

**Ethiopiaid**

**Directors' Report and Financial Statements**

**For the year ended 31st December 2013**

# Ethiopiaid

## Contents

	<b>Page</b>
Company information	3
Trustees' report	4 – 6
Statement of trustees' responsibilities	7
Independent Auditors' report	8 – 9
Statement of financial activities	10
Balance sheet	11
Cash flow statement	12
Notes to the financial statements	13 - 16

# Ethiopiaid

## Company Information

<b>Company registration number</b>	343187
<b>Date of incorporation</b>	16th May 2001
<b>Trustees</b>	Sir Alec Reed Oonagh O'Connor Joanna Roberts Valentine Hodges Alexandra Chapman Sinead Wallace (Resigned 1 <sup>st</sup> October 2013) Tomasz Borowiecki (Resigned 1 <sup>st</sup> October 2013) Derek Beal (Resigned 7 <sup>th</sup> November 2013) David Murphy (Appointed 1 <sup>st</sup> August 2013) Philip Joseph O'Dwyer (Appointed 7 <sup>th</sup> November 2013) Michael Keegan (Appointed 7 <sup>th</sup> November 2013)
<b>Secretary</b>	Oonagh O'Connor
<b>Registered office</b>	21 -22 Grafton Street Dublin 2
<b>Auditors</b>	Whiteside Cullinan Chartered Accountants & Registered Auditors Molesworth House 1 / 2 South Frederick Street Dublin 2
<b>Bankers</b>	Bank of Ireland St. Stephen's Green Dublin 2  HSBC Bank plc Coventry DSC Harry Weston Road Binley West Midlands CV3 2TQ England
<b>Solicitors</b>	Eugene F. Collins 3 Burlington Road Dublin 4

# **Ethiopiaid**

## **Trustees' Report**

### **For the year ended 31st December 2013**

The trustees present their report and the financial statements for the year ended 31<sup>st</sup> December 2013.

#### **1. STRUCTURE, GOVERNANCE AND MANAGEMENT**

##### **Registration and Constitution**

Ethiopiaid is a registered charity in the Republic of Ireland (charity number CHY13305), granted charitable status under Sections 207 and 208 of the Taxes Consolidation Act 1997. Ethiopiaid is governed by its Memorandum & Articles of Association dated the 16<sup>th</sup> May 2001.

##### **Trustees**

The trustees who held office during the year are set out on page 3 of the financial statements. Joanna Roberts retired by rotation in 2013 and was reappointed at the AGM on 7<sup>th</sup> November 2013. The trustees due to retire by rotation are Alexandra Chapman and Oonagh O'Connor.

David Murphy was appointed a trustee on the 1<sup>st</sup> August 2013. Tomasz Borowiecki and Sinead Wallace resigned as trustees on the 1<sup>st</sup> October 2013. Derek Beal resigned as trustee on the 7<sup>th</sup> November 2013 while Philip Joseph O'Dwyer and Michael Keegan were appointed as trustees on that same day.

#### **2. OBJECTIVES AND ACTIVITIES**

##### **Activities**

The principal activity of the company is that of a charitable organisation. The company's main source of income is donations from the general public. Amounts raised are used to fund various Ethiopian charitable organisations.

It is not envisaged that there will be any change in the Trust's activities in the coming year.

#### **3. ACHIEVEMENTS AND PERFORMANCE**

Ethiopiaid support six partner organisations, primarily working in and around Addis Ababa, Ethiopia's capital, although they are specifically supporting their development outside the capital where relevant.

A breakdown of the support given by Ethiopiaid to their partner projects in 2013, are as follows:

##### **The Addis Ababa Fistula Hospital - (€100,000)**

The Hospital is world-renowned for its treatment of women who have suffered terrible injuries during childbirth. They treat nearly 2,500 women each year, many of whom have endured years of incontinence before hearing that a simple operation can cure them completely.

##### **Cheshire Services - (€100,000)**

This organisation performs operations on children from all over Ethiopia with severe disabilities. Many children leave the hospital able to walk for the first time ever. Cheshire also has a mobile unit which travels to rural areas around the country providing outreach services.

##### **Hope Enterprises - (€100,000)**

Ethiopia's first indigenous Non-Governmental Organisation runs projects with the aim of providing a future for the children of Ethiopia. They have established extremely successful primary and secondary schools, as well as running vocational centres, which have a good record of job placement and even job creation. In 2000, they began a breakfast for street children which was initiated by Ethiopiaid. Currently, 730 street children receive breakfast every day, of which 350 are enrolled in formal education.

