

Scottish Charity: SCO36069
Company Number: SC275793

**HAZEL'S FOOTPRINTS TRUST
(A COMPANY LIMITED BY GUARANTEE)**

**REPORT AND FINANCIAL STATEMENTS
for the year ended 5 April 2016**

HAZEL'S FOOTPRINTS TRUST

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HAZEL'S FOOTPRINTS TRUST

Reference and administrative information

Constitution

Hazel's Footprints Trust is a company limited by guarantee and a registered charity governed by its Memorandum and Articles of Association. Charity number: SC036069. Company number: SC275793.

Board of Trustees

Bill Scott Aiton
Joan Scott Aiton
Joanna Scott Aiton – appointed 6 June 2016
Rachel Hill – appointed 6 June 2016
Ben Newman
Lucy Round
Ruth Sutherland
Balfour Thomson, CA

Company Secretary and Registered Office

Joan Scott Aiton
Legerwood House
Earlston
Berwickshire TD4 6AS

Independent Examiner

Michael Crerar, CA
Geoghegans
Chartered Accountants
6 St Colme Street
Edinburgh EH3 6AD

Bankers

Bank of Scotland, Newtown St Boswells
CAF Bank, Kent

Investment Managers

McInroy & Wood
Haddington EH41 3SF

HAZEL'S FOOTPRINTS TRUST

Report of the Board of Trustees

The Trustees present their report together with the financial statements of the charity for the year ended 5 April 2016.

Objectives and Activities

The objects of the charity are:

- (a) to provide financial assistance to people embarking on a period of voluntary work overseas in the educational, charity or community sectors;
- (b) to provide an annual donation to the Otjikondo Village School Foundation, Namibia (English registered charity 1050178) in support of the school's educational and community programmes and on-going capital projects;
- (c) such other purposes as are recognised by law to be exclusively charitable within the meaning of Section 505 of the Income and Corporation Taxes Act 1988 or any Act amending or replacing the same and which relate to the foregoing purposes.

Achievements and Performance

During the year a further payment of £20,000, making £100,000 in total, was paid in respect of the new school at Ngambenyi, Kenya. Grants were given to 14 footprinters going to 12 different countries throughout the world. There were 3 third aim projects helping with teachers in Africa.

Financial Review

As will be seen from page 6 of these accounts there has been a deficit for the year of £28,865. Part of this is accounted for by a reduction in the value of our investments of £14,381 and the bulk of the remaining loss can be accounted for by the further payment of £20,000 in respect of the new school in Kenya. It should be noted that April 2016 was a low point in the UK stock market and as at 31 July the investment valuation amounted to £526,300, an increase of over £39,000.

There was no London Fling this year. On 5 November 2016 the Footprinters Ball will be held in Folkestone, further information on Facebook.

Reserves Policy

Unrestricted reserves at the year end were £520,226 of which £486,884 is held as fixed asset investments to generate sufficient annual income to finance the core objectives of the trust. Any additional fundraising will be used on an annual basis to finance further projects. Net current assets of £33,342 reflect the 'free' reserves at the year end.

Investment Policy

The Trustees have utilised the services of McInroy & Wood to manage all the investment funds of the charity with a view to achieving a balanced growth of capital and income with emphasis on income generation. The investment returns are considered satisfactory in the present financial climate.

Future Activities

The Trustees have agreed a plan for the forthcoming year to meet the objectives of the trust. Various fundraising activities have been proposed which will enable additional projects to be financed.

HAZEL'S FOOTPRINTS TRUST

Report of the Board of Trustees (Continued)

Structure, Governance and Management

The charity is a company limited by guarantee and is constituted by its Memorandum and Articles of Association. A Board of Trustees, consisting currently of eight members, who meet as required, administers the charity.

All trustees (who are also directors of the company for the purposes of company law) are appointed in accordance with the Memorandum and Articles of Association. The maximum number of directors is twelve.

The current Trustees have a comprehensive understanding of the workings of the charity. They take professional advice as required.

The trustees' duties include the stewardship of the charity, public accountability and ensuring an appropriate strategy for the charity in the years ahead.

Reference and administrative information set out on page 1 forms part of this report. The financial statements comply with current statutory requirements, the Memorandum and Articles of Association and Statement of Recommended Practice – Accounting and Reporting by Charities (SORP) FRSE effective 1 January 2015.

Trustees' Responsibilities Statement

The trustees (who are also directors of the Trust 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 Board of Trustees to prepare financial statements for each financial period which give a true and fair view of the affairs of the charitable company as at the balance sheet date and of its incoming resources and application of resources, including income and expenditure, for the financial period. In preparing those financial statements, the Board of Trustees should follow best practice and:

- ◆ select suitable accounting policies and then apply them consistently;
- ◆ observe the methods and principles in the Charities SORP (FRSE);
- ◆ make judgements and estimates that are reasonable and prudent;
- ◆ state whether applicable UK accounting standards and statements of recommended practice have been followed, subject to any departures disclosed and explained in the financial statements; and
- ◆ prepare the financial statements on the going concern basis unless it is inappropriate to assume that the company will continue on that basis.

