

REGISTERED COMPANY NUMBER: 07797095 (England and Wales)
REGISTERED CHARITY NUMBER: 1144812

Report of the Trustees and
Financial Statements for the Year Ended 31st January 2019
for
Orphans in Need

cbaSadofskys
Statutory Auditors
Princes House
Wright Street
Hull
East Yorkshire
HU2 8HX

Orphans in Need

Contents of the Financial Statements
for the year ended 31st January 2019

	Page
Report of the Trustees	1 to 4
Report of the Independent Auditors	5 to 6
Statement of Financial Activities	7
Balance Sheet	8
Cash Flow Statement	9
Notes to the Cash Flow Statement	10
Notes to the Financial Statements	11 to 20

Orphans in Need

Report of the Trustees **for the year ended 31st January 2019**

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31st January 2019. 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).

OBJECTIVES AND ACTIVITIES

Objectives, aims and public benefit

The objectives of Orphans In Need are wholly for the public benefit.

The principal aims of the charity and objective of the charitable company are:

The relief of poverty and sickness anywhere in the world, and in particular, those affected by natural causes or by wars and conflicts either foreign or domestic by the provision of financial or other assistance including but not limited to medicines, shelter, furniture, stationery, food, clothing, sanitation and clean drinking water and also the construction of hospitals and medical centres.

To advance the education of persons in need, including orphans, anywhere in the world by the provision of financial aid and materials including but not limited to books, furniture, stationery, clothing and electronic hardware/software and also through the construction of schools, colleges, training centres, orphanages and universities.

The trustees have had regard to the Charity Commission's guidance on public benefit.

Grantmaking

Orphans in Need are always actively seeking out partner organisations that can further than objectives in an efficient and effective manner. As a result the charity will make grants to other organisations where the trustees feel are deserving and in line with the Orphans in Need policies.

ACHIEVEMENT AND PERFORMANCE

In 2018, Orphans in Need pushed on with its delivery of its one-to-one orphan sponsorship programme, food parcel distributions to widows and increased support for the needs of orphans through its Global Orphan Care campaign.

Orphans sponsorship

Through our orphan sponsorship programme, we continue to support over 11,000 children across 14 countries. Each of these children continue to receive a fixed monthly stipend contributing towards their education, food, clothing and other necessities. The progress of these children is measured by our partners on the ground, who maintain that each child on the programme remain in education as a minimum.

We strive to ensure that our children stay with extended family, where possible. This support we provide them allows them to send the child to school where in other circumstances they may be forced onto the streets to beg or into manual labour. The success of our orphan sponsorship programme is down to our generous donors, who undertake to provide these children with hope through their regular donations.

Our Global Orphan Care campaign has allowed us to raise extra funds with which we can supplement the care provided to these children when they need extra support.

Global Orphan Care

Our Global Orphan Care campaign now supplements and develops the foundations we have already built through our orphan sponsorship programme. The Global Orphan Care funds have allowed us to support individual requests for the care of orphans and widows, as well supporting other orphan care institutions to maintain and improve their services. This allows us to support thousands more orphans in addition to those on our sponsorship programme. The extra support ranges from extensive medical care such as for cancer and serious illnesses to the provision of accommodation assistance for institutions who are unable to improve housing conditions because of a lack of funding and guidance. For us this is an exciting time as we hope to be able to encourage our supporters to utilise our years of experience to take our orphan care to the next level.

Orphans in Need

Report of the Trustees **for the year ended 31st January 2019**

ACHIEVEMENT AND PERFORMANCE

Café Blu

Café Blu is a retail outlet based in a busy part of Birmingham, with an increasing footfall of traffic and income. Customers are reminded that the café supports Orphans in Need and is a base for Orphans in Need supporters to visit and learn about the organisation as well as purchase beverages and food. We are confident that the loan made to Café Blu will be paid back to the organisation in due course.

Since the opening of the café, Orphans in Need has seen a growth of our income from the Birmingham region, through the publicity of Orphans in Need at the site as well as the placing of an office to the rear of the shop. The café has acted as hub in the region, bringing in old and new donors.

Donated Pharmaceuticals

During the year the charity had donated pharmaceuticals goods of \$6.2m (£4,487,185) distributed on its behalf directly by United Muslim Relief, in conjunction with other similar charities.

Governance, administration and monitoring

In 2018, the organisation's agreements and funding contracts with partners were further reviewed as well as a number of key organisation policies and procedures, particularly with a focus on safeguarding and new GDPR legislation.

