

Registered Charity

Number 1123685

HANDS OF LOVE UK
ACCOUNTS FOR THE PERIOD
08 April 2010
to
31 December 2010

Sally Grant Limited
Chartered Accountants

HANDS OF LOVE UK

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08 April 2010

to

31 December 2010

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Independent examiner's report on the accounts

Section A Independent Examiner's Report

Report to the trustees/
members of

Charity Name
Hands of Love UK

On accounts for the
period

8 th April 2010 to 31 st December 2010	Charity no (if any)	1123685
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Set out on pages

7 to 16
(remember to include the page numbers of additional sheets)

Respective responsibilities of trustees and examiner

The charity's trustees consider that an audit is not required for this year (under section 43(2) of the Charities Act 1993 (the Act), as amended by s.28 of the Charities Act 2006) and that an independent examination is needed. It is my responsibility to:

- examine the accounts (under section 43 of the Act, as amended),
- to follow the procedures laid down in the General Directions given by the Charity Commission (under section 43(7)(b) of the Act, as amended), and
- to state whether particular matters have come to my attention.

Basis of independent examiner's statement

My examination was carried out in accordance with General Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from the trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently I do not express an audit opinion on the accounts.

Independent examiner's statement

In the course of my examination, no matter has come to my attention which gives me reasonable cause to believe that in, any material respect, the trustees have not met the requirements to ensure that:

- proper accounting records are kept (in accordance with section 41 of the Act); and
- accounts are prepared which agree with the accounting records and comply with the accounting requirements of the Act; or

to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

Signed:

Date:

Name:

Relevant professional qualification(s) or body (if any):

Chartered Accountant

Address:

156 Bath Road
Southsea
Hampshire PO4 OHU



Trustees' Annual Report for the period

From	Period start date			To	Period end date		
	8th	April	2010		31st	December	2010

Section A Reference and administration details

Charity name

Other names charity is known by

Registered charity number (if any)

Charity's principal address

Postcode

Names of the charity trustees who manage the charity

	Trustee name	Office (if any)	Dates acted if not for whole year	Name of person (or body) entitled to appoint trustee (if any)
1	Eileen Jones	Chair	Appointed 5/6/2010	
2	Sally Walker	Treasurer	Appointed 5/6/2010	
3	Barrie Jones		Appointed 5/6/2010	
4	Sandra Rampton		Appointed 5/6/2010 and resigned 29/7/2010	
5	Linda Gray	Chair	Resigned 5/6/2010	
6	Helen Moon	Treasurer	Resigned 5/6/2010	
7	Fiona Barugh		Removed 3/6/2010	
8	John Gray		Resigned 5/6/2010	
9				
10				
11				
12				
13				
14				
15				
16				
17				
18				
19				
20				

Names of the trustees for the charity, if any, (for example, any custodian trustees)

Name	Dates acted if not for whole year

Section B Structure, governance and management

Description of the charity's trusts

Type of governing document <small>(eg. trust deed, constitution)</small>	Trust Deed
How the charity is constituted <small>(eg. trust, association, company)</small>	Trust
Trustee selection methods <small>(eg. appointed by, elected by)</small>	Appointed by Standing Trustees

Additional governance issues (Optional information)

You **may choose** to include additional information, where relevant, about:

- policies and procedures adopted for the induction and training of trustees;
- the charity's organisational structure and any wider network with which the charity works;
- relationship with any related parties;
- trustees' consideration of major risks and the system and procedures to manage them.

The Charity is run by a Management Committee responsible to the Board of Trustees. The administration was carried out from the office in Eaglescliffe until 5th June 2010 and has now been transferred to the new registered address as shown above.

Hands of Love UK works closely with Hands of Love USA to support the work of Hands of Love Uganda. There is no formal relationship between the charities.

The co-ordinator of Hands of Love USA is related to two of the Trustees of Hands of Love UK

Control systems have been reviewed and improvements implemented both in the UK and in Uganda. The treasurer of Hands of Love UK visited the office in Uganda in February 2011 in order to offer assistance and training in bookkeeping and accounting and database management.

Section C

Objectives and activities

Summary of the objects of the charity set out in its governing document

The relief of financial hardship, of sickness and preservation of health of the people in the village of Namadhi, Mayuge, Uganda. The provision of facilities and equipment to further advance the education of the children of Hands of Love Orphanage in Namadhi village.