The Board of Trustees are responsible for maintaining proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006 (as amended). The Board of Trustees 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.

HAZEL'S FOOTPRINTS TRUST

Report of the Board of Trustees (Continued)

Trustees' Responsibilities Statement (Continued)

Trustees

The Trustees who served during the year and up to the date of this report are set out on page 1.

This report has been prepared in accordance with *the Statement of Recommended Practice – Accounting and Reporting by Charities (FRSEE 2015)* and in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small entities.

Approved by the Board of Trustees on 27 November 2016 and signed on its behalf by:

Joan Scott Aiton
Trustee

**INDEPENDENT EXAMINER'S REPORT
TO THE MEMBERS OF HAZEL'S FOOTPRINTS TRUST LIMITED**

I report on the accounts for the year ended 5 April 2016 set out on pages 6 to 10

Respective responsibilities of trustees and independent examiner

The charity's trustees are responsible for the preparation of the accounts in accordance with the terms of the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006 (as amended). The charity trustees consider that the audit requirement of Regulation 10(1) (a) to (c) of the Accounts Regulations does not apply. It is my responsibility to examine the accounts as required under section 44(1) (c) of the Act and to state whether particular matters have come to my attention.

Basis of independent examiner's statement

My examination is carried out in accordance with Regulation 11 of the 2006 Accounts Regulations. An examination includes a review of the accounting records kept by the Trust and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeks 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 view given by the accounts.

Independent examiner's statement

In the course of my examination, no matter has come to my attention:

1. which gives me reasonable cause to believe that in any material respect the requirements:
 - to keep accounting records in accordance with Section 44(1) (a) of the 2005 Act and Regulation 4 of the 2006 Accounts Regulations;
 - to prepare accounts which accord with the accounting records and comply with Regulation 8 of the 2006 Accounts Regulations;have not been met, or
2. to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

Michael Crerar, CA
Independent Examiner

27 November 2016

Geoghegans
6 St Colme Street
Edinburgh
EH3 6AD

HAZEL'S FOOTPRINTS TRUST

STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING INCOME AND EXPENDITURE ACCOUNT) for the year ended 5 April 2016

| | Notes | 2016 | 2015 |
|---|-------|------------------|------------------|
| Income from: | | | |
| Donations | | 21,134 | 14,517 |
| Trading activities: | | | |
| Fundraising – HFT London | | - | 57,302 |
| Merchandise sold | | 20 | 132 |
| Investments | | <u>14,093</u> | <u>13,747</u> |
| Total income | | <u>35,247</u> | <u>85,698</u> |
| Expenditure on: | | | |
| Raising funds: | | | |
| Fundraising costs | | 909 | 36,019 |
| Investment management costs | | 1,149 | 1,145 |
| Charitable activities | | <u>47,673</u> | <u>137,278</u> |
| Total expenditure | 3 | <u>49,731</u> | <u>174,439</u> |
| Net (losses)/gains on investments | 6 | <u>(14,381)</u> | <u>29,839</u> |
| Net income/(expenditure) and net movement in funds | | (28,865) | (58,902) |
| Funds brought forward | | <u>549,091</u> | <u>607,993</u> |
| Funds Carried Forward | | <u>£ 520,226</u> | <u>£ 549,091</u> |

All incoming resources and resources expended derive from continuing activities.

HAZEL'S FOOTPRINTS TRUST

BALANCE SHEET as at 5 April 2016

| | Notes | 2016 | 2015 |
|---|-------|------------------|------------------|
| Fixed asset investments | 6 | <u>486,884</u> | <u>501,265</u> |
| Current assets | | | |
| Cash at bank | | 31,977 | 41,829 |
| Debtors | 7 | <u>1,365</u> | <u>5,997</u> |
| | | 33,342 | 47,826 |
| Creditors: amounts falling due within one year | | <u>-</u> | <u>-</u> |
| Net current assets | | <u>33,342</u> | <u>47,826</u> |
| Net Assets | | <u>£ 520,226</u> | <u>£ 549,091</u> |
| Funds | | | |
| Unrestricted | | <u>£ 520,226</u> | <u>£ 549,091</u> |

In preparing these financial statements:

- (a) the directors are of the opinion that the company is entitled to the exemption from audit conferred by section 477 of the Companies Act 2006;
- (b) no notice has been deposited under section 476 of the Companies Act 2006, and
- (c) the directors acknowledge their responsibilities for:
 - (i) ensuring that the company keeps accounting records which comply with section 386 of the Companies Act 2006, and
 - (ii) preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and its surplus or deficit for the financial year in accordance with the requirements of section 394 and 395, and which otherwise comply with the requirements of the Companies Act 2006 relating to accounts, so far as applicable to the company.

These financial statements have been prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006 and the Financial Reporting Standard for smaller entities (effective January 2015).

