

ST. ANDREW'S CLINICS FOR CHILDREN
(A Company limited by guarantee and not having a share capital)

UNAUDITED ANNUAL REPORT

Year to 30 September 2019

Company Number SC140214
Charity Number SC020553

ST. ANDREW'S CLINICS FOR CHILDREN

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ST. ANDREW'S CLINICS FOR CHILDREN

COMPANY INFORMATION

For the year ended 30 September 2019

Honorary President: Lord Kerr of Kinlochard GCMG

Directors: A Addo MBChB, FRCPsych, MRCGP
P B A Barclay LLB, DipLP, BCL, NP
J Briggs BA, PhD, FRGS, FRSGS
N Campbell BA
P Cotton BSc, MBChB, Med. MD, FRCGP
P H Holmes OBE, BVMS, PhD, FRCVS, FRSE
M D McLeod CBE, MA, BLitt, FRSE
L N Robinson BEM, BSc, MSc
L T Weaver MA, MD, DSc
R M Bland BSc (Hons), MB ChB, MD, DCH, FRCPCH
R J Simpson OBE, FRCGP, FRCPsych, DPM, DSHEB
F Savioli BSc(MedSci), MBChB, MRCS
J Kerr, Lord Kerr of Kinlochard, GCMH, MA, FRSE

Secretary: Dentons Secretaries Limited

Registered Office: 1 George Square
Glasgow
G2 1AL

Charity Number: SC020553

Company Reference Number: SC140214

Independent Examiner: Craig Maxwell, Partner
Mazars LLP
100 Queen Street
Glasgow G1 3DN

Solicitors: Dentons UK and Middle East LLP
1 George Square
Glasgow G2 1AL

Bankers: Clydesdale Bank Plc
326 Byres Road
Glasgow G12 8AN

ST. ANDREW'S CLINICS FOR CHILDREN

DIRECTORS' REPORT

For the year ended 30 September 2019

The Directors, who are also Trustees for charitable purposes, present their report together with the unaudited financial statements for the year ended 30 September 2019.

STATEMENT OF DIRECTORS' RESPONSIBILITIES IN RESPECT OF THE FINANCIAL STATEMENTS

Company law requires the Directors to prepare financial statements for each financial period which give a true and fair view of the state of affairs of the Company and of the profit or loss of the Company for that period. In preparing those financial statements the Directors are required to:-

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume the Company will continue in business.

The Directors are responsible for keeping proper accounting records 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 Act 2006. 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.

STRUCTURE, GOVERNANCE AND MANAGEMENT

St. Andrew's Clinics for Children (STACC) is a Company limited by guarantee and a Company registered in Scotland. Annual returns are made to the Office of the Scottish Company Regulator, and St Andrew's Clinics for Children is recognised as a Charity by HM Revenue and Customs for the purposes of Section 505 of the Income & Corporation Taxes Act 1988. Its governing instruments are its Memorandum and Articles of Association.

OBJECTIVES AND ACTIVITIES

The objectives for which the Company is established are "the provision and development of healthcare for children in Africa, including but not limited to the formation, management and running of medical clinics for the provision of medical services and support to children in Africa".

ST. ANDREW'S CLINICS FOR CHILDREN

DIRECTORS' REPORT (continued) For the year ended 30 September 2019

REVIEW OF ACTIVITIES

St Andrew's Clinics for Children (STACC) has been pleased to maintain provision of free health care for poor African children during the financial year. As always provision has depended on donations from STACC's friends and supporters for which the Board is most grateful. However, since expenditure again threatened to exceed income during the year, the Directors decided to reduce financial commitments to three of its target health centres by halving quarterly transfers. Accordingly, in July, after giving each centre six months' notice of the decision, £4,200 was sent to STACCILEIFE (mobile clinics programme in Nigeria), £4,000 to St Kizito's Hospital (Children's Ward in Uganda), and £2,500 to Pope John's Hospital (Children's Ward in Uganda). This policy is to continue until funds recover. The BION project serving Maasai children in Kenya (BION is a Maasai acronym for "Health for Mothers and Children") has not yet been affected and will continue to receive a quarterly transfer of £1,500. The Board will strive to seek ways of recovering income so that provision for health care can return to earlier expenditure amounts.