Summary of the main activities undertaken for the public benefit in relation to these objects (include within this section the statutory declaration that trustees have had regard to the guidance issued by the Charity Commission on public benefit)

The main activities continue to be sponsorship of the children of the Hands of Love orphanage and School in Namadhi, Mayuge, Uganda and the general support of the orphanage and school, including the provision of water and improvement of buildings.

The guidance on Public Benefit has been considered when undertaking the charity's work

Additional details of objectives and activities (Optional information)

You **may choose** to include further statements, where relevant, about:

- policy on grantmaking;
- policy programme related investment;
- contribution made by volunteers.

All administration and fundraising activities are carried out by unpaid volunteers. Several members of the charity have visited the orphanage in Uganda at their own expense, the most recent visit in February 2011 was by Sally Walker, the treasurer. The other trustees, Barrie and Eileen Jones visited the orphanage in 2008 and 2009. Many other people have given their time for fundraising and awareness activities and have ensured the continuance of the charity which provides the main financial support for the Hands of Love Orphanage and School in Namadhi, Uganda.

Summary of the main achievements of the charity during the year

Child sponsorship continues to be the major activity with 105 children and 12 teachers and ancillary staff receiving regular support from UK sponsors in December 2010. Regular support is sent to Uganda for the welfare of the unsponsored children to provide essential food and clothes.

Two further rainwater butts were purchased during the nine month period to 31st December 2010 at a cost of £2400 and £1200 was sent specifically for building work. A further £4,050 raised during this period was sent to Uganda on 4th January 2011. As a result of these donations the building work has progressed and the children's dormitories now have concrete floors on which the un-sponsored children sleep and bunk beds for all the sponsored children. Unfortunately there has been a long period of drought so the rainwater butts are not being as effective as was hoped. A long term solution for water is still being sought. The number of children accommodated at the orphanage has risen to nearly 500.

Twenty children sat their Primary Seven examination in November and eighteen passed of which 11 were in the first or second division. One boy, who arrived at the orphanage in 2005, when it opened, achieved outstanding results, achieving the top marks out of the whole of the Mayuge region and 21st out of the whole of Uganda. All the children taking Primary 7 received extra coaching in Kampala for two weeks prior to the examination. The secondary school now has nearly 100 students. All the Hands of Love children attend school but none of the teachers receive a commercial salary and many work for their keep.

A number of people have donated goats in lieu of Christmas presents and the goat farm is thriving and providing meat for the children every 50 days. The goats don't produce milk because there isn't sufficient water to give them. Water continues to be a major problem and the children take it in turns to miss lessons and walk four or five miles a day to the nearest inlet to collect water from Lake Victoria.

At Christmas the children were given a big treat when a borrowed generator provided power for a borrowed television and they were able to watch DVDs. There is no mains electricity anywhere near the orphanage so this was a great benefit to them and very educational. Extra funding was raised for Christmas to provide proper meals for every child for four days. Our long-term aim is to provide regular meals for all the children throughout the year but due to the constant inflow of newly orphaned children this is proving very difficult.

Section E Financial review

Brief statement of the charity's policy on reserves

Reserves are maintained sufficient to cover twelve months expenses

Details of any funds materially in deficit

Further financial review details (Optional information)

You **may choose** to include additional information, where relevant about:

- the charity's principal sources of funds (including any fundraising);
- how expenditure has supported the key objectives of the charity;
- investment policy and objectives including any ethical investment policy adopted.

The charity's principal source of funds is from regular donations from sponsors. The charity is also supported by the fundraising activities of members and support from commercial enterprises through matched giving and donations.

One hundred percent of the funds have been applied to the objects of the charity.

Section F Other optional information

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Section G Declaration

The trustees declare that they have approved the trustees' report above.

Signed on behalf of the charity's trustees

Signature(s)		
Full name(s)	Sally Walker	Eileen Jones
Position (eg Secretary, Chair, etc)	Treasurer/ Administrator	Chair

Date 23/4/11

	Hands of Love UK			Charity No (if any)	1123685	CC17a
	Annual accounts for the period					
	Period start date	08/04/2010	To	Period end date	31/12/2010	

