

Company Registered Number: 3933420
Charity Registered Number: 1081384

CHAIN OF HOPE
TRUSTEES' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDING 31ST MARCH 2019

**CHAIN OF HOPE
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**CHAIN OF HOPE
CHAIN OF HOPE TRUSTEES REPORT
FOR THE YEAR ENDING 31st MARCH 2019**

LEGAL AND ADMINISTRATIVE SUMMARY

Nature of governing instrument

Chain of Hope is a Company Limited by Guarantee, Registration Number 3933420 and a Registered Charity, Number 1081384. The Charity was established as a Trust in 1995 and was then incorporated as a Company Limited by Guarantee in February 2000. It is governed by its Memorandum and Articles of Association.

Honorary President

Her Royal Highness Princess Haya Bint Al Hussein

President

Professor Sir Magdi Yacoub OM FRS

Vice President

Professor Marc de Leval

Honorary Vice Presidents

Countess Noemi Marone Cinzano

Mrs Sherine Sawiris

Mrs Dina Nassif

Princess Chantal of Hanover

Ambassadors

Mr Stephen K Amos

Ms Alexandra Burke

Mr Omid Djalili

Mr Chris Eubank Jnr

Mr Rupert Everett

Ms Kimberley Garner

Mrs Fiona Hawthorne

Ms Ulrika Johnson

Ms Felicity Kendell

Mr Lemar Obika

Mr Colin Salmon

Trustees

Dr Gavin Wright – Chairman

Mr Noel O` Brien – Treasurer (resigned 11th November 2019)

Professor Marc de Leval

Dr Alan Magee

Professor Victor Tsang

Professor Sir Magdi Yacoub OM FRS

Ms Joanna McDwyer (resigned 6th September 2018)

Mr Jonathan Danos MBE

The Trustees and the principal officers are supported by a number of sub committees and groups, details of which can be found on the Charity's website.

Chief Executive Officer

Miss Emma Scanlan

**CHAIN OF HOPE
CHAIN OF HOPE TRUSTEES REPORT (CONTINUED)
FOR THE YEAR ENDING 31st MARCH 2019**

LEGAL AND ADMINISTRATIVE SUMMARY (CONTINUED)

Registered Office

Chain of Hope
South Parade C/O Royal Brompton Hospital
Sydney Street
London
SW3 6NP

Bankers

Lloyds TSB
Kings Road
Chelsea
London SW3

NatWest Bank plc

183b Kings Road
Chelsea
London
SW3 5EB

Auditors

Moore (South) LLP
Chartered Accountants
Priory House
Sydenham Road
Guildford
GU1 3RX

Solicitors

Russell-Cooke Solicitors
2 Putney Hill
London
SW15 6AB

**CHAIN OF HOPE
CHAIN OF HOPE TRUSTEES REPORT (CONTINUED)
FOR THE YEAR ENDING 31st MARCH 2019**

CHARITY OBJECTS

- a) The relief of sickness and to preserve and protect the health of people, in particular but not exclusively, children from abroad; and
- b) To further such other exclusively charitable purposes according to the law of England and Wales as the Trustees in their absolute discretion from time to time determine.

PUBLIC BENEFIT

The Trustees confirm that the target beneficiary group is within Public Benefit as the services are ultimately aimed at any patients who are in the public health systems of the countries where Chain of Hope works.

We have referred to the Charity Commission's general guidance on Public Benefit when reviewing our aims and objectives and in planning our future activities. In particular, the Board consider how planned activities will contribute to the aims and objectives they have set.

MISSION STATEMENT

To develop sustainable clinical and research cardiac centres for treatment of children and young people with heart disease in countries where facilities for such treatments are unavailable.

While this primary objective is underway, patients in need from these and other countries may be brought to the UK or other centres approved by the Chain of Hope for such treatments.

It is estimated that 15 million children die or are crippled annually by potentially treatable or preventable cardiac diseases.

OBJECTIVES AND ACTIVITIES

Chain of Hope aims to address the surgical inequality of these cardiac children around the world. As part of this goal, Chain of Hope is assisting the establishment of cardiac services and facilities in countries where they do not exist.

The charity has 4 main activities:

1. Conduct surgical and medical teaching missions that undertake closed and open-heart surgery on children and offer a range of out-patient services.
2. Teach and provide training for cardiac and associated healthcare workers within the countries Chain of Hope is assisting to create sustainable cardiac services for children.
3. Assist in the development of infrastructure by providing equipment, advising on services and helping to build capacity.
4. Organise and sponsor treatment for children through the charity's International Child Referral Programme (ICRP).

**CHAIN OF HOPE
CHAIN OF HOPE TRUSTEES REPORT (CONTINUED)
FOR THE YEAR ENDING 31st MARCH 2019**

ACHIEVEMENTS AND PERFORMANCE

Summary of Activity in the financial year to 31st March 2019

1. Over the last financial period Chain of Hope has conducted 278 direct procedures. 228 procedures have been carried out on children and young adults during overseas missions and 50 procedures have been conducted through flying children and young adults to the UK and other specialist referral centres in the Chain of Hope network.
2. A total of 20 overseas treatment missions were mobilised and conducted during this financial year to include the training 'mission' for the Jamaica Catheter Lab.
3. A total of three outpatient clinics were conducted during this financial year with one to Haiti as a new destination for Chain of Hope. This first screening clinic to Haiti was led by the Cardiologists we have trained in the UK over the last ten years who now work within the Jamaican Children's Heart Centre.
4. The Ethiopian Cardiac Centre marked its 10th year anniversary in January 2019. A total of 7,790 patients have been helped since Chain of Hope helped establish this first ever cardiac surgical unit in January 2009. Chain of Hope provided the equipment for two operating theatres and a 10 bedded intensive care unit, whilst supporting the centre with training, mentoring and treatment missions over the last ten years. The cardiac centre is managed and run by the Ethiopian Children's Heart fund and supported by a network of International NGO's.
5. We helped manage the purchase, installation and soft opening of the first bi plane catheter laboratory on the island of Jamaica in November 2018. This ground-breaking state of the art facility will now provide much improved diagnostic services for children in Jamaica as well as an alternative procedure to open heart surgery for those who are suitable for correction in the catheter lab.
6. Two new referral centres officially joined the Chain of Hope International Child Referral Programme (IRCP) programme. An MOU was signed with Barcelona Children's Hospital and with Al Jalila Children's Hospital Dubai.