STACC's support for the care of children in Sierra Leone has helped Dr Mary Hodges and her team (STACC/SL) generate a major beneficial impact for the health of school children. In 2006, 48% of the country's school children were judged to be suffering from the effects of intestinal worm infections. By 2016, this overall rate had fallen to 18% as a result of routine treatments started earlier by STACC/SL and leading to a nationwide programme adopted and supported by the government. STACC/SL has also been participating in the government's Essential Nutrition Actions programme, its role involving training young mothers as to how best use basic foods to help their little ones grow and thrive.

STACC's support for the provision of health care for children in Ghana has remained in obedience. The team based in Accra (StACC GHANA) has found travel between Accra and distant Bongo District to be too time consuming and too expensive. The team has still to submit an acceptable revised work plan. Meanwhile the Board has reaffirmed its commitment to health care for children in Ghana and two Directors have been actively seeking a new opportunity to support health care there during their visits to the country.

STACC has no employees at home or abroad, is not involved in the treatment of children and has no contact with them. Nevertheless, the Directors, having taken a session in safeguarding from the child protection officer from the Royal Glasgow Children's Hospital, asked each administrator of each health centre to ensure that their teams always practise the highest standards of safeguarding children. Similarly, the Directors asked the administrators to ensure that the best standards of equality and diversity should extend to all members of their teams and to those applying to join. Summaries of STACC's policies together with a statement about how STACC values and protects personal data are to be found on the website (www.standrewsclinics.org.uk).

ST. ANDREW'S CLINICS FOR CHILDREN

DIRECTORS' REPORT (continued) For the year ended 30 September 2019

In July 2019, Lord Kerr of Kinlochard was elected a Director by members attending the Annual General Meeting in Glasgow. In October 2018, STACC's profile and funds benefitted through a Quiz Night hosted by Investec in Edinburgh and in April 2019 through a Dinner hosted by Bristows LLP in London. The Directors are grateful to Investec and Bristows and to all donors and supporters for their commitment to making health care a reality for children in need. The Directors thank Mazars LLP for help with the preparation of the annual accounts. The Directors have begun to discuss how STACC might develop in the future, a process to include the identification of novel approaches to increasing income. In conclusion, the Directors look forward to being able to continue the work of supporting the provision of health care for African children during the next financial year.

RISK MITIGATION

The Directors regularly review risk assessment for the Company. They have put in place procedures to minimise the risks to which the Company is exposed and these have proved effective during the year.

FINANCIAL REVIEW

STACC incurred net expenditure of £34,809 (2018 net income - £4,687). The level of donations and legacies of £62,953 has decreased from the prior year total of £142,577. With a high level of reserves and cash brought forward the Company has the means to continue their program of support for the immediate future. The current COVID-19 pandemic is not expected to have any significant impact on operations.

DIRECTORS

The Directors who served throughout the year and to the date of this report were as follows:-

A Addo
P B A Barclay
J Briggs
N Campbell
P Cotton
D W T Crompton (resigned 31 December 2019)
P H Holmes (Chairman)
M D McLeod
L N Robinson
L T Weaver
R M Bland
R J Simpson
F Savioli (appointed 14 January 2019)
Lord Kerr of Kinlochard (appointed 9 July 2019)

ST. ANDREW'S CLINICS FOR CHILDREN

DIRECTORS' REPORT (continued)
For the year ended 30 September 2019

POLICY ON RESERVES

Reserves have decreased to £336,379 in the current year compared to the prior year of £371,188. Funds have been designated for particular projects with a view to ensuring continuity of funding which is vital for maintaining support. The Directors consider that they should have reserves sufficient to cover at least one year's worth of funding for current projects.

SMALL COMPANY EXEMPTIONS

The directors have prepared this report in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by the Board on 20 April 2020 and signed on its behalf by;



P H Holmes
Director

ST. ANDREW'S CLINICS FOR CHILDREN

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF ST. ANDREW'S CLINICS FOR CHILDREN

For the year ended 30 September 2019

I report on the financial statements of St Andrew's Clinic For Children for the year ended 30 September 2019 which are set out on pages 9 to 16.

Respective Responsibilities of Trustees and Examiner

The Trustees (who are also Directors of the Company for the purposes of Company Law) are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the financial statements of the charity are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the charity's financial statements as carried out under the terms of the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006 (as amended).

This report, including my statement, has been prepared for and only for the Charity's Trustees as a body. My work has been undertaken so that I might state to the Charity's Trustees those matters I am required to state to them in an independent examiner's report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body for my examination work, for this report, or for the statements I have made.