# Ethiopiaid

## Trustees' Report

### For the year ended 31st December 2013

#### **Mother Theresa's Missionaries of Charity - (€15,000)**

This is a hospice for the most vulnerable people in Addis Ababa. The women who work here make it possible for people to die with dignity and give them shelter in their final days. They also run an orphanage for children and have a special home for children who are HIV positive.

#### **Forum on Street Children (FSCE) - (€33,353)**

FSCE provides education, counseling support and justice for poor children around Dire Dawa and Harar. They have been working in the region for over 11 years helping children who have been abused or sexually exploited. Most beneficiaries are orphans or come from one parent families.

#### **Association for Women's Sanctuary and Development (AWSAD) – (€15,000)**

AWSAD was founded to protect women from the threat and consequence of violence. The organisation's core activities can be divided into three sections: running an effective safe house, building capacity and skills and enhancing communication and awareness. Additionally, AWSAD train teachers, police staff and women affairs officers on survivors' needs and sensitive procedures when supporting victims of violence.

#### **Facing Africa – (€30,000)**

Facing Africa send teams of medical volunteers to Ethiopiaid to perform reconstructive surgery on people who have been tragically disfigured by Noma. All the healthcare professionals we send are unpaid volunteers, generously donating their time and skills. Noma attacks people, particularly children, whose immune systems have been weakened by disease and malnutrition.

#### **KMG Ethiopia – (€15,000)**

KMG Ethiopia (previously known as 'Kembatti Mentii Gezzimma' Tope or Kembatta Women's Self-Help Centre – Ethiopia) is an indigenous civil society organisation. It was founded by Bogaletch and Fikrte Gebre, two sisters who grew up in rural Ethiopia, where gender-based violence, including female genital mutilation/excision (FGM/E) was endemic, impacting virtually 100% of all girls and women.

## **4. FINANCIAL REVIEW**

The results for the year are presented on page 10 in the form of a Statement of Financial Activities in order to comply with the 2005 Statement of Recommended Practice 'Accounting for Charities'.

#### **Incoming Resources**

The total income for the year was €432,904 of which €432,345 came from donations and the remaining €559 came from deposit interest and tax refunds receivable on donations.

#### **Resources Expended**

The Statement of Financial Activities shows the analysis of resources expended between charitable activities and governance costs. Donations to charities amounted to €408,353 (2012: €414,125). Note 6 to the financial statements details these donations.

#### **Financial Position and Reserve Policy**

The trusts available resources at the end of the year were €104,084 (2012: €162,323). All of the available resources are unrestricted.

#### **Accounting records**

The measures taken by the trustees to ensure compliance with the requirements of Section 202, Companies Act, 1990, regarding proper books of account are the implementation of necessary policies and procedures for recording transactions, the employment of competent accounting personnel with appropriate expertise and the provision of adequate resources to the financial function. The books of account of the company are maintained at 21 - 22, Grafton Street, Dublin 2

**Ethiopiaid**  
**Trustees' Report**  
**For the year ended 31st December 2013**

**Auditors**

The auditors, Whiteside Cullinan, have indicated their willingness to continue in office in accordance with the provisions of Section 160(2) of the Companies Act, 1963.

This report was approved by the Board on

and signed on its behalf by:

\_\_\_\_\_  
**Michael Keegan**  
Director

\_\_\_\_\_  
**Oonagh O'Connor**  
Director

# Ethiopiaid

## Statement of Trustees' Responsibilities

The trustees (the trustees are also the directors for the purpose of company law) are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and Generally Accepted Accounting Practice in Ireland including the accounting standards issued by the Financial Reporting Council and promulgated by Chartered Accountants Ireland.

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of the affairs of the company and of the profit or loss of the company for that year. In preparing these the trustees are required to:

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

The trustees confirm that they have complied with the above requirements in preparing the financial statements.

The trustees are responsible for keeping proper books of account which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the financial statements comply with the Companies Acts 1963 to 2013 and all regulations to be construed as one with those Acts.

They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

This statement was approved by the Board on \_\_\_\_\_ and signed on its behalf by:

\_\_\_\_\_  
**Michael Keegan**  
Director

\_\_\_\_\_  
**Oonagh O'Connor**  
Director

# **Independent Auditors Report**

**to the members of**

## **Ethiopiaid**

We have audited the financial statements of Ethiopiaid for the year ended 31<sup>st</sup> December 2013 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement, the Accounting Policies and the related notes. The financial reporting framework that has been applied in their preparation is Irish law and accounting standards issued by the Financial Reporting Council and promulgated by Chartered Accountants Ireland (Generally Accepted Accounting Practice in Ireland).

