

THE HALLER FOUNDATION

Company Number : 04807857

Registration Charity Number : 1101725

ACCOUNTS

FOR THE YEAR ENDED 31 DECEMBER 2015

THE HALLER FOUNDATION

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THE HALLER FOUNDATION

REFERENCE AND ADMINISTRATIVE INFORMATION

Directors and Trustees

Dr Rene Haller - Life President
Jonathan Ford – Chairman (from 16 March 2015)
Louise Piper - Co founder & CEO
Jeremy Withers Green
Guido Haller
Charles Watson
Julia Hailes (retired 31 May 2015)
Sophie Dollar (appointed 14 September 2015)
Laurie Bennett (appointed 1 October 2015)
Henry Hicks (appointed 20 January 2015 & retired 20 September 2015)
Charles Appleton (appointed 1 February 2015 & retired 1 June 2015)
Daniel Haller (appointed 1 November 2015)
Cain Ullah (appointed 21 April 2015)
James Wynn (retired 31 May 2015)

Company Secretary

Louise Piper

Company registration number

04807857

Registered Charity number

1101725

Registered Office

7 Hungershall Park
Tunbridge Wells
Kent
TN4 8NE

Website

www.haller.org.uk

Independent examiner

Daniel Valentine ACA, Begbies Chartered Accountants, Old Printers House, Stone Street, Cranbrook, Kent, TN17 3HF

Bankers

CAF – 25 Kingshill Avenue, Kings Hill, West Malling, Kent ME19 4TA

Cooperative Bank – PO Box 250, Delf House, Southway, Skelmersdale, Lancashire WN8 6NY.

THE HALLER FOUNDATION

TRUSTEES' ANNUAL REPORT

FOR THE YEAR ENDED 31 DECEMBER 2015

The trustees, who are also directors of the charitable company for the purposes of the Companies Act, submit their annual report and accounts for the year ended 31 December 2015.

Organisation and Structure

The Haller Foundation is a charitable company limited by guarantee. It was incorporated in June 2003 and registered with the Charity Commission in February 2004. It is governed by its Memorandum and Articles of Association.

The trustees are listed on page 1. Trustees are elected by the Board and stand for up to three years after which they are subject to re-election.

The Board of Trustees who meet every 8 weeks, administer the charity. The Board reviews the management, fund raising, and financial status and agrees strategy for the charity. The Chief Executive, Louise Piper, has been delegated authority for all operational matters.

New trustees will have met with the Chief Executive and some of the existing trustees prior to recommendation for appointment. New trustees are provided with a charity pack and the Charity Commission publications about the role of trustees. All are expected to visit Haller programmes in Kenya.

Governance

The trustees take their governance responsibilities very seriously with governance an agenda item at all board meetings. Policies covering governance have been drawn up and agreed, and in 2015 Jeremy Withers Green has taken on responsibility as the board member charged with coordinating all aspects of our Governance.

Conflict of interest policy

The charity has a conflict of interest policy. This precludes any trustee benefitting from a financial gain arising from any activity of the charity.

Public benefit

The charity's trustees have complied with their duty in Section 17(5) of the 2011 Charities Act to have due regard to guidance published by the Charity Commission.

Reserves Policy

The Charity retains £40,000 of operating costs as reserves at all times.

Risk management

The trustees are responsible for identifying the major risks to which the Charity is exposed and ensuring that steps are taken to manage those risks.

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TRUSTEES' ANNUAL REPORT

FOR THE YEAR ENDED 31 DECEMBER 2015

Financial Review

During the year the income of the charity increased 7% from £607,000 to £650,000, with particularly strong growth in donations, which increased 21% from £494,000 to £597,000.

This strong performance and a £24,000 reduction in expenditure led to a surplus of £150,000 being recorded. As at 31 December 2015 the charity had net assets of £301,000 including cash reserves of £265,000. The trustees consider this leaves the charity well positioned to continue to pursue its charitable goals.

