewith FCA, FCPA, FFA, FFTA,
FIPA, DChA, FRSA

Eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006

3 Wey Court

Mary Road

Guildford

Surrey

GU1 4QU

A handwritten signature in black ink, appearing to read 'A J Bennewith', with a long horizontal line extending from the end of the signature.

Date: 11 July 2019

Annual Accounts

International Needs UK Statement of Financial Activities For the period ended 31 December 2018

	Note	Unrestricted funds £	Restricted funds £	Total funds £
Income				
Donations and legacies	2	277,830	557,987	835,817
Charitable activities		-	93,422	93,422
Investments		357	-	357
		278,187	651,409	929,596
Expenditure				
Raising funds		52,498	5,244	57,742
Charitable activities		176,976	678,798	855,774
	4 & 5	229,474	684,042	913,516
Net Income/(Expenditure) before transfers		48,713	(32,633)	16,080
Transfers between funds	10	(18,468)	18,468	-
Net Income/(Expenditure)		30,245	(14,165)	16,080
Reconciliation in Funds				
Net Income/Expenditure for the period		30,245	(14,165)	16,080
Funds transferred in from the charity "Inter-National Needs Network"		177,121	224,530	401,651
Total funds carried forward	10 & 11	207,366	210,365	417,731

There were no recognised gains and losses in the period other than those shown above.

All of the above results and derived from continuing activities.

The notes on pages 22-31 form part of these financial statements.

**International Needs UK
Balance Sheet
As at 31 December 2018**

	Note	2018 £
Fixed assets		
Tangible assets	6	354
		<u>354</u>
Current assets		
Debtors	7	44,187
Cash at bank	8	400,751
		<u>444,938</u>
Creditors: amounts falling due within one year	9	(27,561)
Net current assets		<u>417,377</u>
Net assets		<u>417,731</u>
Funds of the Charity		
Unrestricted		207,366
Restricted	10	210,365
Total Charity Funds		<u>417,731</u>

The notes on pages 22-31 form part of these financial statements.

These accounts have been prepared in accordance with FRS 102 and the Charities SORP FRS 102.

These financial statements were approved, and authorised for issue, by the board on and signed on their behalf by:



Alastair McLuckie,
Chairman of Trustees

Charity Number 1175526

International Needs UK
Statement of Cashflows
For the period ended 31 December 2018

	Note	2018
		£
Cashflows from operating activities:		
Net cash provided by operating activities	8a	19,515
Cashflows from investing activities:		
Net cash provided by investing activities		357
Change in cash and cash equivalents in the reporting period		19,872
Cash and cash equivalents transferred in		380,879
Cash and cash equivalents at end of the reporting period	8b	400,751

A new CIO was formed on 2 November 2017, International Needs UK (1175526), with the intention of closing The Inter-National Needs Network (1010597) and transferring all the assets to the new charity on 31 December 2017. The Objects of the new CIO remain the same as the old charity. The cash received by the new CIO in the asset transfer is shown in the Cashflow statement.

International Needs UK

Notes to the Annual Accounts

For the period ended 31 December 2018

1 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 (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention.

Taxation

The Charity is exempt from tax on its charitable activities.

Income

Gifts and donations are normally accounted for when received. Amounts due from HM Revenue & Customs in respect of donations under Deed of Covenant and Gift Aid are accounted for in the same period as the related donation. Grants from other charitable bodies are normally accounted for when received. However, credit is also taken for significant grants and other donations which have been committed but not yet received in respect of an accounting period, provided that the Charity has received unconditional confirmation of such grants and donations. Legacies are accounted for when the Charity has received unconditional confirmation of the amount payable. Income in respect of fundraising events and overseas visits is accounted for at the date of the relevant event. Deposit interest is accounted for when received.

Where income has been received in respect of events occurring after the balance sheet date it is treated as deferred income and included within creditors.

Donated assets and services (other than voluntary workers) are accounted for at a notional market value estimated by the Trustees.

Income allocation

Amounts received which are specified by donors as being for a particular purpose are credited to restricted funds for those purposes.

Amounts for which no designation is specified by the donor are credited to unrestricted funds and allocated at the discretion of the Trustees as appropriate from time to time.

Interest earned on funds held is credited to unrestricted funds.

In order to provide a fair allocation to each operational ministry of the expenses incurred in the UK of supporting the operational ministries abroad as well as running and developing the Charity in accordance with its objectives, a percentage of voluntary income, whether restricted or unrestricted, is transferred to a separate designated fund for that purpose. In addition, bank deposit interest is utilised towards defraying such expenses.