CHAIN OF HOPE
CHAIN OF HOPE TRUSTEES REPORT (CONTINUED)
FOR THE YEAR ENDING 31st MARCH 2019

Development of Cardiac Services and Overseas Projects:

Ethiopia

As indicated above, the Ethiopian Cardiac Centre celebrated 10 years of activity since it was first established in 2009. Chain of Hope has been a key influencer, mentor and funder together with other International NGO's to achieve this goal. Over the last ten years a total of 7,790 cases have been treated by the Ethiopian Cardiac Centre. Learning continues in the form of onsite teams being mobilised to the centre to support the Ethiopian professionals in their development and treatment of further children. In 2017 this centre had reached a milestone by the local team employed to the cardiac centre being able to conduct their own cardiac surgeries without the assistance of overseas teams.

During this most recent financial year Chain of Hope conducted a total of 8 training missions, teams funded by Chain of Hope treating a total of 75 patients during these missions.

Additionally during this last financial year, Chain of Hope supported the training of an intensive care doctor at the Ethiopian Cardiac Centre. Dr Helen Befekadu returned from her training at the Aswan Heart Centre, funded by Chain of Hope, and was promoted to Medical Director of the Ethiopian Cardiac Centre.

Jamaica

Chain of Hope co-ordinated the second phase of equipping the Jamaica Children's Heart Centre during this last financial year. The charity supported the installation and mentored the local team in Jamaica to enable the first operational activity of the newly purchased biplane catheter lab.

Chain of Hope's mission and equipment Manager, Jilliane Lewis and Chain of Hope's Biomedical engineering team led by Dr Yoseph Mebrate organised all of the catheter lab specifications and liaison with the manufacturers to ensure the equipment was of the highest standard and negotiated a 4 year servicing contract. Chain of Hope had previously negotiated the purchase price of the catheter lab and purchased it using funds raised with co-partners, Shaggy Make a Difference Foundation, Rotary International and Gift of Life International.

During this financial year, Chain of Hope provided two mission teams to support the training of the local Jamaican healthcare team to firstly train on the equipment in October 2018, led by Leeds University Hospital Interventional head Dr John Thompson. This was shortly followed by the first interventional mission to treat the first ever catheter patients in this facility in November 2018, led by Dr Alan Magee.

Aswan

Chain of Hope has continued to support the excellent work of the Aswan Heart Centre over the last year. Aswan Heart Centre also reached its 10th year of existence in April 2019. Aswan Heart Centre is now run and funded by the Cairo based NGO, the Magdi Yacoub Heart Foundation which treats over 1000 patients per year!

One of the key donations Chain of Hope continues to make to the Aswan Heart Centre is the vital Cardioplegia solution which is required for each open-heart surgery conducted at the centre, as well as some other pharmaceutical items. Also during this financial year, we continued our nursing training support to Aswan Heart Centre by funding 6 nurses from Aswan to attend teaching and training courses in the UK.

**CHAIN OF HOPE
CHAIN OF HOPE TRUSTEES REPORT (CONTINUED)
FOR THE YEAR ENDING 31st MARCH 2019**

Uganda

In 2018 we continued to support the Uganda Heart Institute (UHI) with their mission to help the children of Uganda suffering from life threatening heart disease. We did this in two ways; firstly by sending Interventional Cardiologist Professor Shakeel Qureshi to support the local cardiology team to perform 17 procedures on Ugandan children on the waiting list at UHI.

Secondly by supporting the UHI local surgical and cardiology team to carry out 43 interventional procedures as a result of a joint Chain of Hope and Gift of Life/Rotary Grant totalling \$125,000, of which Chain of Hope contributed \$57,750 including support. This brings the total number of Ugandan patients helped by Chain of Hope to 60 during this financial year.

Expansion to Tanzania

Chain of Hope, as part of its objective to expand into a new geographical area, conducted its first ever mission to Tanzania in August 2018. This mission was led by Ms Carin Van Doorn, head of Leeds University Hospital Cardiac Service and run alongside the local team at the Jakaya Kikwete Institute in Dar El Salaam to treat a total of 9 patients through open heart surgery.

Closely following this surgical mission, Chain of Hope funded and held a training workshop in transoesophageal echocardiography in Dar Es Salaam for the local healthcare professionals. Dr Gavin Wright and Dr Sue Wright volunteered their skills and expertise to go and teach the training workshop.

Expansion of Refugee 'Humanitarian' Missions

During this last financial year, we continued to conduct 4 humanitarian missions to treat refugees in Al Khalidi hospital in Jordan. These missions have been focusing on the displaced populations of refugees of Iraqi, Syrian and Palestinian origin. Over this financial year we supported our partners expansion to helping similar refugees who are living in camps inside Lebanon and in May 2018 a mission team treated 12 refugee patients at Hamoud Hospital, Sidon.

A total of 4 refugee missions were conducted to Jordan and Lebanon in collaboration with our correspondent charity on the ground locally in Jordan, namely 'Gift of Life Amman' and through support of Rotary grants with Gift of Life International and Gift of Life Indianapolis. The number of procedures treated during this refugee initiative this financial year was 42, all of whom were under the age of 18.