Support and governance costs total £86,000 (including £20,000 on the website re-design due to go live in March 2016) which is 13% of total income.

The charity continues to benefit from the voluntary commitment of Louise Piper in the UK and Rene Haller and Daniel Haller in Kenya, as well as a number of active trustees and volunteers who supported fund raising and donated office space, and the in-kind support of companies such as British Airways, Pearlfisher and Red Badger who have again provided flights and design and brand expertise pro-bono.

Achievements in 2015

Among many others, we would highlight the following achievements.

- We kick started 6 new communities bringing the total to 38 communities engaged with The Haller model. The Haller Model is a multifaceted approach to development, consistent with the new United Nations Sustainable Development Goals. The model kick starts fragile communities who live below the poverty line, taking them through a 5 year partnership where they learn to restore soils to fertility, improve their environment and achieve economic security.
- In Kenya, all Haller's operations became fully solar powered enabling us to operate fully off grid, ensuring we can continue to operate our programmes without disruption. This is hugely beneficial to nearly 13,000 children who use our education centre and to the 9,000 patients who access our health treatment and education facilities. It has also benefitted our partnership with The Digital Opportunity Trust which runs its Reach Up and Start Up programmes training young people in IT and Business skills.
- British Airways named The Haller Foundation its Conservation Charity of the Year
- We were invited by the Ministry of Agriculture to partner with them to showcase the best ideas in innovation and education for small holders at the Mombasa Agricultural Show.
- The Haller Farmers app was set up as a separate entity with its own board in May 2015. Operating as a social enterprise our goal is to develop the app into a platform for smallholder farmers offering tailored financial services, nutritional information, data collection, weather information and access to farming inputs. In the first year it has been accessed by 10,000 users. It has been included in Internet.org, as the only agri app in Kenya. Internet.org is the free Facebook internet service available in Sub-Saharan Africa.

THE HALLER FOUNDATION

TRUSTEES' ANNUAL REPORT

FOR THE YEAR ENDED 31 DECEMBER 2015

- The second Haller Prize for Developmental Journalism built on 2014's success. The aim of the prize is to encourage all African writers to investigate important development issues, encourage debate, propose solutions and, above all, foster accountability and transparency in all aspects of development.

The trustees recognise that these could not have been achieved without the support of our partners, donors and volunteers.

Trustees' responsibilities in relation to the financial statements

The trustees (who are also directors for the purposes of company law) are responsible for preparing a trustees' annual report and financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice)

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

- Select suitable accounting policies and apply them consistently
- Make judgements and estimates that are reasonable and prudent
- Observe the methods and principles in the Charities SORP
- 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 charity will continue operations.

The trustees are responsible for keeping 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 accounts 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.

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation in the UK governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

This report was approved by the Board on 24 February 2016.

Louise Piper – Trustee and Company Secretary

THE HALLER FOUNDATION

Company reg no. 4807857. Registered Charity no. 1101725.

INDEPENDENT EXAMINER'S REPORT TO THE MEMBERS ON THE ACCOUNTS

FOR THE YEAR ENDED 31 DECEMBER 2015

I report on the accounts of the charitable company for the year ended 31 December 2015, which are set out on pages 6 to 12.

Respective responsibilities of trustees and examiner

The trustees (who are also directors for the purposes of company law) are responsible for the preparation of the accounts. The trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed. The charity's gross income exceeded £250,000 and I am qualified to undertake the examination by being a qualified member of the Institute of Chartered Accountants in England and Wales.

Having satisfied myself that the charity is not subject to audit under company law and is eligible for independent examination, it is my responsibility to:

- examine the accounts under section 145 of the 2011 Act
 - to follow the procedures laid down in the general Directions given by the Charity Commissioners under section 145(5)(b) of the 2011 Act, 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 the 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 no opinion is given as to whether the accounts present a true and fair view and the report is limited to those matters set out in the statement below.

