

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

ANNUAL REPORT

Year to 30 September 2017

Company Number SC140214

ST. ANDREW'S CLINICS FOR CHILDREN

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ST. ANDREW'S CLINICS FOR CHILDREN

COMPANY INFORMATION

For the year ended 30 September 2017

Honorary President:	Lord Kerr of Kinlochard GCMG
Directors:	A Addo MBChB, FRCPsych, MRCP P B A Barclay LLB, DipLP, BCL, NP J Briggs BA, PhD, FRGS, FRSGS N Campbell BA P Cotton BSc, MBChB, Med. MD, FRCGP D W T Crompton OBE, MA, PhD, ScD, FRSE, FRSB V C Crompton MA PhD P H Holmes OBE, BVMS, PhD, FRCVS, FRSE M D McLeod CBE, MA, BLitt, FRSE G F Paterson MBA, FCCA 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
Secretary:	Dentons Secretaries Limited
Registered Office:	1 George Square Glasgow G2 1AL
Registered Number:	SC140214
Company Reference Number:	SC020553
Auditors:	Mazars LLP 100 Queen Street Glasgow G1 3DN
Solicitors:	Maclay Murray & Spens 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 2017

The directors, who are also directors for charitable purposes, present their report together with the audited financial statements for the year ended 30 September 2017.

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 Company 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 2017

REVIEW OF ACTIVITIES

STACC has continued to support the provision of free health care for poor children in six countries of sub-Saharan Africa during the financial year. The generosity of individuals, clubs, churches, businesses and trusts has ensured that thousands of children have been treated in Ghana, Kenya, Nigeria, Sierra Leone, Tanzania (Zanzibar, Pemba Island) and Uganda. STACC's profile and funds have benefitted through a dinner hosted by Bristows LLP in London and a cocktail party hosted by Investec in Edinburgh. The Directors thank Bristows and Investec and all donors and supporters for their commitment to making health care a reality for children in need. The prudent management policy of the Directors has again ensured that during the year over 95% of donations were sent to Africa and spent there directly on health care, by the health care teams. Expenditure has covered recurrent costs, and has purchased equipment. The Directors have also maintained a financial reserve sufficient to meet a year's estimated needs based on expenditure and regular risk assessments.

In the review of activities for the financial year ending September 2016, the Directors reported that arrangements were being made to begin sending financial contributions towards the cost of running the Children's Ward at Pope John's Hospital, Aber, Uganda. Experience gained through years of supporting the Children's Ward at St Kizito Hospital, also in Uganda, facilitated the process. Since support for the ward at Pope John's began during this financial year, STACC has contributed 41% of the daily costs of running the ward.

The text for the rest of this year's review of activities could easily be lifted from reports of the last few financial years; funds sent to support the provision of health care for children have continued to be used for that purpose. Dr Nicola Alcorn resigned from the Board and the Directors thank her for 14 years of service. However, the financial year ending in 2017 included STACC's reaching its Jubilee. Twenty-five years ago, on the 12th September 1992, STACC was registered with Companies House as a charitable Company (SC140214). From the first provision of health care for children in Sierra Leone until the present day, over one and half million treatments and interventions have been delivered thanks to donations from members of the public. Amongst a variety of ailments, treatments have been delivered for malaria, respiratory problems and intestinal worm infections by dedicated teams of local health care workers. A major contribution to children's health has been the impact of the nutritional intervention pioneered in Sierra Leone, a programme that was maintained despite the Ebola crisis.

To mark the Jubilee and take advantage of the fund-raising opportunity it affords, Directors have launched a Jubilee appeal for £25,000 to be used to purchase specific equipment needs. A feature of the appeal is to invite STACC's supporters to hold local events during the year to raise money for the purchase of this equipment. The target of £25,000 is additional to the sum always needed to meet recurrent costs.

There have been two more special features of the Jubilee year. First, a video made by Professor Samuel Asaolu in Ile-Ife, Nigeria, included interviews with three mothers who as girls had attended the mobile clinics there in 1998 and were now bringing their own children to the same mobile clinics. Secondly, in the New Year Honours, Lillias Robinson, STACC's finance Director, was awarded the BEM (British Empire Medal) for charitable services in Africa.

ST. ANDREW'S CLINICS FOR CHILDREN

DIRECTORS' REPORT (continued) For the year ended 30 September 2017

REVIEW OF ACTIVITIES (continued)

A main feature of the success and longevity of the health care supported by STACC is the trusted relationship between the teams and the communities they serve. Expressions of thanks are frequently received from families attending the centres. The Directors thank Mazars LLP for help with the preparation of the annual accounts. 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 £93,750 (2016 - £29,890) as a result of lower income of £69,767 (2016 - £126,118). 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.