Monitoring of our work ensuring delivery in line with our charitable objects is carried out through an extensive paper trail for all projects along with monitoring visits carried out by staff to the areas of need. These trips include an assessment of the quality of delivery to our beneficiaries along with an examination of the financial and administration records. This is now supplemented with partner and beneficiary interviews through video conferencing.

In September 2018, Orphans in Need hosted its delivery partners from different countries, delivering workshops on safeguarding, beneficiary-led care, due diligence and monitoring, and partnership agreements and feedback. This is part of our continued efforts to improve and rollout the best level of beneficiary care across the areas that we work in.

Orphans in Need is entrusted by donors to deliver to orphans and widows and we maintain strict controls on expenditure, striving to keep associated costs to a minimum. Although we work to keep our administration costs to a minimum, we also value our commitment to ensuring that we are monitoring, assessing and improving our work with beneficiaries and this does require us to invest in thorough due diligence, staff and appropriate policies and procedures. Orphans in Need does not make any deduction to Zakat donations.

Orphans in Need has signed up to the Code of Fundraising Practice for the UK, working with the Fundraising Regulator to ensure that our fundraising is respectful, open, honest and accountable to the public.

FINANCIAL REVIEW

Reserves policy

The trustees regularly review the risks to the charity and are actively monitoring the reserves available to the charity. As there are no significant ongoing commitments and the work continues only when funds are available, the trustees have decided to maintain a minimal reserve amount of £50,000 to cover any contingencies.

The charity currently holds more than this as they have raised funds for projects that have yet to go ahead. See note 6 for more details.

The charity relies fully on voluntary income which was £11,576,718 during 2018/19. At the year end the charity had unrestricted reserves of £4,887,276.

The trustees are satisfied that the all funds received have been applied in a wholly effective manner.

FUTURE PLANS

In 2019, we will continue the development of our orphan sponsorship programme, working closely with in-country teams to provide the best possible care for our children. We will arrange workshops with our teams for the provision of training and knowledge sharing. For the Global Orphan Care programme, we will push forward raising funds but also distributing these for needy orphan and widow support causes around the world.

Orphans in Need

Report of the Trustees **for the year ended 31st January 2019**

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

Orphans in Need is incorporated as a company limited by guarantee and is registered as a charity number 1144812.

The trustees, who are also the directors of the company, are responsible for the overall management and control of the company working with other persons on an entirely voluntary basis.

Recruitment and appointment of new trustees

Trustees are appointed in accordance with Orphans In Need constitution. Once appointed, Trustees are given introduction of the charity and information about its objects; Trustees are also given the copy of the constitution and the aims and objective. Role descriptions are issued to each Trustee and full induction is given setting out the obligations of a trustee. All trustees are issued with a copy of the Charity Commission's guide "The Essential Trustee".

The trustees meet every 6 weeks.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

07797095 (England and Wales)

Registered Charity number

1144812

Registered office

Windsor House
10 Manchester Road
Bradford
West Yorkshire
BD5 0QH

Trustees

A Musa	Director	
I Vania	Teacher	
Mrs V A Scarll	Bookkeeper	
E V Doyle	Director	- resigned 29/3/19
S Ali	Director	
A Mohammad	Director	

Auditors

cbaSadofskys
Statutory Auditors
Princes House
Wright Street
Hull
East Yorkshire
HU2 8HX

Bankers

HSBC
Market Place
Dewsbury
West Yorkshire
WF13 1DH

Orphans in Need

Report of the Trustees **for the year ended 31st January 2019**

STATEMENT OF TRUSTEES RESPONSIBILITIES

The trustees (who are also the directors of Orphans in Need for the purposes of company law) 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).

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company 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 charitable company 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 charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company 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 company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

AUDITORS

The auditors, cbaSadofskys, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Approved by order of the board of trustees on 30th October 2019 and signed on its behalf by:

A Musa - Trustee

Report of the Independent Auditors to the Members of Orphans in Need

Opinion

We have audited the financial statements of Orphans in Need (the 'charitable company') for the year ended 31st January 2019 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 our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31st January 2019 and of its incoming resources and application of resources, including its income and expenditure, for the year 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 Companies Act 2006.

Basis for opinion

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

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us 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 charitable company'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.