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 386 of the Companies Act 2006 and
 - to prepare accounts which accord with the accounting records and comply with the accounting requirements of section 396 of the Companies Act 2006 and with the methods and principles of the Statement of Recommended Practice: Accounting and Reporting by Charities

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.

Mr Daniel M Valentine ACA
Begbies
Chartered Accountants
Old Printers House
Stone Street
Cranbrook
Kent TN17 3HF

THE HALLER FOUNDATION

STATEMENT OF FINANCIAL ACTIVITIES
(INCLUDING AN INCOME AND EXPENDITURE ACCOUNT)

FOR THE YEAR ENDED 31 DECEMBER 2015

	Notes	Restricted Funds £	Unrestricted Funds £	2015 £	2014 £
Income:					
Donations	2	474,726	122,766	597,492	494,356
Income from other trading activities	3	-	52,094	52,094	112,151
Investment income		-	487	487	244
Total income		474,726	175,347	650,073	606,751
Expenditure on:					
Costs of raising funds	4	-	40,347	40,347	53,601
Expenditure on charitable activities	5	353,788	106,321	460,109	470,742
Total expenditure		353,788	146,668	500,456	524,343
Net income for the year		120,938	28,679	149,617	82,408
Transfers between funds		67,376	(67,376)	-	-
Net movement in funds for the year		188,314	(38,697)	149,617	82,408
Reconciliation of funds					
Total funds brought forward		28,987	122,137	151,124	68,716
Total funds carried forward	14	217,301	83,440	300,741	151,124

The notes on pages 8 to 12 form part of these financial statements.

The Statement of Financial Activities includes all gains and losses in the period. All incoming resources and resources expended derive from continuing activities.

THE HALLER FOUNDATION

Company reg no. 4807857. Registered Charity no. 1101725.

BALANCE SHEET AS AT 31 DECEMBER 2015

	Notes	2015		2014	
		£	£	£	£
FIXED ASSETS	10		1,306		-
CURRENT ASSETS					
Debtors	11	37,608		7,482	
Cash at bank and in hand		<u>264,527</u>		<u>149,642</u>	
		302,135		157,124	
CREDITORS					
Amounts falling due within one year:	12	<u>(2,700)</u>		<u>(6,000)</u>	
NET CURRENT ASSETS			299,435		151,124
NET ASSETS			300,741		151,124
Restricted funds	14		217,301		28,987
Unrestricted funds	14		83,440		122,137
TOTAL FUNDS			300,741		151,124

For the year ended 31 December 2015, the company was entitled to exemption under section 477 of the Companies Act 2006 relating to small companies.

No members have required the company to obtain an audit of its accounts for the year in question in accordance with section 476 of the Companies Act 2006.

The directors acknowledge their responsibility for complying with the requirements of the Act with respect to accounting records and for the preparation of accounts.

The accounts have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small entities and the Financial Reporting Standard for Smaller Entities (effective January 2015) and constitute the annual accounts required by the Companies Act 2006 and are for circulation to the members of the company.

The financial statements were approved by the Trustees on 24 February 2016 and signed on their behalf.

Louise Piper - Trustee/Director

The notes on pages 8 to 12 form part of these financial statements.

THE HALLER FOUNDATION

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2015

1. ACCOUNTING POLICIES

The principal accounting policies are summarised below. The accounting policies have been applied consistently throughout the year and in the preceding year.

(a) Basis of accounting

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 for Smaller Entities published on 16 July 2014, the Financial Reporting Standard for Smaller Entities (effective January 2015) and the Companies Act 2016. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

(b) Fund accounting

Unrestricted funds are available for use at the discretion of the trustees in furtherance of the general objectives of the charity.

Restricted funds are subjected to restrictions on their expenditure imposed by the donor or through the terms of appeal.

(c) Income recognition

Items of income are recognised and included in the accounts when all the following criteria are met:

- the charity has entitlement to the funds
- any performance conditions attached to the income have been met
- there is sufficient certainty that the receipt of income is probable
- the amount can be measured reliably

Donated services or facilities are recognised as income when the charity has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from the use by the charity of the item is probable and that economic benefit can be measured reliably. On receipt, they are recognised on the basis of the value of the gift to the charity which is the amount the charity would have been willing to pay to obtain services or facilities of equivalent economic value on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

(d) Resources expended

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 includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates.