POLICY ON RESERVES

STACC has maintained reserves of £366,501 during the year thanks to the generosity of friends and supporters. 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.

DIRECTORS

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

A Addo
N Alcorn (resigned 4 July 2017)
P B A Barclay
J Briggs
N Campbell
P Cotton
D W T Crompton
V C Crompton
P H Holmes (Chairman)
M D McLeod
G F Paterson
L N Robinson
L T Weaver
R M Bland (appointed 6 November 2017)
R J Simpson (appointed 6 November 2017)

ST. ANDREW'S CLINICS FOR CHILDREN

DIRECTORS' REPORT (continued) For the year ended 30 September 2017

AUDITORS

A resolution to re-appoint Mazars LLP as auditors will be proposed at the forthcoming annual general meeting.

This report has been prepared in accordance with the Statement of Recommended Practice: "Accounting and Reporting by Charities" applicable to charities preparing their accounts in accordance with FRS 102.

STATEMENTS AS TO DISCLOSURE OF INFORMATION TO AUDITORS

In accordance with charities legislation, as a Board of Directors, we confirm that all the steps necessary in order to make ourselves aware of any relevant audit information and, so far as we are aware, there is no relevant audit information of which our auditors are unaware.

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 16 April 2018 and signed on its behalf by:

P H Holmes
Director

ST. ANDREW'S CLINICS FOR CHILDREN

INDEPENDENT AUDITOR'S REPORT TO THE DIRECTORS AND MEMBERS OF ST. ANDREW'S CLINICS FOR CHILDREN

Opinion

We have audited the financial statements of St. Andrews Clinics for Children for the year ended 30 September 2017 which comprise the Statement of Financial Activities, the Balance Sheet, and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the Company's affairs as at 30 September 2017 and of the income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006, the Charities and Director Investment (Scotland) Act 2005 and regulation 8 of the Charities Accounts (Scotland) Regulations 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Use of the audit report

This report is made solely to the Company's members as a body in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the Company's members 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 members as a body for our audit work, for this report, or for the opinions we have formed.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the Company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

ST. ANDREW'S CLINICS FOR CHILDREN

INDEPENDENT AUDITOR'S REPORT TO THE DIRECTORS AND MEMBERS OF ST ANDREW'S CLINICS FOR CHILDREN (Continued)

Other information

The directors are responsible for the other information. The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Directors' Report have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In light of the knowledge and understanding of the Company and its environment obtained in the course of the audit, we have not identified material misstatements in the Directors' Report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specific by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the directors were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemption in preparing the Directors' Report and from the requirement to prepare a Strategic Report.

Responsibilities of directors

As explained more fully in the directors' responsibilities statement set out on page 3, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going

ST. ANDREW'S CLINICS FOR CHILDREN

INDEPENDENT AUDITOR'S REPORT TO THE DIRECTORS AND MEMBERS OF ST ANDREW'S CLINICS FOR CHILDREN (Continued)

concern basis of accounting unless the directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK). Those standards require us to comply with the Financial Reporting Council's Ethical Standard. This report is made solely to the Company's members as a body in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the Company's members 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 members as a body for our audit work, for this report, or for the opinions we have formed.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Signed:

Craig Maxwell (Senior Statutory Auditor)

for and on behalf of Mazars LLP

Chartered Accountants and Statutory Auditor

100 Queen Street
Glasgow
G2 3DN

Date:

ST. ANDREW'S CLINICS FOR CHILDREN

STATEMENT OF FINANCIAL ACTIVITIES (including INCOME AND EXPENDITURE ACCOUNT)

For the year ended 30 September 2017

	Note	Total Funds 2017 £	Total Funds 2016 £
Income and donations from:			
Donations and legacies		65,041	123,104
Income from investments - interest		4,726	3,014
Total		<u>69,767</u>	<u>126,118</u>
Expenditure on:			
Raising funds		3,716	3,723
Charitable activities	3	159,801	152,285
Total		<u>163,517</u>	<u>156,008</u>
Net expenditure	2	(93,750)	(29,890)
Transfers		-	-
Net expenditure/movement in funds		<u>(93,750)</u>	<u>(29,890)</u>
Total funds brought forward		<u>460,251</u>	<u>490,141</u>
Total funds carried forward		<u><u>366,501</u></u>	<u><u>460,251</u></u>

The statement of financial activities includes all gains and losses recognised in the year, refer to continuing activities and relate to unrestricted funds.