Emphasis of matter - Amount due from trading company

In forming our opinion on the financial statements, which is not modified, we have considered an amount of £200,000 which is due from Cafe Blu Limited and included in Other Debtors in note 15 to the financial statements. The company was formed in March 2016 to operate a coffee shop from leasehold premises in Birmingham. It is limited by guarantee and the members and directors are trustees of the Charity. The intention was to generate profits which would then be gifted to the charity. To date, however, the company has just started to become profitable. The trustees have indicated that they will support the company until such time as it is profitable and that the amount due will be repaid.

During the year the loan was written down to £200,000 to make the loan a value that can be repaid in the immediate future. Since the year end the company has started to make monthly repayments of the loan. This is expected to continue until this is repaid in full though the matter will be kept under review and further write downs will be provided if required.

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 our Report of the Independent Auditors thereon.

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are 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 we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

Report of the Independent Auditors to the Members of Orphans in Need

Opinions on other matters prescribed by the Companies Act 2006

- the information given in the Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Trustees has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Trustees.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.

Responsibilities of trustees

As explained more fully in the Statement of Trustees Responsibilities, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they 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 charitable company'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 charitable company or to cease operations, or have no realistic alternative but to do so.

Our responsibilities for the audit of the financial statements

Our 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 Auditors that includes our 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 our 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 our Report of the Independent Auditors.

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditors' 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 charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Paul Drant ACA (Senior Statutory Auditor)
for and on behalf of cbaSadofskys
Statutory Auditors
Princes House
Wright Street
Hull
East Yorkshire
HU2 8HX

30th October 2019

Orphans in Need

Statement of Financial Activities (Incorporating an Income and Expenditure Account) for the year ended 31st January 2019

	Notes	Unrestricted fund £	Restricted fund £	2019 Total funds £	2018 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	3,343,546	8,233,172	11,576,718	7,044,287
Investment income	3	14,930	-	14,930	6,012
Total		3,358,476	8,233,172	11,591,648	7,050,299
 EXPENDITURE ON					
Raising funds	4	1,208,766	-	1,208,766	1,109,708
Charitable activities	5				
General		1,912,621	8,233,172	10,145,793	4,604,323
Other	8	238,469	-	238,469	-
Total		3,359,856	8,233,172	11,593,028	5,714,031
 NET INCOME/(EXPENDITURE)		(1,380)	-	(1,380)	1,336,268
 Other recognised gains/(losses)					
Gains/(losses) on revaluation of fixed assets		-	-	-	4,709
Net movement in funds		(1,380)	-	(1,380)	1,340,977
 RECONCILIATION OF FUNDS					
Total funds brought forward		4,888,656	-	4,888,656	3,547,679
 TOTAL FUNDS CARRIED FORWARD		4,887,276	-	4,887,276	4,888,656

The notes form part of these financial statements

Orphans in Need

Balance Sheet At 31st January 2019

	Notes	Unrestricted fund £	Restricted fund £	2019 Total funds £	2018 Total funds £
FIXED ASSETS					
Intangible assets	13	4,149	-	4,149	2,364
Tangible assets	14	662,354	-	662,354	723,090
Investment property	15	140,000	-	140,000	140,000
		<u>806,503</u>	<u>-</u>	<u>806,503</u>	<u>865,454</u>
CURRENT ASSETS					
Debtors	16	751,289	-	751,289	1,204,803
Cash at bank		3,491,750	-	3,491,750	2,975,166
		<u>4,243,039</u>	<u>-</u>	<u>4,243,039</u>	<u>4,179,969</u>
CREDITORS					
Amounts falling due within one year	17	(162,266)	-	(162,266)	(156,767)
NET CURRENT ASSETS		<u>4,080,773</u>	<u>-</u>	<u>4,080,773</u>	<u>4,023,202</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>4,887,276</u>	<u>-</u>	<u>4,887,276</u>	<u>4,888,656</u>
NET ASSETS		<u>4,887,276</u>	<u>-</u>	<u>4,887,276</u>	<u>4,888,656</u>
FUNDS	19				
Unrestricted funds				4,887,276	4,888,656
Restricted funds				-	-
TOTAL FUNDS				<u>4,887,276</u>	<u>4,888,656</u>

These financial statements have been prepared in accordance with the provisions applicable to charitable companies subject to the small companies regime.