Outreach Clinics

As mentioned in achievements, the charity conducted its first screening mission to Haiti, hosted by the Haiti Cardiac Alliance. The screening was conducted by Cardiologists from the Jamaica Children's Heart Centre who volunteered their time to diagnose and screen patients.

This was also the second year of Chain of Hope sending screening clinics to Sierra Leone to help diagnose patients and transfer echocardiography skills to the local physicians. These clinics are conducted in partnership with the Royal College of Paediatrics.

**CHAIN OF HOPE
CHAIN OF HOPE TRUSTEES REPORT (CONTINUED)
FOR THE YEAR ENDING 31st MARCH 2019**

Future Plans for 2019/2020

- To treat 50 patients through the ICRP programme
- To increase the number of patients back up to 300 through missions
- To continue to support cardiac centres and services in countries with the aim of treating more children through the impact of developing cardiac services in local countries.
- To support the establishment of a cardiac service in Rwanda for the surrounding region

CHAIN OF HOPE
CHAIN OF HOPE TRUSTEES REPORT (CONTINUED)
FOR THE YEAR ENDING 31st MARCH 2019

STRUCTURE, GOVERNANCE AND MANAGEMENT

Trustee Board (Trustees are listed in the Legal and Administrative Summary)

The Board of Trustees is responsible for the governance and financial management of the Charity. Board meetings are held quarterly. Trustees decide and agree policy and approve a framework for the charity's delivery of activities. Day to day management is delegated to the Chief Executive Officer.

Two of the current Trustees have been involved with Chain of Hope since its creation in 1996. Over the last two years the Trustees have made a commitment to diversify the Board's expertise and to that end two new non-medical Trustees were appointed in 2016.

One of our Trustees resigned during the financial year as she finished a three year tenure with the charity. Joanna McDwyer moved up to Cambridge to take a role in fundraising at Cambridge University. Our Treasurer has resigned post year end (November 2019) having moving countries.

Personnel

Our Senior management team has started to meet regularly with the CEO and the Chairman to improve communication between board and senior management as the charity structure grows.

Pay scales are worked out according to management or administration levels within the organisation, with consideration given to performance review and length of service. Performance reviews are conducted annually, but a continual look at objectives occurs through the year. The Chief Executive Officer's performance and remuneration are reviewed annually by the Chairman. These are benchmarked against charitable organisations of a similar size and complexity. A review of the fundraising personnel and structure also took place in 2018 with a view to improving the management of fundraising and working on diversification of income streams.

Quality Assurance and Missions Management Committee

This group brings together members of the Medical Board, Nursing Board and the Chair of Trustees. The group is chaired by Professor Marc de Leval with a focus on quality and standards. This Committee reviews individual mission outcomes, screens new surgeons and physicians applying to join the Charity's missions to ensure membership is of the highest possible quality. It provides a forum in which lessons that the charity has learnt can be documented and systems and processes put in place to improve the future quality of service to our beneficiaries.

Medical Board

The Medical Board is comprised of cardiologists, surgeons from different hospitals including Great Ormond Street Hospital for Sick Children, Royal Brompton and Harefield NHS Trust, Evelina London Children's Hospital, The Harley Street Clinic and Southampton University Hospital.

The Board meets monthly to review medical files of patients who are applying for medical treatment through Chain of Hope. The Medical Board's remit is to advise the Trustees on medical policy and oversee the smooth medical management of the charity's ICRP. This Board was jointly chaired during this financial period by Professor Shakeel Qureshi and Dr Rachel Andrews.

CHAIN OF HOPE
CHAIN OF HOPE TRUSTEES REPORT (CONTINUED)
FOR THE YEAR ENDING 31st MARCH 2019

Nursing Board

The Nursing Board's remit is to recruit and screen nurses to join Chain of Hope missions and educational programmes. Chain of Hope overseas missions heavily rely on volunteer ICU nurses and they make up roughly half of our clinical volunteers. The Nursing Board has put together procedures for recruiting, interviewing and briefing new nurses. References are taken up by members of the Nursing Board and each applicant gets interviewed.

Management of the International Child Referral Scheme (MICRoS)

The MICRoS group continued to meet monthly over the last financial year. MICROS is led by Mo O'Reilly, who has a background working in the adoption and fostering sector.

The focus of this group is to review issues arising within the ICRP, including management of the waiting list, child referral placements, host families and child support volunteers, and the housing and accommodation provisions for parents and guardians in relation to child protection in the UK and ICRP centres abroad.

MICRoS monitors the individual child placements to ensure best practice.

Host Family Approval Panel

Mo O'Reilly also Chairs this independently recruited panel of professionals/advisors which review the Charity's applications from prospective carers volunteering to care for a child and relative during his or her stay in the UK, before and after heart surgery. This process mirrors fostering practice guidelines and is in line with 'best practice'. Tom Narducci (Child Protection Specialist) joined the panel in 2017.

Ambassadors

Chain of Hope has a group of Ambassadors who can represent the charity at public events for fundraising and public relations purposes. Many of these attend the Gala Ball and other Chain of Hope events.

Volunteers

The Charity is highly dependent on very skilled and dedicated volunteers who deliver our charitable operations as well as our immense fundraising, events and activities. We recognise the major donation of time and expertise to the charity is a huge component to all the work we carry out. Therefore, a large amount of time liaising with our volunteers is essential to the success of the charity. The above committees all work tirelessly to carry out their activities. Volunteers represent a large part of the gifts in kind calculated in the accounts.