Approved and authorised for issue by the Board of Trustees on 27 November 2016 and signed on its behalf by:

Joan Scott Aiton
Trustee
Company number: SC 275793

HAZEL'S FOOTPRINTS TRUST

NOTES TO THE FINANCIAL STATEMENTS for the year ended 5 April 2016

1. Accounting policies

Basis of accounting

The financial statements have been prepared under the historical cost convention as modified by the revaluation of fixed asset investments, the Companies Act 2006 and the Charities Accounts (Scotland) Regulations 2006 (as amended), applicable accounting standards and in accordance with Statement of Recommended Practice, Accounting and Reporting by Charities (SORP FRSSSE) effective from January 2015.

The principal accounting policies adopted in the preparation of the financial statements are as follows:

Income recognition

- Donations and similar incoming resources are accounted for when receivable.
- Donated services and goods are included at the value to the charity where this can be quantified. The value of services provided by volunteers has not been included in these financial statements.
- Income from fundraising and trading activities is accounted for when receivable.
- Investment income, including bank interest, is accounted for on the basis of income receivable during the year.

Expenditure recognition

Resources expended are accounted for on an accruals basis inclusive of any VAT which cannot be recovered.

- Costs of raising funds comprise the costs associated with attracting voluntary income and the costs for fundraising purposes.
- Charitable expenditure comprises those costs incurred by the company in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.
- Governance costs include those costs associated with meeting the constitutional and statutory requirements of the company and include the Independent Examiner's fee and costs linked to the strategic management of the company.
- All costs are allocated between the expenditure categories of the SoFA on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly, others are apportioned on an appropriate basis and set out in note 3.

Grants policy

Grants payable are payments made to third parties in the furtherance of the charitable activities of the company. Grants are accounted for where the trustees have either agreed to pay the grant without condition, the recipient has a reasonable expectation that they will receive a grant, or any condition attaching to the grant is outside the control of the charity.

Investments

Investments are stated at market value at the balance sheet date. The Statement of Financial Activities includes the net gains and losses arising on revaluation and disposals throughout the year.

Fund accounting

Unrestricted general funds

These are funds which can be used in accordance with the charitable objects at the discretion of the Board of Trustees.

HAZEL'S FOOTPRINTS TRUST

**NOTES TO THE FINANCIAL STATEMENTS (Continued)
for the year ended 5 April 2016**

1 Accounting policies (continued)

Restricted funds

These are funds that can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

2 Legal status of the charity

The charity is a company limited by guarantee and has no share capital. The liability of each member in the event of winding up is limited to £1.

3 Total expenditure

| | Basis of allocation | Raising funds | Educational & Community Projects | Governance | 2016 Total | 2015 Total |
|---|---------------------|----------------|----------------------------------|----------------|-----------------|-----------------|
| Costs directly allocated to activities | | | | | | |
| Grants/donations (Note 4) | Direct | - | 46,260 | - | 46,260 | 135,860 |
| Independent examiner's fee | Direct | - | - | 1,400 | 1,400 | 1,400 |
| Companies House | Direct | - | - | 13 | 13 | 15 |
| HFT London | Direct | - | - | - | - | 35,970 |
| Miscellaneous | Direct | 577 | - | - | 577 | 49 |
| Investment management | Direct | 1,149 | - | - | 1,149 | 1,145 |
| Support costs allocated to activities | | | | | | |
| Publicity | Usage | 332 | - | - | 332 | - |
| | | <u>£ 2,058</u> | <u>£ 46,260</u> | <u>£ 1,413</u> | <u>£ 49,731</u> | <u>£174,439</u> |

The Trustees received no remuneration or reimbursement of expenses during the year or for the prior year.

4 Grants/donations awarded

| | 2016 | 2015 |
|--------------------|-----------------|------------------|
| Footprinters | 9,200 | 9,800 |
| Otjikondo School | 10,120 | 12,920 |
| Third aim projects | 26,940 | 113,140 |
| | <u>£ 46,260</u> | <u>£ 135,860</u> |

5 Taxation

As a charitable company, Hazel's Footprints Trust is exempt from tax on income and gains falling to the extent that these are applied to its charitable objects. No tax charges have arisen in the charitable company.

HAZEL'S FOOTPRINTS TRUST

NOTES TO THE FINANCIAL STATEMENTS (Continued) for the year ended 5 April 2016

| | | |
|---|------------------|------------------|
| 6 Investments | 2016 | 2015 |
| Market value at 5 April 2015 | 501,265 | 471,426 |
| Disposal proceeds | - | - |
| Acquisitions in year | - | - |
| Net (losses)/gains on revaluation | <u>(14,381)</u> | <u>29,839</u> |
| Market value at 5 April 2016 | <u>£ 486,884</u> | <u>£ 501,265</u> |
| Historical cost at 5 April 2016 | <u>£ 361,168</u> | <u>£ 361,168</u> |
| UK investments held - MW Income Fund – Personal Class units | | |
| 7 Debtors | 2016 | 2015 |
| Income tax recoverable | 1,365 | 911 |
| Other debtors/prepayments | <u>-</u> | <u>5,086</u> |
| | <u>£ 1,365</u> | <u>£ 5,997</u> |