Section A Statement of financial activities

Recommended categories by activity	Details of own analysis	Unrestricted funds	Restricted income funds	Endowment funds	Total 8/4/10 to 31/12/10	Total year to 7/4/10
		£	£	£	£	£
		F01	F02	F03	F04	F05
Incoming resources (Note 3)						
Incoming resources from generated funds						
Voluntary income		17,214	22,611	-	39,825	40,607
Activities for generating funds		360	-	-	360	-
Investment income		-	-	-	-	-
Incoming resources from charitable activities		-	-	-	-	-
Other incoming resources		-	-	-	-	-
Total incoming resources		17,574	22,611	-	40,185	40,607
Resources expended (Notes 4-8)						
Costs of Generating Funds		-	-	-	-	-
Costs of generating voluntary income		797	-	-	797	1,557
Fundraising trading costs		102	-	-	102	-
Investment management costs		-	-	-	-	-
Charitable activities		11,602	19,140	-	30,742	37,329
Governance costs		-	-	-	-	-
Other resources expended		-	-	-	-	-
Total resources expended		12,501	19,140	-	31,641	38,886
Net incoming/(outgoing) resources before transfers		5,073	3,471	-	8,544	1,721
Gross transfers between funds		-	-	-	-	-
Net incoming/(outgoing) resources before other recognised gains/(losses)		5,073	3,471	-	8,544	1,721
Other recognised gains/(losses)						
Gains and losses on revaluation of fixed assets for the charity's own use		-	-	-	-	-
Gains and losses on investment assets		-	-	-	-	-
Net movement in funds		5,073	3,471	-	8,544	1,721
Total funds brought forward		8,306	-	-	8,306	6,585
Total funds carried forward		13,379	3,471	-	16,850	8,306

Section B Balance sheet

	Unrestricted funds	Restricted income funds	Endowment funds	Total this year	Total last year
	£	£	£	£	£
	F01	F02	F03	F04	F05
Fixed assets					
Tangible assets (Note 9)	-	-	-	-	-
Investments (Note 10)	-	-	-	-	-
Total fixed assets	-	-	-	-	-
Current assets					
Stock and work in progress	-	-	-	-	-
Debtors (Note 7)	6,983	-	-	6,983	5,971
(Short term) investments	-	-	-	-	-
Cash at bank and in hand	6,396	3,471	-	9,867	2,575
Total current assets	13,379	3,471	-	16,850	8,546
Creditors: amounts falling due within one year (Note 8)	-	-	-	-	240
Net current assets/(liabilities)	13,379	3,471	-	16,850	8,306
Total assets less current liabilities	13,379	3,471	-	16,850	8,306
Creditors: amounts falling due after one year (Note 8)	-	-	-	-	-
Provisions for liabilities and charges	-	-	-	-	-
Net assets	13,379	3,471	-	16,850	8,306
Funds of the Charity					
Unrestricted funds	13,379			13,379	8,306
	-			-	-
Restricted income funds (Note 9)		3,471		3,471	-
Endowment funds			-	-	-
Total funds	13,379	3,471	-	16,850	8,306
Signed by one or two trustees on behalf of all the trustees	Signature		Print Name		Date of approval
			Sally Walker		23/04/2011
			Barrie Jones		23/04/2011

Note 1 **Basis of preparation**

This section should be completed by all charities.

1.1 Basis of accounting

These accounts have been prepared on the basis of historic cost in accordance with:

- Accounting and Reporting by Charities – Statement of Recommended Practice (SORP 2005);
- and with Financial Reporting Standards for Smaller Enterprises (FRSSE);
- and with the Charities Act 1993.

1.2 Change in basis of accounting

There has been no change to the accounting policies (valuation rules and methods of accounting) since last year

1.3 Changes to previous accounts

No changes have been made to accounts for previous years

Section C		Notes to the accounts		(cont)
Note 4	Analysis of resources expended			
Resources expended may be further analysed if this would help the reader of the accounts.				
	Analysis	This year	Last year	
		£	£	
Costs of generating voluntary income	Stockton-on-Tees office running costs	309	1,557	
	Postage, stationery and photographs	239	-	
	Travel expenses	214	-	
	Sundry	35	-	
		-	-	
	Total	797	1,557	
Fundraising trading costs	Hall hire	100	-	
	Paypal charges	2	-	
		-	-	
		-	-	
		-	-	
	Total	102	-	
Investment management costs		-	-	
		-	-	
		-	-	
	Total	-	-	
Charitable activities	Sponsorship to Hands of Love Uganda	16,984	22,834	
	General donations to HOL Uganda	9,812	10,149	
	Building/ water donations to HOL Uganda	3,600	1,000	
	Equipment donated to HOL Uganda	72	660	
	Donation for Youth Ablaze Conference	-	1,996	
	Bank charges on transfers and Moneygram fees	274	690	
	Total	30,742	37,329	
Governance costs		-	-	
		-	-	
		-	-	
	Total	-	-	

Section C **Notes to the accounts** **(cont)**

Note 5 **Support Costs**

Please complete this note if the charity has analysed its expenses using activity categories and has support costs.