International Needs UK
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For the period ended 31 December 2018

Expenditure

Expenditure is accounted for on the accruals basis.

Expenditure directly incurred in developing major new initiatives for which the related income will be received in subsequent years or in respect of events occurring after the balance sheet date is deferred and charged to the Statement of Financial Affairs in the period in which the related income is received.

Support costs

Support costs comprise the cost of developing the capability of ministry partners and of monitoring and evaluating the grants to, and operational programmes of, ministry partners. Support costs, specifically attributable to ministry support and activities for raising funds are allocated to those headings. Where costs cannot be directly attributed, they are allocated on a reasonable basis normally as a % of time spent by employees.

All support costs are charged to the designated fund set aside for that purpose, except for amounts charged against any restricted funds received specifically for such expenses. Any expenses incurred in excess of the amounts available from restricted and designated funds are charged against unrestricted funds. These charges are referred to as "Recharges" in the accounts.

Any balances on restricted funds at the period end are held in restricted accounts and are used in subsequent periods to support the work for which the funds were given. These funds are detailed in Note 10.

Raising funds

Expenditure incurred raising funds comprises direct expenditure and associated support costs, incurred in respect of fundraising events and similar activities aimed at raising support in the UK for the work of The Inter-National Needs Network worldwide.

Pension contributions

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

Depreciation

Depreciation is charged on the cost of tangible fixed assets (notional cost of donated assets) at the following annual rates in order to write these off over their estimated useful lives.

Computer equipment	25% on a straight line basis
Office equipment	20% on a straight line basis
Furniture and fittings	12.5% on a straight line basis

International Needs UK
Notes to the Annual Accounts (continued)
For the period ended 31 December 2018

2. Donations and legacies

	Note	Unrestricted funds £	Restricted funds £	Total funds £
Individuals		21,341	259,045	280,386
IN Family		22,512	319,868	342,380
Trusts	3a	-	49,140	49,140
Companies	3b	85	72,096	72,181
Companies (Gifts in kind)	3b	-	22,313	22,313
Churches		2,395	48,295	50,690
Events		18	9,236	9,254
Schools		-	9,473	9,473
Recharges (to cover support costs)		231,479	(231,479)	-
		<u>277,830</u>	<u>557,987</u>	<u>835,817</u>

3a. Donations from Trusts

	Restricted funds £	Total funds £
The Bishop Radford Trust	15,000	15,000
Make My Day Better	10,000	10,000
The Hillier Trust	8,000	8,000
The Tyneholme Trust	3,000	3,000
Anthony Scholefield Foundation	2,500	2,500
Deo Gloria Trust	2,500	2,500
St. James Place Foundation	2,500	2,500
Childs Charitable Trust	2,000	2,000
Other donations under £2,000	3,640	3,640
	<u>49,140</u>	<u>49,140</u>

International Needs UK
Notes to the Annual Accounts (continued)
For the period ended 31 December 2018

3b. Donations from Companies

	Unrestricted funds £	Restricted funds £	Total funds £
Companies			
Ogilvy & Mather Group UK	-	48,565	48,565
PI Consulting	-	21,500	21,500
Other donations under £2,000	85	2,031	2,116
	<u>85</u>	<u>72,096</u>	<u>72,181</u>
Companies - Gifts in Kind			
Ogilvy & Mather Group UK	-	22,313	22,313

4a. Total expenditure

		Unrestricted funds £	Restricted funds £	Total funds £
Charitable activities				
Direct Costs		9,748	673,472	683,220
Support Costs	4b	167,228	5,326	172,554
		<u>176,976</u>	<u>678,798</u>	<u>855,774</u>
Raising funds				
Direct Costs		6,889	5,244	12,133
Support Costs	4b	45,609	-	45,609
		<u>52,498</u>	<u>5,244</u>	<u>57,742</u>

International Needs UK
Notes to the Annual Accounts (continued)
For the period ended 31 December 2018

Expenditure for the period includes:	Charitable activities £	Raising funds £	Total funds £
Depreciation	165	47	212
Auditors remuneration audit services	4,680	1,320	6,000
Auditors remuneration non audit services	1,872	528	2,400
Premises and office Costs	26,044	7,346	33,390

4b. Support Costs

	Charitable activities £	Raising funds £	Total funds £
Staff costs	111,500	32,277	143,777
Other employment costs	480	135	615
Premises	26,044	7,346	33,390
Communications	13,249	3,737	16,986
International Needs Network fee	11,525	-	11,525
Governance	7,344	2,071	9,415
Travel to projects	2,262	-	2,262
Bank charges	150	43	193
	172,554	45,609	218,163

International Needs UK
Notes to the Annual Accounts (continued)
For the period ended 31 December 2018

5. Staff costs

	2018
	£
Salaries	133,975
Social security costs	8,232
Pensions	1,570
	<u>143,777</u>

The average number of employees during the period was

Full time	2
Part time	4
	<u>6</u>

No member of staff was paid more than £60,000 per annum during the period.