The financial statements were approved by the Board of Trustees on 30th October 2019 and were signed on its behalf by:

A Musa -Trustee

The notes form part of these financial statements

Orphans in Need

Cash Flow Statement
for the year ended 31st January 2019

	Notes	2019 £	2018 £
Cash flows from operating activities:			
Cash generated from operations	1	510,306	1,480,023
Net cash provided by (used in) operating activities		510,306	1,480,023
Cash flows from investing activities:			
Purchase of intangible fixed assets		(2,952)	(1,992)
Purchase of tangible fixed assets		-	(30,766)
Interest received		9,230	312
Net cash provided by (used in) investing activities		6,278	(32,446)
Change in cash and cash equivalents in the reporting period		516,584	1,447,577
Cash and cash equivalents at the beginning of the reporting period		2,975,166	1,527,589
Cash and cash equivalents at the end of the reporting period		3,491,750	2,975,166

The notes form part of these financial statements

Orphans in Need

Notes to the Cash Flow Statement
for the year ended 31st January 2019

1. RECONCILIATION OF NET INCOME/(EXPENDITURE) TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2019	2018
	£	£
Net income/(expenditure) for the reporting period (as per the statement of financial activities)	(1,380)	1,336,268
Adjustments for:		
Depreciation charges	61,903	70,456
Interest received	(9,230)	(312)
Decrease/(increase) in debtors	453,514	(69,915)
Increase in creditors	5,499	143,526
	<hr/>	<hr/>
Net cash provided by (used in) operating activities	510,306	1,480,023
	<hr/> <hr/>	<hr/> <hr/>

Orphans in Need

Notes to the Financial Statements **for the year ended 31st January 2019**

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, 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 Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Orphans in Need is a company, limited by guarantee, registered in England and Wales. The company's registered numbers and registered office can be found on the Report of the Trustees on page 3.

The presentation currency of the financial statements is the Pound Sterling (£).

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. 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.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

Website costs

Website costs are amortised over 5 years.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Freehold property	- 2% on cost
Improvements to property	- 2% on cost
Fixtures and fittings	- 15% on reducing balance
Motor vehicles	- 25% on reducing balance
Computer equipment	- 33% on cost

Investment property

Investment property is shown at most recent valuation. Any aggregate surplus or deficit arising from changes in market value is transferred to a revaluation reserve.

Taxation

The charity is exempt from corporation tax on its charitable activities.

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.

Orphans in Need

Notes to the Financial Statements - continued for the year ended 31st January 2019

1. ACCOUNTING POLICIES - continued

Pension costs and other post-retirement benefits

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

Voluntary income

Voluntary income is received by way of donations and gifts and is included in full when received.

2. DONATIONS AND LEGACIES

	2019 Restricted £	2019 Unrestricted £	2019 Total £	2018 Total £
Donations	3,745,987	2,561,807	6,307,794	6,494,072
Gift Aid	-	781,739	781,739	550,125
Donated Services and Facilities	4,487,185	-	4,487,185	-
	<u>8,233,172</u>	<u>3,343,546</u>	<u>11,576,718</u>	<u>7,044,287</u>

Income is based on the donors specified cause. A breakdown is provided below.

	2019 £	2018 £
Water	1470	1,735
Orphans	2,621,893	2,174,290
Masjid	5,963	6,884
Food	1,116,161	692,316
Education	500	-
Medical Supplies	4,487,185	-
	<u>8,233,172</u>	<u>2,875,225</u>

Cause details:

Water - Project to provide access to clean water.

Orphans - Sponsorship of orphans helps house orphans throughout the world in order to help ensure that they receive an education, food, healthcare and medical support that children need.

Masjid - Providing support to schoolhouses throughout the world.

Food - Providing monthly food parcels to widows and orphans.

Emergency - Providing emergency aid to conflict areas.

Education - Providing educational materials.

Medical Supplies - Medical supplies donated and supplied by a partner.

