

Charity number: 262962



DEAF REACH
UNAUDITED
TRUSTEES' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2019

WR
Whittingham Riddell
chartered accountants

DEAF REACH

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DEAF REACH

REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS FOR THE YEAR ENDED 31 AUGUST 2019

Trustees

Mr Rodney Clark, Chairman
Mr Anthony Eaton, Trustee
Mrs Susan Tindall, Trustee
Mrs Isobel Blakeley, Trustee
Ms Anne Ryan, Trustee (appointed 30 January 2019)
Mr Christopher Kubwimana, Trustee (appointed 2 August 2019)
Ms Teresa Quail, Trustee (appointed 30 January 2019)

Charity registered number

262962

Principal office

31 Sutton Road
Shrewsbury
SY 2 6DL

Telephone: 01743 358998
Text message: 07984 662165
Email: info@deafreach.org
Website: www.deafreach.org

Accountants

Whittingham Riddell LLP
Chartered Accountants
Belmont House
Shrewsbury Business Park
Shrewsbury
Shropshire
SY2 6LG

Bankers

HSBC
33 High St
Shrewsbury
SY1 1SL

DEAF REACH

TRUSTEES' REPORT FOR THE YEAR ENDED 31 AUGUST 2019

The Trustees present their report together with the financial statements of the Charity for the year ended 31 August 2019.

Introduction by the Chairman of the Board of Trustees

DeafReach started life in 1971 as The Richmond Charitable Trust. It was established by Joan MacKinnon to make grants to deaf and deafblind children and adults across the UK towards toys, equipment and leisure pursuits that could not be funded by the state. The trust's income was exhausted in 2016, but rather than close down, the trustees decided on a new venture in Africa. Our members and supporters have been involved with organisations and services for children and adults with sensory impairments, both at home and overseas, and through the existing international networks. While it is fair to say that a child diagnosed with sensory loss is likely to receive appropriate services in the developed world, this is very far from being the case in many countries, and this prompted our decision to support deaf children and young people in Africa.

After consultation with colleague organisations, it was decided to focus on Uganda and Rwanda. In the former country, we are working with our partner, Signhealth Uganda, to develop pre-school education for deaf children across the country. Our main programme is in Rwanda, working with Empowering Children with Disabilities' deaf school, Nyabihu and with Friends of Handicap in Rwanda in support of its deaf school, Umutara, and its plans to build an inclusive Vocational Training Centre serving both deaf and hearing trainees. Thus we are concentrating our efforts on the 2 most challenging times in a family with a disabled child – school entry and school leaving.

In its 48 years of existence, DeafReach has been an entirely volunteer organisation with no paid staff. It is managed from the home of its Chairman, and all administrative costs are met by the Trustees, which means that 100% of its income from members and supporters is used for front-line activities. The charity's policy is that DeafReach will continue on this basis for the foreseeable future. As a result, the scope of programmes and projects that it undertakes is limited to the degree that they are manageable by volunteers. However, we have been very fortunate in our first year of overseas activity, such that for the first time in our history, our annual turnover has exceeded the Charity Commission's minimum amount when external inspection of our accounts is required. As a result, so this document represents our first-ever formal Annual Report and Accounts.

We have also been fortunate in bringing together a group of people willing to give time, money and energy to our cause. They have my deepest thanks and gratitude.

Rod Clark
Chairman

DEAF REACH

TRUSTEES' REPORT (continued) FOR THE YEAR ENDED 31 AUGUST 2019

Objectives and Activities

a. Activities for achieving objectives

Our **Vision** is a world where all deaf children and adults have the opportunities for early diagnosis, followed by effective, educational, work, health and social services to enable them to live life to the full.

Our **Mission** is to work with deaf schools and organisations in developing countries in support of this vision.

Our **Aims** are to help establish or develop in those countries where we work:

- Pre-school classes for deaf children to enable them to start school on a level with their hearing peers
- Access to secondary education for deaf children
- Inclusive Vocational Training Centres for both young deaf and hearing trainees
- Management Training for our partner NGOs.

b. Main activities undertaken to further the charity's purposes for the public benefit

The Trustees confirm that they have paid due regard to the guidance on public benefit issued by the Charity Commission in deciding what activities the charity should undertake.

Achievements and performance

a. Review of Programme and Project Activities with Plans for 2018-2019

Uganda

Our main focus in Uganda is on pre-school education. Pre-school support for all deaf children is vital to enable the child to begin to develop the language and communication skills that are relevant to their hearing loss and situation. DeafReach has recognised this and so funding pre-school services is a priority for us. We work together with Signhealth Uganda, a country-wide NGO that is almost 11 years old and which works tirelessly on behalf of deaf children and adults within their communities.