This report is made solely to the company's trustees, as a body, in accordance with section 193 of the Companies Act 1990. Our audit work has been undertaken so that we might state to the 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 company and the company's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

### **Respective responsibilities of trustees and auditors**

As explained more fully in the Statement of Directors' Responsibilities, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with Irish law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practice Board's Ethical Standards for Auditors, including 'APB Ethical Standard - Provisions Available for Small Entities (Revised)', in the circumstances set out in Note 1 to the financial statements.

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

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

### **Matters on which we are required to report by the Companies Acts 1963 to 2013**

We have obtained all the information and explanations which we consider necessary for the purposes of our audit.

In our opinion proper books of account have been kept by the company.

The financial statements are in agreement with the books of account.

In our opinion the information given in the Directors' Report is consistent with the financial statements.



# **Independent Auditors Report**

**to the members of**

**Ethiopiaid**

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

We have nothing to report in respect of the provisions in the Companies Acts 1963 to 2013 which require us to report to you if, in our opinion, the disclosures of directors' remuneration and transactions specified by law are not made.

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**David Buggy FCA  
For and on behalf of  
Whiteside Cullinan,  
Chartered Accountants & Registered Auditor,  
Molesworth House,  
1 / 2 South Frederick Street,  
Dublin 2.**

# Ethiopiaid

## Statement of Financial Activities for the year ended 31st December 2013

	Notes	Unrestricted Funds €	Restricted Funds €	2013 Total Funds €	Restated 2012 Total Funds €
<b>Incoming resources</b>					
Donations - from Irish donors		386,241	46,104	432,345	502,251
Interest receivable	7	159	-	159	1,649
Income tax repayable	3	400	-	400	247
		<u>386,800</u>	<u>46,104</u>	<u>432,904</u>	<u>504,147</u>
<b>Resources expended</b>					
Costs of generating funds:					
Fundraising and publicity	4	45,726	-	45,726	39,736
Management and administration	5	37,064	-	37,064	54,000
		<u>82,790</u>	<u>-</u>	<u>82,790</u>	<u>93,736</u>
<b>Charitable expenditure</b>	<b>6</b>	<b>362,249</b>	<b>46,104</b>	<b>408,353</b>	<b>414,125</b>
		<u>445,039</u>	<u>46,104</u>	<u>491,143</u>	<u>507,861</u>
<b>Total resources expended</b>		<b>445,039</b>	<b>46,104</b>	<b>491,143</b>	<b>507,861</b>
		<u><u>(58,239)</u></u>	<u><u>-</u></u>	<u><u>(58,239)</u></u>	<u><u>(3,714)</u></u>
<b>Net incoming resources/(resources expended)</b>		<b>(58,239)</b>	<b>-</b>	<b>(58,239)</b>	<b>(3,714)</b>

There are no recognised gains and losses other than the (deficit) / surplus for the above two financial periods.

All of the charity's operations are classed as continuing.

The financial statements were approved by the Board on

and signed on its behalf by:

\_\_\_\_\_  
**Michael Keegan**  
Director

\_\_\_\_\_  
**Oonagh O'Connor**  
Director

# Ethiopiaid

## Balance Sheet as at 31st December 2013

	Notes	2013 €	Restated 2012 €
<b>Current assets</b>			
Debtors	9	1,000	1,327
Cash at bank and in hand		134,651	209,523
		<u>135,651</u>	<u>210,850</u>
<b>Creditors: amounts falling due within one year</b>	10	(31,567)	(48,527)
		<u>104,084</u>	<u>162,323</u>
<b>Net current assets</b>			
		<u>104,084</u>	<u>162,323</u>
<b>Net assets</b>		<u>104,084</u>	<u>162,323</u>
<b>Reserves</b>			
Retained surplus	14	104,084	162,323
		<u>104,084</u>	<u>162,323</u>

The financial statements were approved by the Board on

and signed on its behalf by:

\_\_\_\_\_  
**Michael Keegan**  
Director

\_\_\_\_\_  
**Oonagh O'Connor**  
Director

# Ethiopiaid

## Cash Flow Statement

for the year ended 31st December 2013

	Notes	2013 €	2012 €
Net cash (outflow)/inflow from operating activities	11	(74,872)	20,342
		_____	_____
Net cash (outflow)/inflow before financing		(74,872)	20,342
		_____	_____
(Decrease)/increase in cash and cash equivalents	12	(74,872)	20,342
		=====	=====