ST. ANDREW'S CLINICS FOR CHILDREN

Company Number SC140214

BALANCE SHEET

As at 30 September 2017

	Note	2017 £	2016 £
CURRENT ASSETS			
Debtors	5	7,834	4,976
Cash and cash equivalents	6	360,107	456,715
		<u>367,941</u>	<u>461,691</u>
CREDITORS – AMOUNTS FALLING DUE WITHIN ONE YEAR			
	7	(1,440)	(1,440)
		<u>(1,440)</u>	<u>(1,440)</u>
TOTAL NET ASSETS		<u>366,501</u>	<u>460,251</u>
FUNDS – TOTAL		<u>366,501</u>	<u>460,251</u>

These financial statements have been prepared in accordance with the special provisions subject to the smaller companies' regime within Part 15 of the Companies Act 2006.

Approved by the Board on 16 April 2018 and signed on their behalf by:

P H Holmes
Director

ST. ANDREW'S CLINICS FOR CHILDREN

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 30 September 2017

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 1. 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.

Information on the first-time adoption of FRS 102 is given in note 9.

Going concern

The directors feel it is appropriate that the financial statements be prepared on the going concern basis.

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.

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.

Expenditure

Expenditure is accounted for on an accruals basis and has been included under expense categories that aggregate all costs for allocation to activities.

ST. ANDREW'S CLINICS FOR CHILDREN

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 30 September 2017

1. ACCOUNTING POLICIES (continued)

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.

2. NET EXPENDITURE

The net expenditure for the financial year is stated after charging:

	2017	2016
	£	£
Auditors' remuneration	1,440	1,440
	<u> </u>	<u> </u>

No Directors received any remuneration during the year and no expenses were reimbursed to Directors (2016 - £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 (2016 - £543).

ST. ANDREW'S CLINICS FOR CHILDREN

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 30 September 2017

3. CHARITABLE ACTIVITIES

Included within charitable expenditure are the following grant payments:

	<i>2017</i>	<i>2016</i>
	<i>£</i>	<i>£</i>
Grant payments:		
STACC/SL, Sierra Leone	16,695	18,000
STACCILEIFE, Nigeria	55,076	38,300
St Kizito Hospital, Matany, Uganda	50,000	45,506
Pope John's Hospital, Aber, Uganda	16,601	0
Gombani Clinic, Pemba Island, Zanzibar	11,031	22,288
BION Project, Kenya	6,000	6,000
STACC-Ghana, Ghana	0	15,000
The Uphill Trust, UK	0	3,000
	<hr/>	<hr/>
	155,403	148,094
Admin expenses	2,495	2,288
Governance costs	1,903	1,903
	<hr/>	<hr/>
	159,801	152,285
	<hr/> <hr/>	<hr/> <hr/>

Governance costs represent audit fees and legal costs.

4. TAXATION

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

5. DEBTORS

	<i>2017</i>	<i>2016</i>
	<i>£</i>	<i>£</i>
Accrued income – Gift Aid receivable	7,834	4,976
	<hr/>	<hr/>

6. CASH AND CASH EQUIVALENTS

	<i>2017</i>	<i>2016</i>
	<i>£</i>	<i>£</i>
Cash in current account	152,968	254,302
Cash on deposit	<u>207,139</u>	<u>202,141</u>
	360,107	456,715
	<hr/> <hr/>	<hr/> <hr/>

The cash on deposit is on 24 month notice maturing in July 2019, but could be redeemed sooner.

ST. ANDREW'S CLINICS FOR CHILDREN

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 30 September 2017

7. CREDITORS - AMOUNTS FALLING DUE WITHIN ONE YEAR

	<i>2017</i>	<i>2016</i>
	<i>£</i>	<i>£</i>
Accruals	1,440	1,440
	<u>1,440</u>	<u>1,440</u>

8. CONTROLLING PARTY

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

9. FIRST TIME ADOPTION OF FRS102

It is the first year that the Company has presented its financial statements under SORP 2015 and FRS 102. The last financial statements prepared under previous UK GAAP were for the year ended 30 September 2016 and the date of transition to FRS 102 and SORP 2015 was therefore 1 October 2015. As a consequence of adopting FRS 102 and SORP 2015, a number of accounting policies have changed to comply with those standards.

The policies applied under the Company's previous accounting framework are not materially different to FRS 102 and have not impacted on funds or net expenditure.