Basis of Independent Examiner's Report

My examination is carried out in accordance with Regulation 11 of the Charities Accounts (Scotland) Regulations 2006. An examination includes a review of the accounting records kept by the charity and a comparison of the financial statements presented with those records. It also includes consideration of any unusual items or disclosures in the financial statements, and seeking explanations from you as Trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the financial statements present a 'true and fair view' and the Report is limited to those matters set out in the Statement below.

ST. ANDREWS CLINIC FOR CHILDREN

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF ST. ANDREW'S
CLINICS FOR CHILDREN (continued)
For the year ended 30 September 2019**

Independent Examiner's Statement

In connection with my examination, which is complete, no matters have come to my attention which give me reasonable cause to believe that in any material respect:

- accounting records were not kept in respect of St Andrew's Clinic For Children in accordance with section 386 of the 2006 Act; or
- the financial statements do not accord with those records; or
- the financial statements do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the financial statements give a 'true and fair' view which is not a matter considered as part of an independent examination; or
- the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities [applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)].

In the course of my examination of the accounting records of the charity I have reviewed the disclosures in the accounts in respect of the impact of COVID19 on the financial statements. I draw your attention to the consideration given in the going concern basis of preparation on page 11 and non-adjusting post balance sheet events on page 16.

Since the balance sheet date there has been a global pandemic from the outbreak of COVID-19, the impact of which became significant in March 2020 and is causing widespread disruption to normal patterns of business activity across the world, including the UK.

The full impact following the recent emergence of COVID-19 is still unknown. It is therefore not currently possible to evaluate all the potential implications to the charity's operations, beneficiaries and the wider economy.

I have no concerns and have come across no other matters in connection with the examination to which, in my opinion, attention should be drawn in order to enable a proper understanding of the financial statements to be reached.


Craig Maxwell (Jun 25, 2020 10:27 GMT+1)

Craig Maxwell, PARTNER
MAZARS LLP
100 Queen Street
Glasgow
G1 3DN

DATE: Jun 25, 2020

ST. ANDREW'S CLINICS FOR CHILDREN

**STATEMENT OF FINANCIAL ACTIVITIES
(including INCOME AND EXPENDITURE ACCOUNT)**

For the year ended 30 September 2019

| | Note | Unrestricted Funds 2019 £ | Restricted Funds 2019 £ | Total Funds 2019 £ | Total Funds 2018 £ |
|---------------------------------------|------|------------------------------------|----------------------------------|-----------------------------|-----------------------------|
| Income and donations from: | | | | | |
| Donations and legacies | | 58,594 | - | 58,594 | 142,577 |
| Income from investments - interest | | 4,359 | - | 4,359 | 3,436 |
| Total | | <u>62,953</u> | <u>-</u> | <u>62,953</u> | <u>146,013</u> |
| Expenditure on: | | | | | |
| Raising funds | | 3,558 | - | 3,558 | 4,390 |
| Charitable activities | 3 | 94,204 | - | 94,024 | 136,936 |
| Total | | <u>97,762</u> | <u>-</u> | <u>97,762</u> | <u>141,326</u> |
| Net (expenditure)/income | 2 | <u>(34,809)</u> | <u>-</u> | <u>(34,809)</u> | <u>4,687</u> |
| Transfers | | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Net (expenditure)/income | | <u>(34,809)</u> | <u>-</u> | <u>(34,809)</u> | <u>4,687</u> |
| Total funds brought forward | | <u>308,688</u> | <u>62,500</u> | <u>371,188</u> | <u>366,501</u> |
| Total funds carried forward | | <u><u>273,879</u></u> | <u><u>62,500</u></u> | <u><u>336,379</u></u> | <u><u>371,188</u></u> |

Comparative figures are disclosed in note 11.

ST. ANDREW'S CLINICS FOR CHILDREN

BALANCE SHEET

As at 30 September 2019

| | Note | 2019 | 2018 |
|--|-------------|----------------|----------------|
| | | £ | £ |
| CURRENT ASSETS | | | |
| Debtors | 5 | 6,205 | 20,902 |
| Cash and cash equivalents | 6 | 331,344 | 351,416 |
| | | <u>337,549</u> | <u>372,328</u> |
| CREDITORS – AMOUNTS FALLING DUE WITHIN ONE YEAR | | | |
| | 7 | (1,170) | (1,140) |
| | | <u>336,379</u> | <u>371,888</u> |
| FUNDS | | | |
| Unrestricted | 8 | 273,879 | 308,688 |
| Restricted | 8 | 62,500 | 62,500 |
| | | <u>336,379</u> | <u>371,188</u> |
| FUNDS – TOTAL | | | |
| | | <u>336,379</u> | <u>371,188</u> |

The Directors are satisfied that the Company is entitled to exemption from the provisions of the Companies Act 2006 relating to the audit of the financial statements for the period by virtue of section 477, and that no member or members have requested an audit pursuant to section 476 (1) to (3) of the Act.