Partners and Collaboration

One of the key strategic objectives of the Charity is to work with organisations who share the same goals to fulfil the charities objectives. As part of the long-term goal of developing cardiac services overseas, Chain of Hope partners with grant giving organisations as well as medical charities and medical institutions globally, thus ensuring that we are providing the very best expertise whilst not duplicating efforts.

Combining with several partners in a specific country helps leverage discussions with governments within the countries, enabling us to fulfil our objectives. For example, in Jamaica working with local Non-Government Organisations and partner Rotary International, has enabled us to achieve the end goal of providing the first paediatric catheter lab in Jamaica.

Collaboration and co ordination with other NGO's in the countries where we work is a key value to Chain of Hope.

**CHAIN OF HOPE
CHAIN OF HOPE TRUSTEES REPORT (CONTINUED)
FOR THE YEAR ENDING 31st MARCH 2019**

Grant Agreements

As part of our ongoing review of governance, we have sought legal advice over the agreements we put in place with partners and where we organise 'shared' responsibility missions. We are now actively putting in place and negotiating 'grant agreements' where an agreement is drawn up with our partners, laying out our involvement and/or financial contribution towards a particular mission or project.

During this financial year we had an active grant agreement with Chain of Hope Jamaica to support the hospital manager of the cardiac centre and a grant to Uganda to assist with the donation of devices for the local physicians to be able to carry out more procedures on their own without the support of missions.

FUNDRAISING & MARKETING

The main fundraising event continued to be the Charity's enormously successful Gala Ball which has been running for over 17 years now. This year's Gala took a new strategic approach to try to maintain its unique flavour as one of London's most fun and exclusive charity fundraising dinners and moved to a new venue, reducing the number of tickets available. The evening was held at Old Billingsgate in the City of London and was attended by a select number of dedicated and loyal donors to the charity. Entertainer Akon flew to London especially for the event and Sky news presenter Jonathan Samuels did an amazing job of hosting the evening! Celebrities and supporters raised an incredible £2 million gross (2018 - £2.7 million) for the charity's work.

In addition to the Gala Ball, the charity also engaged in other fundraising activities including major donor fundraising, corporate fundraising, community and challenge events. In particular the challenge events raised £33,755 (2018 - £40,795), this is due to the runners who took part in the Royal Parks Half Marathon for the charity who had twelve places in this London running event as well as the London Marathon runners in April 2018.

Community fundraising raised nearly £80,000 (2018 - £146,182) and this year's plans are to continue to increase community fundraising through schools and churches. A programme of research into Trusts and Foundations has also begun which a view to developing new income through different approaches during the year.

The fundraising team also continued with Corporate fundraising during the year, being the beneficiary of HR Owen, BNP Paribas, Bailie Gifford and Datacentre Dynamics.

An additional initiative was launched towards the end of this financial year to try to generate income from corporates such as restaurants and hotels and other business by requesting they add an 'optional' £1 to their customer's bill or invoice. Soho House was the first corporate of the scheme which accepted to raise funds through this scheme at one of their outlets during March 2019.

FINANCIAL REVIEW

In the 12 month period to 31st March total income amounted to £4,269,331 (2018 - £4,849,573), of which £3,022,112 (2018 - £3,282,494) was restricted in nature, with £3,790,145 (2018 - £3,717,938) being spent in respect of undertaking charitable activity.

Receipts from the Gala Ball event, continue to represent the largest revenue stream for the charity, amounting to £2m (2018 - £2.7m) for the reporting period, while increases in non-Gala Ball receipts were also noted year on year. GIKs (Gifts in Kind) amounting to £1,476,911 (2018: £1,564,813) were recorded for the period. These largely relate to the value assigned to professional time and expertise donated by medical and healthcare professionals, as well as medical institutions, in supporting the work undertaken by the charity.

The goodwill and continued support from leading Cardiac healthcare professionals across the globe, remains key to the charity's ability to deliver much needed charitable activities in the field of paediatric cardiac medicine, in line with its core values and operational strategy.

RESERVES POLICY

The Trustees have assessed that the level of reserves available for the general purpose of the charity should be sufficient to cover 6 months of cash expenditure of the operating and salary costs plus 3 months of training and ICRP costs.

At the year end level of Unrestricted Funds (less fixed assts) amounted to £2.4m. Based on the 2019/20 budget, the trustees assess the requested level to be £750,000. The Charity holds funds to cover this amount and will continue to do so in the coming year.

RISK MANAGEMENT

The Trustees have considered Chain of Hope's exposure to risk and have introduced necessary control mechanisms to minimise this exposure. As with many charities, Chain of Hope is dependent on voluntary fundraising, the success of which cannot be easily forecast. The Board is focusing on plans with the CEO to diversify funding sources and investing in new streams of fundraising. A review of the risk to the charity such as medical malpractice has led to discussions around the Professional Indemnity cover for the Professionals volunteering for the charity. A review of insurances has been recommended and the establishment of a dedicated Risk committee has been recommended also. This has been established and will meet twice a year or when necessary.

**CHAIN OF HOPE
CHAIN OF HOPE TRUSTEES REPORT (CONTINUED)
FOR THE YEAR ENDING 31st MARCH 2019**

STATEMENT OF DISCLOSURE OF INFORMATION TO AUDITORS

The Trustees of the charitable company who held office at the date of approval of these Financial Statements, as set out on page 1, have each confirmed that so far as they are aware there is no relevant information of which the company's auditors are unaware, they have taken all steps that they ought have taken as Trustees to make themselves aware of any relevant audit information, and to establish that the charitable company's auditors are aware of that information.

CONCLUSION

The last year has seen several milestones in terms of the long-term impact of some of our work.

The support and funding Chain of Hope gave over ten years to both the Ethiopian Cardiac Centre and the Aswan Heart Centre has contributed to both these units becoming independent and performing a large number of children and adults on their own. Both centres have flourished under the support of a local NGO that manages the day to day activities and Chain of Hope has worked with international NGO's to support the local hospital reach its own goal of autonomy.