Support cost type	Fundraising activity £	Charitable Activity £	Governance Activity £	Total Cost £
Stockton office costs	-	309	-	309
Postage, stationery & photographs	-	239	-	239
Travel (all funded by specific donation)	-	214	-	214
Sundry	-	35	-	35
	-	-	-	-
	-	-	-	-
	-	-	-	-
Total	-	797	-	797

Note 6 **Details of certain items of expenditure**

6.1 Trustee expenses

Please provide details of the amount of any payment or reimbursement of out-of-pocket expenses made to trustees or to third parties for expenses incurred by trustees. If no expenses were paid, please enter 'None' in the appropriate box(es).

	This year	Last year
Number of trustees who were paid expenses	none	none
Nature of the expenses		
Total amount paid	nil	nil

Note 7 Debtors and prepayments

Please complete this note if the charity has any debtors or prepayments.

Analysis of debtors	Amounts falling due within one year		Amounts falling due after more than one year	
	This year	Last year	This year	Last year
	£	£	£	£
Gift Aid debtor	6,930	5,971	-	-
Amounts due from subsidiary and associated undertakings	-	-	-	-
Sundry debtor	53	-	-	-
Prepayments and accrued income	-	-	-	-
Total	6,983	5,971	-	-

Note 8 Creditors and accruals

Please complete this note if the charity has any creditors or accruals.

8.1 Analysis of creditors

	Amounts falling due within one year		Amounts falling due after more than one year	
	This year	Last year	This year	Last year
	£	£	£	£
Loans and overdrafts	-	-	-	-
Trade creditors	-	-	-	-
Amounts due to subsidiary and associated undertakings	-	-	-	-
Other creditors	-	160	-	-
Accruals and deferred income	-	80	-	-
Total	-	240	-	-

8.2 Security over assets

If any loan, overdraft or other creditor holds a charge or other security over any assets of the charity please provide details.

None

Section C **Notes to the accounts** **(cont)**

Note 9 **Endowment and restricted income funds**

9.1 Funds held

Please give a brief description of any of the following type of funds held by the charity:

- permanent endowment funds (PE);
- expendable endowment funds (EE); and
- restricted income funds, including special trusts, of the charity (R).

Fund Name	Type PE, EE or R	Purpose and Restrictions
Sponsorship	R	For specific individuals
Buildings and water	R	Buildings and water installations
Equipment	R	Small gifts for specific purposes

9.2 Movements of major funds

Please give details of the movements of the major funds summarised in the restricted and endowment columns of the Statement of Financial Activities.

Fund names	Fund balances brought forward £	Incoming resources £	Outgoing resources £	Transfers £	Gains and losses £	Fund balances carried forward £
Sponsorship	-	18,734	- 15,313	-	-	3,421
Buildings and water	-	3,650	- 3,600	-	-	50
Equipment	-	227	- 227	-	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-
Total Funds	-	22,611	- 19,140	-	-	3,471

Restricted funds paid in 4 January 2011 transfer

2,426

Annual Sponsorship carried forward

1,045

Restricted funds balance at 31 December 2010

3,471

A total of £7,370 was transferred to Uganda on 4 January 2011

9.3 Transfers between funds

Please give details of any transfers between funds.

From Fund (Name)	To Fund (Name)	Reason	Amount

Note 10 **Transactions with related parties**

If the charity has any transactions with related parties (other than the trustee expenses explained in note 6) details of such transactions should be provided in this note. If there are no transactions to report, please enter "None" in the relevant boxes.

10.1 Remuneration and benefits

Please give the amount of, and legal authority for, any remuneration or other benefits paid to a trustee or other related parties by the charity or any institution or company connected with it.

Name of trustee or connected party	Legal authority (eg order, governing document)	Amounts paid or benefit value	
		This year	Last year
		£	£
		nil	nil

10.2 Loans

Please give details of and amounts owing to or from the charity's trustees or other related parties by the charity at the year end.

	Name of trustee or connected party	Legal authority	Amount owing	
			This year	Last year
			£	£
Due to trustees and related parties	H Moon		0	160
Due from trustees and related parties	L Gray	Float held personally	0	355

10.3 Other transaction(s) with trustees or related parties

Please give details of any transaction undertaken by (or on behalf of) the charity in which a trustee or related party has a material interest.

Name of the trustee or related party	Relationship to charity	Description of the transaction(s)	This year	Last year
			£	£
None				