The Directors acknowledge their responsibilities for:

- (i) ensuring that the Charitable Company keeps accounting records which comply with sections 386 and 387 of the Companies Act 2006, and
- (ii) preparing financial statements which give a true and fair view of the state of affairs of the Charitable Company at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of sections 394 and 395, and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the Charitable Company.

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime and in accordance with the provisions of FRS102 Section 1A - small entities.

Approved by the Board on 20 April 2020 and signed on their behalf



P H Holmes
Director

ST. ANDREW'S CLINICS FOR CHILDREN

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 30 September 2019

1. ACCOUNTING POLICIES

Company status

The Company is a private Company limited by guarantee, and a Company registered in Scotland. The registered office is 1 George Square, Glasgow, G1 3DN. The members of the Company are the Directors named on page 2. In the event of the Company being wound up, the liability in respect of the guarantee is limited to £1 per member of the Company.

Basis of preparation of financial statements

The financial statements have been prepared under the historical cost conversion, and in accordance with Accounting and Reporting by Charities; Statement of Recommended Practice applicable to charities preparing their accounts on accordance with the Financial Reporting Standard applicable in the UK and the Republic of Ireland (FRS 102) (effective 1 January 2015) – (“Charities SORP (FRS 102)”), and the Companies Act 2006.

St Andrew's Clinic for Children 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.

Going concern

The Directors feel it is appropriate that the financial statements be prepared on the going concern basis, and that there will be no significant impact from the current COVID-19 pandemic. The Directors consider that they should have reserves sufficient to cover at least one year's worth of funding for current projects.

If the Company was unable to continue in operational existence for the foreseeable future, adjustments would have to be made to amend the balance sheet values to their recoverable amounts and to provide for any further liabilities that might arise.

The principal accounting policies are set out below:

Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the directors in furtherance of the general objectives of the Company and which have not been designated for other purposes. Restricted funds can only be used for particular restricted purposes within the objectives of the Company. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Income

All income is included in the Statement of Financial Activities when the Company has entitlement to the funds, certainty of receipt and the amount can be measured with sufficient reliability.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

ST. ANDREW'S CLINICS FOR CHILDREN

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 30 September 2019

Expenditure

Expenditure is accounted for on an accruals basis and has been included under expense categories that aggregate all costs for allocation to activities. Charitable expenditure includes costs incurred in the delivery of our charitable activities. It includes both grants allocated directly to projects and costs of an indirect nature necessary to support them. Fixed assets purchased for use in developing countries are donated to the relevant clinics in the year of purchase, and included in grant payments.

Debtors

Short term debtors are measured at transaction price, less any impairment.

Cash and cash equivalents

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

Financial instruments

The Company 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.

Creditors

Short term creditors are measured at transaction price.

Taxation

No provision is required for corporation tax due the charitable status of the company

ST. ANDREW'S CLINICS FOR CHILDREN

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 30 September 2019

2. NET (EXPENDITURE)/INCOME

The net (expenditure)/income for the financial year is stated after charging:

| | 2019 £ | 2018 £ |
|-----------------------------|-----------|-----------|
| Independent examination fee | 1,170 | 1,140 |

No Directors received any remuneration during the year and no expenses were reimbursed to Directors (2018 - £nil). The Company has no employees or key management personnel.

Company Director Indemnity Insurance cover has been taken out by the Company at a cost of £556 for a year (2018 - £556).

3. CHARITABLE ACTIVITIES

Included within charitable expenditure are the following grant payments:

| | 2019 £ | 2018 £ |
|--|-----------|-----------|
| Grant payments: | | |
| STACC/SL, Sierra Leone | 7,500 | 9,500 |
| STACCILEIFE, Nigeria | 29,400 | 33,600 |
| St Kizito Hospital, Matany, Uganda | 28,294 | 39,060 |
| Pope John's, Uganda | 17,684 | 20,474 |
| Gombani Clinic, Pemba Island, Zanzibar | - | 22,408 |
| BION, Kenya | 6,000 | 6,000 |
| | 88,878 | 131,042 |
| Administration | 4,156 | 4,754 |
| Governance costs | 1,170 | 1,140 |
| | 94,204 | 136,936 |

Governance costs represent independent examination and legal costs.