## Statement of Total Recognised Gains & Losses For the year ended 31<sup>st</sup> December 2013

		2013 €	Restated 2012 €
Loss for the year		(58,239)	(3,714)
Prior year adjustment	16	(19,704)	-
		_____	_____
Total loss since last annual report		(77,943)	(3,714)
		=====	=====

# Ethiopiaid

## Notes to the Financial Statements

### For the year ended 31<sup>st</sup> December 2013

**1. Company limited by guarantee**

The company is a company limited by guarantee and not having a share capital. In effect the liability of the members to contribute to the assets of the company is limited. Each member undertakes to pay €1 in the event of the company being wound up or within a year of ceasing to be a member. However the guarantee company is a separate person in law and it survives changes in its membership and office holders.

**2. Statement of accounting policies**

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the company's financial statements.

**2.1. Basis of preparation**

The financial statements are prepared in accordance with generally accepted accounting principles under the historical cost convention, and comply with financial reporting standards of the Accounting Standards Board, as promulgated by Chartered Accountants Ireland.

**2.2. Income**

Income represents the total amount of donations received during the year. Income is treated as being general and unrestricted, unless a donor has specified the manner in which the donation is to be spent, in which case it is treated as restricted income.

The charity can reclaim tax on certain donations and this income tax is credited to the statement of financial activities.

**2.3. Taxation**

Given the nature of the company's activities, the company has been granted a tax exemption as a charitable organisation. As a result of this no provision is made for taxation in these financial statements.

**2.4. Foreign currencies**

Monetary assets and liabilities denominated in foreign currencies are translated into Euro at the rates of exchange prevailing at the accounting date. Transactions in foreign currencies are recorded at the date of the transactions. All differences are taken to the Statement of Financial Activities.

	<b>2013</b>	<b>Restated</b>
	€	€
<b>3. Income tax repayable</b>	<b>2013</b>	<b>2012</b>
	€	€
Income tax repayable on qualifying donations for the year	400	247
	<hr/>	<hr/>
<b>4. Fundraising and publicity costs</b>	<b>2013</b>	<b>2012</b>
	€	€
Fundraising costs	45,059	38,569
Database processing costs	667	1,167
	<hr/>	<hr/>
	45,726	39,736
	<hr/>	<hr/>

# Ethiopiaid

## Notes to the Financial Statements

### For the year ended 31<sup>st</sup> December 2013

<b>5.</b>	<b>Management and administration of the charity costs</b>			<b>2013</b>	<b>2012</b>
				€	€
	Salaries			24,167	43,107
	Audit fees and company secretarial fees			3,710	3,710
	Bank charges			1,463	1,438
	Foreign exchange			2,194	4,501
	Staff and other expenses			5,530	1,244
				<hr/>	<hr/>
				37,064	54,000
				<hr/>	<hr/>
<b>6</b>	<b>Direct charitable expenditure</b>			<b>2013</b>	<b>2012</b>
		<b>Unrestricted</b>	<b>Restricted</b>	<b>Total</b>	<b>Total</b>
		<b>Funds</b>	<b>Funds</b>	<b>Funds</b>	<b>Funds</b>
		€	€	€	€
	<b>General grants:</b>				
	Fistula Hospital	54,687	45,313	100,000	100,000
	Hope Enterprises	99,609	391	100,000	100,000
	Cheshire Services Ethiopia	99,700	300	100,000	100,000
	Missionaries of Charity	15,000	-	15,000	100,000
	Forum for Street Children (FSCE)	33,353	-	33,353	5,000
	Save the Children – Emergency Drought Relief	-	-	-	9,125
	Association for Women’s sanctuary & Development	15,000	-	15,000	-
	Facing Africa	29,900	100	30,000	-
	KMG Ethiopia	15,000	-	15,000	-
		<hr/>	<hr/>	<hr/>	<hr/>
		362,249	46,104	408,353	414,125
		<hr/>	<hr/>	<hr/>	<hr/>
<b>7.</b>	<b>Interest receivable and other income</b>			<b>2013</b>	<b>2012</b>
				€	€
	Bank interest			159	1,649
				<hr/>	<hr/>
				159	1,649
				<hr/>	<hr/>
<b>8.</b>	<b>Employees</b>				
<b>8.1.</b>	<b>Staff costs</b>			<b>2013</b>	<b>2012</b>
				€	€
	Wages and salaries			24,167	43,107
				<hr/>	<hr/>
				24,167	43,107
				<hr/>	<hr/>
<b>8.2.</b>	<b>Number of employees</b>				