7. Fixed assets

	Office Equipment £	Fixtures & Fittings £	Computer Equipment £	Total £
Cost				
At transfer	1,562	2,815	11,280	15,657
At 31 December 2018	<u>1,562</u>	<u>2,815</u>	<u>11,280</u>	<u>15,657</u>
Depreciation				
At transfer	1,518	2,777	10,796	15,091
Charge for the period	21	19	172	212
At 31 December 2018	<u>1,539</u>	<u>2,796</u>	<u>10,968</u>	<u>15,303</u>
Net book value				
At transfer	44	38	484	566
At 31 December 2018	<u>23</u>	<u>19</u>	<u>312</u>	<u>354</u>

International Needs UK
Notes to the Annual Accounts (continued)
For the period ended 31 December 2018

7. Debtors

	2018
	£
Tax reclaimable on gift aid donations	21,880
Debtors	6,319
Accrued income	2,398
Deferred expenditure	5,400
Prepayments	8,190
	<u>44,187</u>

8a. Reconciliation of net income to net cashflow from operating activities

	2018
	£
Net income for the reporting period	16,080
Adjustments for:	
Depreciation	212
Interest	(357)
Decrease in debtors (from transfers in)	22,845
(Decrease) in creditors (from transfers in)	(19,265)
Net cash used by operating activities	<u>19,515</u>

8b. Analysis of cash and cash equivalents

	2018
	£
Current account	86,999
Deposit account	311,451
Foreign exchange	363
Petty Cash	1,938
	<u>400,751</u>

International Needs UK
Notes to the Annual Accounts (continued)
For the period ended 31 December 2018

9. Creditors

	2018
	£
Tax and social security	3,530
Accruals	5,029
Deferred income	16,650
Pension	421
Other creditors	1,931
	<u>27,561</u>

International Needs UK
Notes to the Annual Accounts (continued)
For the period ended 31 December 2018

10. Movement in funds

	At Transfer £	Incoming £	Outgoing £	Transfers £	At 31 December £
Unrestricted Funds	177,121	278,187	(229,474)	(18,468)	207,366
Restricted Funds					
Bangladesh	1,445	12,376	(13,009)	697	1,509
Burkina Faso	16,480	104,179	(123,125)	12,201	9,735
Czech Republic	-	480	(6,807)	6,327	-
Dominican Republic	3,762	9,688	(9,247)	-	4,203
DR Congo	1,309	3,024	(2,804)	-	1,529
EG General	-	375	-	(375)	-
Egypt	14,001	11,932	(9,076)	375	17,232
Ghana	22,803	33,083	(29,142)	-	26,744
India	7,444	10,744	(11,777)	-	6,411
Kenya	15,654	61,091	(48,256)	-	28,489
Nepal	42,699	97,957	(132,996)	-	7,660
Philippines	-	1,050	(1,161)	111	-
Slovakia	49	75	(99)	99	124
Sri Lanka	4,462	7,138	(4,629)	-	6,971
Uganda	66,609	255,451	(270,205)	11,025	62,880
Vietnam	1,212	963	(590)	-	1,585
Water projects	-	75	-	(75)	-
Zambia	1,446	3,317	(3,804)	-	956
Other restricted	25,158	38,411	(17,315)	(11,917)	34,337
	224,530	651,409	(684,042)	18,468	210,365
Total funds	401,651	929,596	(913,516)	-	417,731

Restricted funds represent funds restricted by a funder or donor for a specific project. Please refer to the Trustees Report for an explanation of the above funds.

International Needs UK
Notes to the Annual Accounts (continued)
For the period ended 31 December 2018

11. Net assets by fund

	Unrestricted Fund £	Restricted Funds £	Total Funds £
Fixed assets	354	-	354
Current assets	234,573	210,365	444,938
Current liabilities	(27,561)	-	(27,561)
	<u>207,366</u>	<u>210,365</u>	<u>417,731</u>

12. Future commitments

At 31 December 2018 the Charity had annual commitments under operating leases as follows

	Land & buildings £	Office equipment £	Total £
Within one year	17,775	585	18,360
Within 2-5 years	53,532	2,520	56,052

13. Transactions with Trustees

No trustee received any remuneration in 2018. One Trustee was reimbursed £677 for expenses incurred for overseas flight and travel.