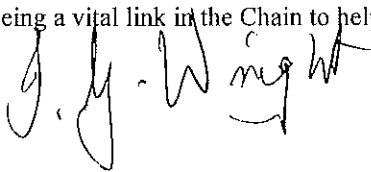
In terms of our ongoing missions to directly treat children we increased our number of actual overseas missions to twenty, however the number of procedures fell due to some of the training elements of these missions allowing the local team to learn from the specialists who were visiting. We continue to strive to treat more children whilst also provide this learning and teaching and development to the centres we visit.

We would like to thank all our wonderful volunteers from the medical specialists to our technicians and to our wonderful Ball committees who raise the much-needed funds from you our generous donors which enables this work to take place.

Thank you all for being a vital link in the Chain to help children.

Gavin Wright

Chairman

 13/12/2019

**CHAIN OF HOPE
CHAIN OF HOPE TRUSTEES REPORT (CONTINUED)
FOR THE YEAR ENDING 31st MARCH 2019**

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The Board Members (who are also directors of the company for the purposes of company law) are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the Trustees to prepare financial statements for each financial year, which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for the year. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

The Trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

CHAIN OF HOPE
INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF CHAIN OF HOPE
FOR THE YEAR ENDING 31st MARCH 2019

Opinion

We have audited the financial statements of Chain of Hope (the 'charitable company') for the year ended 31st March 2019 which comprise the Statement of Financial Activities, Balance Sheet, Statement of Cash Flows 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, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (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 March 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 Auditor's 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.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the trustees' annual report, other than the financial statements and our auditor's report 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.

CHAIN OF HOPE
INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF CHAIN OF HOPE (continued)
FOR THE YEAR ENDING 31st MARCH 2019

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the trustees' report; or
- the charitable company has not kept adequate accounting records; 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.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement set out on page 12, 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.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act.

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 an auditor's report 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 auditor's report.

Use of our report

This report is made solely to the charitable company's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charitable company'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 charitable company and the charitable company's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Moore (South) LLP

Moore (South) LLP
Statutory Auditor

16 December 2019

Priory House
Pilgrims Court
Sydenham Road
Guildford
Surrey GU1 3RX

Moore (South) LLP is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.

CHAIN OF HOPE
Statement of Financial Activities
(Incorporating an Income and Expenditure Account)
For the Year Ended 31 March 2019

	Note	Unrestricted £	Restricted £	2019 Total £	2018 Total £
Income from:					
Donations and legacies	3	501,015	3,022,112	3,523,127	4,037,582
Other trading activities	4	724,611	-	724,611	790,237
Investment income	5	21,593	-	21,593	21,754
Total income		1,247,219	3,022,112	4,269,331	4,849,573
Expenditure on:					
Raising funds	6	833,940	136,046	969,986	825,362
Charitable activities:					
Overseas Activities	6	79,844	2,363,814	2,443,658	2,601,962
International Child Referral Programme	6	302,220	1,044,267	1,346,487	1,115,976
Total expenditure		1,216,004	3,544,127	4,760,131	4,543,300
Net income / (expenditure) before other recognised gains and losses		31,215	(522,015)	(490,800)	306,273
Net gains / (losses)	7	84,438	-	84,438	(155,124)
Net Movement in funds		115,653	(522,015)	(406,362)	151,149
Reconciliation of funds:					
Total funds brought forward		2,326,062	1,451,430	3,777,492	3,626,343
Total funds carried forward		2,441,715	929,415	3,371,130	3,777,492

All of the above results are derived from continuing activities.
There were no other recognised gains or losses other than those stated above.
The attached notes on pages 18-27 form part of these financial statements.

CHAIN OF HOPE

Balance Sheet

As at 31 March 2019

	Note	2019 £	2019 £	2018 £	2018 £
Fixed assets:					
Tangible assets	10		39,823		39,325
Current assets:					
Debtors	11	366,001		187,807	
Cash at bank and in hand		<u>3,349,046</u>		<u>4,862,456</u>	
		3,715,047		5,050,263	
Liabilities:					
Creditors: amounts falling due within one year	12	<u>(383,740)</u>		<u>(1,312,096)</u>	
Net current assets / (liabilities)			<u>3,331,307</u>		<u>3,738,167</u>
Total assets less current liabilities			<u>3,371,130</u>		<u>3,777,492</u>
Total net assets / (liabilities)			<u>3,371,130</u>		<u>3,777,492</u>
Funds	15				
Restricted funds			929,415		1,451,430
Unrestricted funds:					
	General funds	<u>2,441,715</u>		<u>2,326,062</u>	
Total unrestricted funds			<u>2,441,715</u>		<u>2,326,062</u>
Total funds			<u>3,371,130</u>		<u>3,777,492</u>

The financial statements have been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006.

For the year ending 31st March 2019 the company was entitled to exemption from audit under section 477 of the Companies ACT 2006 relating to small companies. However, an audit is required in accordance with section 144 of the Charities Act 2011.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of the accounts.

Approved by the trustees on 13 December 2019 and signed on their behalf by:

Gavin Wright

Chairman

Company Number: 3933420

The attached notes on pages 18-27 form part of these financial statements.