The average number of employees (including directors) during the year was one (2012: one)

**Ethiopiaid**  
**Notes to the Financial Statements**  
**For the year ended 31<sup>st</sup> December 2013**

<b>9. Debtors</b>	<b>2013</b> €	<b>Restated</b> <b>2012</b> €
Income tax refundable	1,000	600
Deposit interest receivable	-	727
	<hr/>	<hr/>
	1,000	1,327
	<hr/> <hr/>	<hr/> <hr/>
<b>10. Creditors: amounts falling due within one year</b>	<b>2013</b> €	<b>Restated</b> <b>2012</b> €
Trade creditors and accruals	7,400	3,690
Amount owed to related companies:		
- Reed Personnel Services Limited (Note 13)	24,167	43,107
- Ethiopiaid UK (Note 13)	-	1,730
	<hr/>	<hr/>
	31,567	48,527
	<hr/> <hr/>	<hr/> <hr/>
<b>11. Reconciliation of operating deficit to net cash (outflow)/inflow from operating activities</b>	<b>2013</b> €	<b>Restated</b> <b>2012</b> €
Operating deficit	(58,239)	(3,714)
Decrease in debtors	327	24,463
Decrease in creditors	(16,960)	(407)
	<hr/>	<hr/>
<b>Net cash (outflow)/inflow from operating activities</b>	<b>(74,872)</b>	<b>20,342</b>
	<hr/> <hr/>	<hr/> <hr/>
<b>12. Analysis of changes in cash and cash equivalents during the year</b>	<b>2013</b> €	<b>2012</b> €
Balance as at 1st January 2013	209,523	189,181
Net cash (outflow)/inflow	(74,872)	20,342
	<hr/>	<hr/>
Balance as at 31st December 2013	134,651	209,523
	<hr/> <hr/>	<hr/> <hr/>

**Ethiopiaid**  
**Notes to the Financial Statements**  
**For the year ended 31<sup>st</sup> December 2013**

**13. Related party disclosures**

The following related party transactions occurred during the year:

**Reed Personnel Services Limited and Reed Foundation:**

Reed Personnel Services Limited and Reed Foundation are related to the company by virtue of the fact that they share several directors, thereby participating in the operation of the charity.

**Donations**

Reed Personnel Services Limited, a company registered in Ireland, donated office space to Ethiopiaid.

**Expenses**

Reed Personnel Services Limited pays one employee on behalf of Ethiopiaid. The cost of this employee including taxes is €24,167 (2012: €43,107).

**Ethiopiaid:**

Ethiopiaid, a company registered in Ireland, from here on referred to as Ethiopiaid Ireland and Ethiopiaid, a company registered in the United Kingdom, from here on referred to as Ethiopiaid UK.

Ethiopiaid UK is related to Ethiopiaid Ireland by virtue of Sir Alec Reed and Alexandra Chapman being a common trustee for both charities.

**Expenses:**

Ethiopiaid UK has no amounts due (2012: €1,730) from Ethiopiaid Ireland at the 31st December 2013.

<b>14. Reserves</b>	<b>2013</b>	<b>Restated 2012</b>
	<b>€</b>	<b>€</b>
At 1st January 2013 as originally stated	182,027	166,037
Prior year Adjustment	<u>(19,704)</u>	<u>-</u>
Balance at start of the year restated	162,323	166,037
Retained (deficit) for the year	(58,239)	(3,714)
	<hr/>	<hr/>
At 31st December 2013	<u>104,084</u>	<u>162,323</u>

**15. Other services provided by the auditors**

In common with many other businesses of our size and nature, we use our auditors to prepare and submit returns to the Companies Registration Office and assist with the preparation of the financial statements.

**16. Restatement of 2012 financial statements**

The charity can reclaim tax on certain donations and this income tax is credited to the statement of financial activities. The balance refundable at 31<sup>st</sup> December 2012 was calculated as €20,304. Due to the delay in processing the claim forms, the Directors feel it is appropriate to reduce the amount receivable to €600 as at the 31<sup>st</sup> December 2012 resulting in a Prior Year Adjustment of €19,704.

**17. Approval of financial statements**

The financial statements were approved and authorised for issue by the board on .