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Support costs include office costs, finance, and governance costs. These costs are allocated between the cost of raising funds and expenditure on charitable activities.

Expenditure on charitable activities comprises those costs incurred by the charity to further the purposes of the charity and their associated support costs.

(e) Tangible fixed assets

Fixed assets costing £1,000 or more are capitalised at cost and are depreciated over their useful economic lives on a straight line basis as follows:

Computer equipment - 3 years

THE HALLER FOUNDATION

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2015

2. INCOME FROM DONATIONS

	Unrestricted Funds £	Restricted Funds £	2015 £	2014 £
Donations				
- Projects	61,864	414,035	475,899	334,518
- Haller App	-	45,691	45,691	42,000
- Haller Prize	-	5,000	5,000	5,000
- Website	-	10,000	10,000	-
	61,864	474,726	536,590	381,518
Donated services & facilities				
- Medicines	24,102	-	24,102	-
- Haller App development costs	-	-	-	109,718
- Other donated services	36,800	-	36,800	3,120
	60,902	-	60,902	112,838
	122,766	474,726	597,492	494,356

Other donated services is made up of £25,000 for film production, graphic and website content development, £5,000 for strategic consultancy, £1,800 for database service and £5,000 travel (BA flights).

Equivalent charges are included under the relevant expenditure categories.

A trustee, Louise Piper, donates her time 4 days a week pro-bono and also uses her home for Haller work and activities. No value has been placed on this gift in kind in these accounts since the value can not be reliably calculated.

3. INCOME FROM OTHER TRADING ACTIVITIES

	Unrestricted Funds 2015 £	Unrestricted Funds 2014 £
Fundraising events	51,343	112,023
Merchandise	751	128
	52,094	112,151

4. EXPENDITURE ON RAISING FUNDS

	Unrestricted Funds 2015 £	Unrestricted Funds 2014 £
Event costs	27,706	43,589
Merchandise	1,236	1,668
Just Giving charges	528	1,096
Other fundraising costs	5,557	4,442
Support and governance costs (see note 6)	5,320	2,806
	40,347	53,601

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NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2015

5. EXPENDITURE ON CHARITABLE ACTIVITIES

	Projects £	Haller App £	Haller Prize £	2015 £	2014 £
Direct project funding	207,000			207,000	238,798
IHP donated medicines	24,102			24,102	-
IHP donation	4,630			4,630	-
Other project costs	4,982			4,982	5,228
Haller Prize costs			8,690	8,690	31,355
Haller App costs		110,213		110,213	151,011
Partnership projects	7,909			7,909	-
Monitoring and evaluation	11,709			11,709	-
Support and governance costs (see note 6)	62,814	16,740	1,320	80,874	44,350
	323,146	126,953	10,010	460,109	470,742

6. ANALYSIS OF SUPPORT AND GOVERNANCE COSTS

	2015 £	2014 £
Support costs		
Freelance support staff	23,273	20,793
Membership fees	1,691	1,261
Database and website	2,080	5,893
Website re-design	20,000	-
Marketing and communication	3,450	-
Travel and meeting expenses	6,621	4,996
Bank charges	693	341
Bookkeeping	5,292	2,846
Staff recruitment	893	-
Training	1,505	-
Office rent	4,815	327
Other office and administration costs	3,712	1,698
Depreciation	653	-
Sundry expenses	-	1,194
	74,678	39,349
Governance		
Audit	-	6,000
- prior year underprovision	300	-
Independent examination		
- current year	2,700	-
- prior year underprovision	-	1,794
Strategic consultancy	5,000	-
Other governance costs	3,516	13
	11,516	7,807
Total	86,194	47,156
Allocated:		
Fundraising activities (note 4)	5,320	2,806
Charitable activities (note 5)	80,874	44,350
	86,194	47,156

THE HALLER FOUNDATION

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2015

7. EMPLOYEES

The charity had no employees during the year to 31st December 2015 (2014: 0)

8. TRUSTEES REMUNERATION

No trustees received any remuneration in the year.