CHAIN OF HOPE
Statement of Cash Flows
For the year ended 31st March 2019

	Note	2019 £	2019 £	2018 £	2018 £
Net cash provided by / (used in) operating activities	16		(1,514,981)		303,329
Cash flows from investing activities:					
Interest received		21,593		21,754	
Payments to acquire fixed assets		<u>(20,022)</u>		<u>(22,194)</u>	
			<u>1,571</u>		<u>(440)</u>
Change in cash and cash equivalent in the year			(1,513,410)		302,889
Cash and cash equivalent at the beginning of the year			4,862,456		4,559,567
Cash and cash equivalent at the end of the year.			<u>3,349,046</u>		<u>4,862,456</u>
Cash and cash equivalent consists of:					
Cash at bank and in hand			3,349,046		3,362,456
Short term deposits			<u>-</u>		<u>1,500,000</u>
Cash and cash equivalent at 31st March 2019			<u><u>3,349,046</u></u>		<u><u>4,862,456</u></u>

CHAIN OF HOPE
Notes to The Financial Statements
For the Year Ended 31 March 2019

1 Accounting policies

a) Company Status

The company is a company listed by guarantee and has no share capital. The members of the company are the Trustees named on page 1. In the event of the company being wound up, any liability in respect of the guarantee is limited to £1 per member of the company. The address of the registered office is given on page 2 of these financial statements. The nature of the charity's operations and principal activities are explained in the Trustees Report.

b) Basis of preparation

The financial statements have been prepared in accordance with 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), Charities Act 2011 and the Companies Act 2006.

The financial statements are prepared in sterling which is the functional currency and have been rounded to the nearest pound.

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

The charitable company meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy or note.

c) Going concern

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and the expected level of income and expenditure for the 12 months from authorising these financial statements. The budgeted income and expenditure in addition to existing reserves is sufficient to fund the charities future operations and for the charity to be considered a going concern.

d) Income

Gifts, donations and income from other trading activities are recognised when the charity has received the funds and any performance conditions attached to the income have been met. Other income, including tax recoverable from Gift Aid is credited on an accruals basis.

Gifts and donations include amounts received at fundraising events and general gifts.

Legacies are accounted for at the earliest of:

- the date on which the charity is aware that probate has been granted;
- the estate has been finalised and notification has been made by the executor(s) to the charity that a distribution will be made; or
- when a distribution is made from the estate

Receipt of a legacy, in whole or part, is only considered probable when the amount can be measured reliably and the charity has been notified of the executor's intention to make a distribution. Where legacies have been notified to the charity, or the charity is aware of the granting of probate, and criteria for income recognition have not been met, then the legacy is treated as a contingent asset and disclosed if material.

CHAIN OF HOPE
Notes to The Financial Statements
For the Year Ended 31 March 2019

Accounting policies (continued)

e) Donations of gifts, services and facilities

Donated professional services, donated facilities or donated gifts, are recognised as income by the charity where an economic benefit to the charity has been identified, which can be reliably measured and where full control of the item or receipt of the services can be evidenced and any conditions associated with the donation have been met.

In accordance with the Charities SORP (FRS 102), volunteer time is not recognised so refer to the trustees' annual report for more information about their contribution.

f) Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank.

g) Fund accounting

Unrestricted funds are available to spend on activities that further any of the purposes of charity. Designated funds are unrestricted funds of the charity which the trustees have decided at their discretion to set aside to use for a specific purpose. Restricted funds are donations which the donor has specified are to be solely used for particular areas of the charity's work or for specific projects being undertaken by the charity.

h) Expenditure and irrecoverable VAT

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required, and the amount of the obligation can be measured reliably. Expenditure is classified under the following activity headings:

- Costs of raising funds comprise of trading costs and the costs incurred by the charitable company in inducing third parties to make voluntary contributions to it, as well as the cost of any activities with a fundraising purpose.
- Expenditure on charitable activities includes the costs of delivering services, exhibitions and other educational activities undertaken to further the purposes of the charity and their associated support costs.
- Other expenditure represents those items not falling into any other heading.

Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred.

i) Allocation of support costs

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Support costs include back office costs, finance, personnel, payroll and governance costs which support the Trusts artistic programmes and activities. These costs have been allocated between cost of raising funds and expenditure on charitable activities. The bases on which support costs have been allocated are set out in note 7.

j) Operating leases

Rental charges are charged on a straight-line basis over the term of the lease.

k) Tangible fixed assets

Items of equipment are capitalised where the purchase price exceeds £200. Depreciation is provided at rates calculated to write down the cost of each asset to its estimated residual value over its expected useful life. The depreciation rates in use are as follows:

Fixtures and fittings	25%
Computer equipment	33%
Medical equipment	25%

CHAIN OF HOPE
Notes to The Financial Statements
For the Year Ended 31 March 2019

Accounting policies (continued)

l) Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

m) Cash at bank and in hand

Cash at bank and cash in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

n) Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

o) Financial instruments

The Charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

p) Pensions

The charity contributes to a defined contribution scheme on behalf of its employees. The assets of the scheme are held separately, from those of the company in an independently administered fund. The pension cost charged to the Statement of Financial Activities represents the amount due to the accounting period.

q) Foreign currency

Foreign currency transactions are initially recognised by applying to the foreign currency amount the spot exchange rate between the functional currency and the foreign currency at the date of the transaction.

Monetary assets and liabilities denominated in a foreign currency at the balance sheet date are translated using the closing rate.

r) Taxation

The charity is an exempt charity within the meaning of schedule 3 of the Charities Act 2011 and is considered to pass the tests set out in paragraph 1 Schedule 6 Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes.

s) Judgement and key sources of estimation uncertainty

In the application of the charitable company's accounting policy, the Trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects both current and future periods.

In assessing the inclusion of services provided to the charity as gifts in kind within these financial statements, the trustees have assessed the valuation of these gifts in kind through review of the costs of such services under standard procedures. These judgements are made in the light of the activity being undertaken based on management assessments.