3. INVESTMENT INCOME

	2019 £	2018 £
Rents received	5,700	5,700
Deposit account interest	9,230	312
	<u>14,930</u>	<u>6,012</u>

Orphans in Need

Notes to the Financial Statements - continued for the year ended 31st January 2019

4. RAISING FUNDS

Raising donations and legacies

	2019	2018
	£	£
Staff costs	404,415	331,881
Postage and stationery	12,748	50,463
Marketing	440,261	355,387
Fund raising expenses	239,428	259,509
Telephone	9,713	10,211
Motor and travel	27,616	31,221
Accommodation	5,962	1,748
Bank charges	68,623	69,288
	<u>1,208,766</u>	<u>1,109,708</u>

5. CHARITABLE ACTIVITIES COSTS

	Direct costs	Grant funding of activities (See note 6)	Support costs (See note 7)	Totals
	£	£	£	£
General	<u>690,579</u>	<u>9,375,185</u>	<u>80,029</u>	<u>10,145,793</u>

6. GRANTS PAYABLE

	2019	2018
	£	£
General	<u>9,375,185</u>	<u>3,695,514</u>

The total donations paid to institutions during the year was as follows:

	2019	2018
	£	£
Orphans in Need - India	1,651,444	927,821
Orphans in Need - Jammu & Kashmir	807,791	588,041
Alsabil Welfare House	854,601	774,508
Orphans in Need - Pakistan	576,573	462,052
Annasru Deen - Orphan Sponsorship	111,606	107,746
Novo Jibon	269,299	227,654
OIN Nepal	167,244	209,987
Donated Pharmaceuticals	4,487,185	-
Other grants of less than £150,000 in the period	<u>449,442</u>	<u>397,705</u>
	<u>9,375,185</u>	<u>3,695,514</u>

A full list of individual grants and projects is available from our principal office.

The charity is committed to pay £1.1 million to fund to help build an Orphanage in Kashmir which is due to be sent during the next financial year.

Orphans in Need

Notes to the Financial Statements - continued for the year ended 31st January 2019

7. SUPPORT COSTS

	Management £	Governance costs £	Totals £
General	<u>12,726</u>	<u>67,303</u>	<u>80,029</u>

8. OTHER

	2019 £	2018 £
Loans written off	<u>238,469</u>	<u>-</u>

The loan written off relates to the partial write off of the Cafe Blu loan.

9. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	2019 £	2018 £
Auditors' remuneration	4,800	4,800
Depreciation - owned assets	60,736	69,626
Website Costs amortisation	<u>1,167</u>	<u>830</u>

10. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31st January 2019 nor for the year ended 31st January 2018 .

Trustees' expenses

There were no trustees' expenses paid for the year ended 31st January 2019 nor for the year ended 31st January 2018 .

11. STAFF COSTS

	2019 £	2018 £
Wages and salaries	571,636	517,065
Social security costs	44,944	40,382
Pension	6,129	2,497
	<u>622,709</u>	<u>559,944</u>

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

2019	2018
<u>27</u>	<u>27</u>

Orphans in Need

Notes to the Financial Statements - continued
for the year ended 31st January 2019

12. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted fund £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	4,169,062	2,875,225	7,044,287
Investment income	6,012	-	6,012
Total	4,175,074	2,875,225	7,050,299
 EXPENDITURE ON			
Raising funds	1,109,708	-	1,109,708
Charitable activities			
General	1,729,098	2,875,225	4,604,323
Total	2,838,806	2,875,225	5,714,031
 NET INCOME/(EXPENDITURE)	1,336,268	-	1,336,268
 Other recognised gains/(losses)			
Gains/(losses) on revaluation of fixed assets	4,709	-	4,709
Net movement in funds	1,340,977	-	1,340,977
 RECONCILIATION OF FUNDS			
Total funds brought forward	3,547,679	-	3,547,679
 TOTAL FUNDS CARRIED FORWARD	4,888,656	-	4,888,656

Orphans in Need

Notes to the Financial Statements - continued
for the year ended 31st January 2019

13. INTANGIBLE FIXED ASSETS

	Website Costs £
COST	
At 1st February 2018	5,632
Additions	<u>2,952</u>
At 31st January 2019	<u>8,584</u>
 AMORTISATION	
At 1st February 2018	3,268
Charge for year	<u>1,167</u>
At 31st January 2019	<u>4,435</u>
 NET BOOK VALUE	
At 31st January 2019	<u><u>4,149</u></u>
At 31st January 2018	<u><u>2,364</u></u>

Orphans in Need

Notes to the Financial Statements - continued for the year ended 31st January 2019