No trustee or other person related to the charity had any personal interest in any contract or transaction entered into by the charity during the year.

9. TAXATION

As a charity, The Haller Foundation is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or s256 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects. No tax charges have arisen in the Charity.

10. TANGIBLE FIXED ASSETS

	Computer equipment
	£
Cost:	
Additions	1,959
As at 31 December 2015	1,959
Depreciation:	
Charge for the year	653
As at 31 December 2015	653
Net Book Value:	
As at 31 December 2015	1,306

11. DEBTORS

	2015	2014
	£	£
Gift aid recoverable	3,882	7,157
Donations receivable	30,000	-
Other debtors	3,726	325
	37,608	7,482

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2015	2014
	£	£
Other creditors and accruals	2,700	6,000
	2,700	6,000

13. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted Funds	Restricted Funds	Total Funds
	£	£	£
Tangible fixed assets	1,306	-	1,306
Cash at bank	77,226	187,301	264,527
Other net current assets	4,908	30,000	34,908
Total	83,440	217,301	300,741

THE HALLER FOUNDATION

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2015

14. MOVEMENT IN FUNDS

	At 1 Jan 2015 £	Incoming Resources £	Outgoing Resources £	Transfers £	At 31 Dec 2015 £
Restricted Funds:					
Education	-	100,000	(63,931)	-	36,069
Health	-	45,500	(49,664)	4,164	-
Water	22,637	132,827	(72,792)	-	82,672
Farmer Field	-	135,708	(53,498)	-	82,210
Alternative energies	6,350	-	-	-	6,350
Website	-	10,000	-	-	10,000
Haller App	-	45,691	(105,213)	59,522	-
Haller Prize	-	5,000	(8,690)	3,690	-
	28,987	474,726	(353,788)	67,376	217,301
Unrestricted Fund	122,137	175,347	(146,668)	(67,376)	83,440
	151,124	650,073	(500,456)	-	300,741

Our restricted funds have come mainly from Trusts, Foundations and corporate bodies whose charter requires them to donate to specific projects. These funds enable us to deliver specific projects in Kenya, and provide the materials and manpower to ensure the projects realise their full potential. Typically a donor provides up front funding for a 5 year Haller programme and the year end balances will be utilised over that period.

Restricted funds for farmer training and education are applied to enable us to deliver farmer field training programmes at our demonstration farm, and to conduct farmer training in the communities we partner with. Additionally Haller run a number of open days and tailored programmes for NGO's, local stakeholders and government ministries

Restricted funds for health have enabled Haller to expand our health clinic to be able to offer treatment to the ever increasing number of patients who are register each year. They have also enabled us to offer a mobile outreach service and series of health education and vaccination programmes to the communities we work with.

Restricted donations towards our water projects have enabled the communities to build rain fed dams, ponds, and wells to preserve their water and in doing so, this acts as the backbone to the farming of the land. Funds have also been used to enable us to teach water harvesting to ensure any rainfall is maximised.

Restricted donations to alternative energies have enabled us to work with communities to educate them in the use of energies such as biogas and solar power and to help them build income producing energy projects such as our solar kiosks which also help to protect the environment from deforestation and degradation.

15. LIMITED BY GUARANTEE

The charity is limited by guarantee.

Every member promises, if the charity is dissolved while he, she or it remains a member or within 12 months afterwards, to pay up to £1 towards the costs of dissolution and the liabilities incurred by the charity while the contributor was a member.

16. RELATED PARTY TRANSACTIONS

During the year Pearlfisher provided pro bono film production, graphic and website content development services These services have been valued at £25,000. A trustee, Jonathan Ford is a partner in Pearlfisher.