CHAIN OF HOPE
Notes to The Financial Statements
For the Year Ended 31 March 2019

2 Detailed comparatives for the statement of financial activities

	2018 Unrestricted £	2018 Restricted £	2018 Total £
Income from:			
Donations and legacies	755,088	3,282,494	4,037,582
Other trading activities	790,237	-	790,327
Other income	21,754	-	21,754
Total income	<u>1,567,079</u>	<u>3,282,494</u>	<u>4,849,573</u>
Expenditure on:			
Raising funds	508,005	317,357	825,362
Overseas activities	796,838	1,805,124	2,601,962
International child referral programme	65,962	1,050,014	1,115,976
Total expenditure	<u>1,370,805</u>	<u>3,172,495</u>	<u>4,543,300</u>
Net income / expenditure before other recognised gains and losses	196,274	109,999	306,273
Other gains / (losses)	(155,124)	-	(155,124)
Net movement in funds	<u>41,150</u>	<u>109,999</u>	<u>151,149</u>
Total funds brought forward	2,284,912	1,341,431	3,626,343
Total funds carried forward	<u>2,326,062</u>	<u>1,451,430</u>	<u>3,777,492</u>

3 Income from donations and legacies

	Unrestricted £	Restricted £	2019 Total £	2018 Total £
Gifts	491,275	1,545,201	2,036,476	2,452,759
Donated services	-	1,476,911	1,476,911	1,584,813
Legacies	9,740	-	9,740	10
	<u>501,015</u>	<u>3,022,112</u>	<u>3,523,127</u>	<u>4,037,582</u>

CHAIN OF HOPE
Notes to The Financial Statements
For the Year Ended 31 March 2019

4 Income from other trading activities

			2019	2018
	Unrestricted	Restricted	Total	Total
	£	£	£	£
Fundraising Ball	719,309	-	719,309	782,608
Other fundraising activities	5,302	-	5,302	7,629
	<u>724,611</u>	<u>-</u>	<u>724,611</u>	<u>790,237</u>

5 Income from investments

			2019	2018
	Unrestricted	Restricted	Total	Total
	£	£	£	£
Bank interest	21,593	-	21,593	21,754
	<u>21,593</u>	<u>-</u>	<u>21,593</u>	<u>21,754</u>

6 Analysis of expenditure

			Charitable activities		2019 Total £	2018 Total £
	Basis of allocn.	Cost of raising funds £	Overseas activities £	International Child referral Programme £		
Staff costs	Direct	231,711	195,987	208,230	635,928	604,993
Direct costs	Direct	659,569	2,072,145	1,059,551	3,791,265	3,713,884
Grants made	Direct	-	96,820	-	96,820	26,357
Support costs	Office	78,706	78,706	78,706	236,118	198,066
Total expenditure 2018/19		<u>969,986</u>	<u>2,443,658</u>	<u>1,346,487</u>	<u>4,760,131</u>	<u>4,543,300</u>
Total expenditure 2017/18		<u>825,362</u>	<u>2,601,962</u>	<u>1,115,976</u>	<u>4,543,300</u>	<u>5,769,201</u>

Of the total expenditure, £1,216,004 was unrestricted (2017/18: £1,370,805), £3,544,127 was restricted (2017/18: £3,172,495).

Where costs cannot be directly attributed to a particular activity, apportionment takes place using a percentage of staff time and the relevant overheads spent on that activity.

Included within support costs are governance costs of £29,270 (2018 - £25,815).

In the year two grants were issued by Chain of Hope, the first being to Chain of Hope Jamaica funding the cost of the Chain of Hope Jamaica Executive Director £54,055, the second grant was made to the Uganda Heart Institute to support the purchase of Medical supplies for paediatric cardiac procedures undertaken by local medical teams.

CHAIN OF HOPE
Notes to The Financial Statements
For the Year Ended 31 March 2019

7 Net income / (expenditure) for the year

This is stated after charging / (crediting):	2019	2018
	£	£
Operating lease rentals:		
Property	13,478	13,449
Other equipment	287	287
Depreciation	19,524	21,893
Auditor's remuneration:		
Audit fees	8,030	11,674
Accountancy services	2,940	1,885
Foreign exchange (gains) / losses	<u>84,438</u>	<u>155,124</u>

8 Analysis of staff costs and employee benefits

Staff costs were as follows:	2019	2018
	£	£
Salaries and wages	571,727	548,683
Social security costs	54,048	48,919
Employer's contribution to defined contribution pension schemes	<u>10,153</u>	<u>7,391</u>
	<u>635,928</u>	<u>604,993</u>

The following number of employees received employee benefits (excluding employer pension) during the year in excess of £60,000:

	2019	2018
	No.	No.
£60,000 - £69,999	-	1
£70,000 - £79,999	1	-

Staff numbers

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

	2019	2018
	No.	No.
Raising funds	5	7
Charitable activities	9	9
Support	3	2
Governance	<u>1</u>	<u>1</u>
	<u>18</u>	<u>19</u>

CHAIN OF HOPE
Notes to The Financial Statements
For the Year Ended 31 March 2019

9 Trustees and key management remuneration and expenses

The total amount of employee benefits including pension contributions of key management personnel was £75,296 (2017/18 £73,520).

The charity trustees were not paid nor did they receive any other benefits from employment with the Trust (2017/18: nil). No Travel expenses were reimbursed during the year (2017/18 £92).

Insurance policies in respect of Trustee Travel and Trustee Professional Indemnity have been taken out for the year ended 31 March 2019, at a cost of £6,496 and £672 respectively.