ST. ANDREW'S CLINICS FOR CHILDREN

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 30 September 2019

4. TAXATION

No provision for corporation tax is required as the Company has been recognised as a Charity by HMRC for the purposes of tax relief granted by Section 505 of the Income and Corporation Taxes Act 1988.

5. DEBTORS

| | 2019 £ | 2018 £ |
|--------------------------------------|-----------|-----------|
| Accrued income – Gift Aid receivable | 6,205 | 20,902 |

6. CASH AND CASH EQUIVALENTS

| | 2019 £ | 2018 £ |
|-------------------------|----------------|----------------|
| Cash in current account | 180,800 | 141,180 |
| Cash on deposit | 150,544 | 210,246 |
| | <u>331,344</u> | <u>351,426</u> |

7. CREDITORS - AMOUNTS FALLING DUE WITHIN ONE YEAR

| | 2019 £ | 2018 £ |
|----------|-----------|-----------|
| Accruals | 1,170 | 1,140 |

ST. ANDREW'S CLINICS FOR CHILDREN

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 30 September 2019

8. FUNDS

| | Balance at 01 Sept 2018 £ | Income £ | Expenses £ | Transfers £ | Balance at 30 Sept 2019 £ |
|---------------------------|------------------------------------|-------------|---------------|----------------|------------------------------------|
| UNRESTRICTED FUNDS | | | | | |
| General reserve | 308,688 | 62,953 | (97,762) | - | 273,879 |
| RESTRICTED FUNDS | | | | | |
| Ghanaian project | 62,500 | - | - | - | 62,500 |
| Total funds | 371,188 | 62,953 | (97,762) | - | 336,379 |

Purpose of Restricted Funds

STACC Ghana: A donation was made in the prior year for a specific project, with the intention of realising £10,000 per annum toward this. The project has yet to commence.

9. COMPOSITION OF FUNDS

| | Current assets £ | Current liabilities £ | Total £ |
|--------------------|------------------------|-----------------------------|------------|
| Unrestricted funds | 275,049 | (1,170) | 273,879 |
| Restricted funds | 62,500 | - | 62,500 |
| Net assets | 337,549 | (1,170) | 336,379 |

10. CONTROLLING PARTY

In the opinion of the Directors, the charitable Company has no ultimate controlling party.

ST. ANDREW'S CLINICS FOR CHILDREN

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 30 September 2019

**11. COMPARATIVE STATEMENT OF FINANCIAL ACTIVITIES
(including INCOME AND EXPENDITURE ACCOUNT)**

For the year ended 30 September 2018

| | Unrestricted Funds 2018 £ | Restricted Funds 2018 £ | Total Funds 2018 £ |
|------------------------------------|--|--|---------------------------------------|
| Income and donations from: | | | |
| Donations and legacies | 80,077 | 62,500 | 142,577 |
| Income from investments - interest | 3,436 | - | 3,436 |
| Total | <u>83,513</u> | <u>62,500</u> | <u>146,013</u> |
| Expenditure on: | | | |
| Raising funds | 4,390 | - | 4,390 |
| Charitable activities | 136,936 | - | 136,936 |
| Total | <u>141,326</u> | <u>-</u> | <u>141,326</u> |
| Net (expenditure)/income | <u>(57,813)</u> | <u>62,500</u> | <u>4,687</u> |
| Transfers | <u>-</u> | <u>-</u> | <u>-</u> |
| Net (expenditure)/income | <u>(57,813)</u> | <u>62,500</u> | <u>4,687</u> |
| Total funds brought forward | <u>366,501</u> | <u>-</u> | <u>366,501</u> |
| Total funds carried forward | <u><u>308,688</u></u> | <u><u>62,500</u></u> | <u><u>371,188</u></u> |

12. POST BALANCE SHEET EVENT

On 30 January 2020, the World Health Organisation (WHO) declared COVID-19 as a “Public Health Emergency of International Concern”. The Directors do not consider any adjustments to the reported financial information to be required in relation to this, and no post balance sheet events as a result have been identified. The going concern basis of preparation is considered appropriate for the preparation of the financial statements as per note 1.