14. TANGIBLE FIXED ASSETS

	Freehold property £	Improvements to property £	Fixtures and fittings £
COST			
At 1st February 2018 and 31st January 2019	<u>607,589</u>	<u>36,502</u>	<u>95,915</u>
DEPRECIATION			
At 1st February 2018	36,454	2,505	41,421
Charge for year	<u>12,152</u>	<u>730</u>	<u>8,174</u>
At 31st January 2019	<u>48,606</u>	<u>3,235</u>	<u>49,595</u>
NET BOOK VALUE			
At 31st January 2019	<u>558,983</u>	<u>33,267</u>	<u>46,320</u>
At 31st January 2018	<u>571,135</u>	<u>33,997</u>	<u>54,494</u>
	Motor vehicles £	Computer equipment £	Totals £
COST			
At 1st February 2018 and 31st January 2019	<u>9,778</u>	<u>167,793</u>	<u>917,577</u>
DEPRECIATION			
At 1st February 2018	3,210	110,897	194,487
Charge for year	<u>1,642</u>	<u>38,038</u>	<u>60,736</u>
At 31st January 2019	<u>4,852</u>	<u>148,935</u>	<u>255,223</u>
NET BOOK VALUE			
At 31st January 2019	<u>4,926</u>	<u>18,858</u>	<u>662,354</u>
At 31st January 2018	<u>6,568</u>	<u>56,896</u>	<u>723,090</u>

15. INVESTMENT PROPERTY

	£
MARKET VALUE	
At 1st February 2018 and 31st January 2019	<u>140,000</u>
NET BOOK VALUE	
At 31st January 2019	<u>140,000</u>
At 31st January 2018	<u>140,000</u>

The investment property has been transferred at the original cost price from 2012. In the opinion of the Trustees/Directors the 2012 price is not materially different from the present day value, and therefore represents a true and fair value of the properties.

Orphans in Need

Notes to the Financial Statements - continued for the year ended 31st January 2019

16. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2019	2018
	£	£
Other debtors	411,368	1,017,258
Prepayments	339,921	187,545
	<u>751,289</u>	<u>1,204,803</u>

17. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2019	2018
	£	£
Trade creditors	143,290	136,576
Social security and other taxes	11,991	13,437
Accrued expenses	6,985	6,754
	<u>162,266</u>	<u>156,767</u>

18. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2019	2018
	£	£
Within one year	41,250	12,667
Between one and five years	135,000	45,000
In more than five years	11,250	22,500
	<u>187,500</u>	<u>80,167</u>

19. MOVEMENT IN FUNDS

	At 1/2/18	Net movement in funds	At 31/1/19
	£	£	£
Unrestricted funds			
General fund	4,888,656	(1,380)	4,887,276
	<u>4,888,656</u>	<u>(1,380)</u>	<u>4,887,276</u>
TOTAL FUNDS	<u>4,888,656</u>	<u>(1,380)</u>	<u>4,887,276</u>

Orphans in Need

Notes to the Financial Statements - continued for the year ended 31st January 2019

19. 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	3,358,476	(3,359,856)	(1,380)
Restricted funds			
Restricted Fund	8,233,172	(8,233,172)	-
TOTAL FUNDS	<u><u>11,591,648</u></u>	<u><u>(11,593,028)</u></u>	<u><u>(1,380)</u></u>

Comparatives for movement in funds

	At 1/2/17 £	Net movement in funds £	At 31/1/18 £
Unrestricted Funds			
General fund	3,547,679	1,340,977	4,888,656
TOTAL FUNDS	<u><u>3,547,679</u></u>	<u><u>1,340,977</u></u>	<u><u>4,888,656</u></u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	4,175,074	(2,838,806)	4,709	1,340,977
Restricted funds				
Restricted Fund	2,875,225	(2,875,225)	-	-
TOTAL FUNDS	<u><u>7,050,299</u></u>	<u><u>(5,714,031)</u></u>	<u><u>4,709</u></u>	<u><u>1,340,977</u></u>

A current year 12 months and prior year 12 months combined position is as follows:

	At 1/2/17 £	Net movement in funds £	At 31/1/19 £
Unrestricted funds			
General fund	3,547,679	1,339,597	4,887,276
TOTAL FUNDS	<u><u>3,547,679</u></u>	<u><u>1,339,597</u></u>	<u><u>4,887,276</u></u>

Orphans in Need

Notes to the Financial Statements - continued for the year ended 31st January 2019

19. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	7,533,550	(6,198,662)	4,709	1,339,597
Restricted funds				
Restricted Fund	11,108,397	(11,108,397)	-	-
TOTAL FUNDS		18,641,947	(17,307,059)	1,339,597

Restricted funds relate to donations made by individuals to one of the charities specific projects/areas as per note 2. The donations are then spent in full on these projects.

20. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31st January 2019.