10 Tangible fixed assets	Fixtures and fittings	Computer equipment	Medical equipment	Total
	£	£	£	£
Cost				
At the start of the year	38,741	45,162	126,972	210,875
Additions in year	-	2,280	17,742	20,022
Disposals in year		(1,481)	-	(1,481)
At the end of the year	38,741	45,961	144,714	229,416
Depreciation				
At the start of the year	18,295	30,456	122,799	171,550
Charge for the year	8,220	6,618	4,686	19,524
Estimated on Disposal		(1,481)		(1,481)
At the end of the year	26,515	35,593	127,485	189,593
Net book value				
As at 31st March 2019	<u>12,226</u>	<u>10,368</u>	<u>17,229</u>	<u>39,823</u>
As at 1st April 2018	<u>20,446</u>	<u>14,706</u>	<u>4,173</u>	<u>39,325</u>

All of the above assets are used for charitable purposes.

CHAIN OF HOPE
Notes to The Financial Statements
For the Year Ended 31 March 2019

11 Debtors

	2019	2018
	£	£
Other Debtors	-	1,005
Prepayments	67,892	89,750
Trade Debtors	298,109	97,052
	<u>366,001</u>	<u>187,807</u>
Fair value at the end of the year	<u>366,001</u>	<u>187,807</u>

12 Creditors: Amounts falling due within one year

	2019	2018
	£	£
Trade creditors	166,076	230,013
Donations Payable	61,627	882,603
Other creditors	34,872	24,096
Accruals	101,923	175,015
Other tax and social security	19,242	369
	<u>383,740</u>	<u>1,312,096</u>

13 Financial Instruments

	2019	2018
	£	£
Financial assets at amortised cost	<u>366,001</u>	<u>187,807</u>
Financial liabilities at amortised cost	<u>262,575</u>	<u>1,136,712</u>

14 Operating Leases

Total future minimum lease payments under non-cancellable operating leases are as follows:

Less than 1 year	Property 31st March 2019	Property 31st March 2018	Equipment 31st March 2019	Equipment 31st March 2018
	6,150	6,150	-	3,000

15 Movement in Funds

Donations made to Chain of Hope will in some circumstances have specific restrictions attached by the donor, whereby the funds can only be used for a specific purpose. In such circumstances the funds received are deemed to be 'restricted in nature'. It is the practice of the charity to utilise restricted funds as the primary source of funding where possible, supplementing activities with unrestricted funds where restricted funds have been exhausted, to ensure maximum operational delivery and to ensure the objectives of the charity are met.

Restricted funds in the year relate to:

International Child Referral Programme: Restricted to medical interventions on overseas patients carried out by UK and International hospitals.

Medical Equipment for mission use: Use restricted to the purchase of specific medical equipment

Overseas Missions & Development: Use is restricted to overseas missions but not allocated to a specific country.

CHAIN OF HOPE
Notes to The Financial Statements
For the Year Ended 31 March 2019

16 Movements in funds	As at 1st April 2018 Total Fund £	Incoming resources & gains £	Outgoing resources £	Transfers £	As at 31st March 2019 Total Fund £
Restricted funds:					
<i>Activities overseas</i>					
Aswan	23,778	229,587	240,107	-	13,258
Burundi	395,621	-	-	-	395,621
Rwanda	-	100,000	-	-	100,000
Sierra Leone	-	911	911	-	-
Jamaica Fund	-	39,638	39,638	-	-
<i>Child referral</i>					
Child Funding	154,068	889,289	1,043,356	-	1
<i>Medical Equipment</i>	107,000	240,660	35,122	-	312,538
<i>Overseas Missions & Development</i>	770,963	1,385,981	2,048,947		107,997
<i>Fundraising</i>	-	136,046	136,046	-	-
Total restricted funds	1,451,430	3,022,112	3,544,127	-	929,415
General Funds	2,234,606	1,247,219	1,216,004	-	2,265,821
Unrealised exchange gains	91,456	84,438	-	-	175,894
Total unrestricted funds	2,326,062	1,331,657	1,216,004	-	2,441,715
Total funds	3,777,492	4,353,769	4,760,131	-	3,371,130

17 Analysis of net assets between funds

	Unrestricted £	Restricted £	Total £
Fixed Assets	22,593	17,230	39,823
Cash and current investments	2,518,136	830,910	3,349,046
Other current assets / (liabilities)	(99,014)	81,275	(17,739)
Total	2,441,715	929,415	3,371,130

CHAIN OF HOPE
Notes to The Financial Statements
For the Year Ended 31 March 2019

18 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)	(406,362)	151,149
Depreciation	19,524	21,894
Interest, rent and dividends from investments	(21,593)	(21,754)
(Increase)/ decrease in debtors	(178,194)	96,719
Increase/ (decrease) in creditors	(928,356)	55,321
Net cash provided by / (used in) operating activities	<u>(1,514,981)</u>	<u>303,329</u>

19 Related party transactions

A daughter of one of the Trustees is employed by the charity to manage the International Child Referral Programme and is employed under the same terms and conditions as all other employees.

Chain of Hope is a Corporate Board Member of Chain of Hope Jamaica. During the year Chain of Hope made a grant £54,055 (2018 £nil) to Chain of Hope Jamaica, to fund the salary cost of an Executive Director. Grants were made for specific purposes of £nil (2018: £141,257) in respect of the purchase of medical equipment.

Professor Sir Magdi Yacoub Honorary Chairman of the board of The Magdi Yacoub Foundation that set up and manages the Aswan Heart Centre (AHC). During the year ended 31st March 2019 11 (2018: 13) children were treated at AHC as part of the International Child Referral Programme (ICRP)

Payments totalling £60,500 (2018: nil) were made to AHC during the year. Donated devices recorded in the accounts in respect of this is £nil (2018: £71,500)

During the year a material donation of £100k (2018: nil) was received by Chain of Hope from Professor Magdi Yacoub, a Trustee of the charity. The funds are restricted to supporting the development of paediatric cardiac care in the country of Rwanda.

Other donations totalling £850 (2018: £5,000) were received from trustees during the year.