In Africa, one has to remember that the term pre-school actually means a period of preparation before school entry and does not refer to the age of the child but rather to their academic level. Until their deafness has been diagnosed, many deaf children in Africa are not able to enter school. Thus a deaf child of 10 who has never been to school can be regarded as suitable for a pre-school programme. This programme will enable the child to develop communication systems to a standard necessary for learning to take place in the classroom. DeafReach's support covers the full costs of 2 classes in deaf schools in Kampala and learning and play materials in 10 other schools across the country. The total number of children being supported through this programme is 137, all of whom are between 3 and 6 years of age.

As a result of this and campaigning efforts by a range of individuals and organisations, the Uganda Government has recognised the crucial value of this work and has issued directives that schools must initiate pre-school classes by 2018. Our partners in Uganda are working hard to ensure that action is taken and that deaf education, indeed all special needs education, receives the attention and funding it needs. We plan to continue our support until the Government programme is in place.

In addition, our volunteer International Director is to spend a month with Signhealth Uganda in 2020, helping them to determine their strategic priorities and to produce a 3-year Business Plan.

DEAF REACH

TRUSTEES' REPORT (continued) FOR THE YEAR ENDED 31 AUGUST 2019

Rwanda

Deaf Education in Rwanda is not at the same level as in the other East African countries, since there are no dedicated schools or classes for deaf children in the state system. All the existing schools are run either by the church or by NGOs, and some of these experience huge financial challenges. Following an 18-month placement by one of our trustees as a VSO volunteer and two exploratory visits in 2016 and 2017 we decided that we would partner 1) with Umutara Deaf School (UDS) and its governing charity, Friends of Handicap in Rwanda (FHR) and 2) with Nyabihu Demonstration School for the Deaf and its governing charity, Empowering Children with Disabilities.

For Nyabihu, we are providing some funding for teachers, and equipment and water tanks for the new school buildings. In addition, our Lead Trustee for Audiology is working with the school on its Hearing Aid Project and at the same time is researching the potential for a National Audiology Programme.

Our main programme is at Umutara where we are providing funding for 1) salaries for staff and food for the children and 2) the salary for a Development Officer to help the school sustain its developmental work once DeafReach's support comes to an end. Our grant is for 3 years, 2018 – 2021. The school has a small Vocational Training Dept. which it has long recognised is inadequate for the level of need in its region. Our major project therefore is the creation of a new inclusive Vocational Training Centre for both deaf and hearing trainees. DeafReach has adopted this project, known as TVET for support and financed the construction of the first new building for the centre which was completed in October 2019.

In August 2019, we joined forces with Aurora Deaf Aid Africa, with a view to full amalgamation during 2020. As a result of this development, we are supporting a Livelihood Project with the Rwandan National Union of the Deaf.

In addition, our Professional Development Team of seven teacher trainers undertook a 2 week training programme at both Umutara and Nyabihu Schools during 2019. This followed a visit to the schools earlier in the year during which school managers and teachers indicated the areas of Continual Professional Development they wished the team to focus on. At the same time, meetings were held with parents to learn more about their aspirations and fears for their children.

Finally, since we are unable to find any services for deafblind children across Rwanda, we have implemented an Action Research programme to fully investigate the existence of this group and to determine how best to institute educational services for them.

DEAF REACH

TRUSTEES' REPORT (continued) FOR THE YEAR ENDED 31 AUGUST 2019



Umutara Deaf School celebrates the construction of the first building for the new Technical and Vocational Education and Training Dept. The photograph is of Nick Tindall, in whose memory this phase of the project was financed.

Congo

During the year, we formally partnered with CENYESED, an NGO based in Goma, Democratic Republic of Congo. CENYESED runs three schools for deaf children, and hearing of the Business Planning programme we undertook in Rwanda, they approached us for a similar activity. Our International Director spent time with the team at the start of 2018, and the resultant Business Plan identified the need for a new school for deafblind children. We will therefore be undertaking a specific Business Plan for this project during December 2019. Three teacher members of CENYESED attended our Professional Development programme in Rwanda.

Burundi

As reported above, DeafReach and Aurora Deaf Aid Africa (ADAA) joined forces during 2019. ADAA's main work is in Burundi, and during the year, we supported the creation of a new Association of Families with Deaf Children, and are sponsoring the education of children at 2 deaf schools, in Bujumbura and Gitega. Future possibilities include the establishment of a deafblind unit at one of the schools, and the construction of a new deaf school.

DEAF REACH

TRUSTEES' REPORT (continued) FOR THE YEAR ENDED 31 AUGUST 2019

Financial review

a. Principal funding

In this second year of its overseas programme, nearly all of DeafReach's income has again come from its trustees, members and supporters together with the resulting Gift Aid. A first ever grant from a charitable trust, The Beatrice Laing Trust, has been given towards the appointment of the Development Manager and the construction of the VTC in Rwanda. The trustees have also themselves provided substantial support for the Early Years Programme in Uganda and for the first Phase of the VTC construction at Umutara.

b. Going concern

After making appropriate enquiries, the trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. For this reason they continue to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the Accounting Policies.

c. Reserves policy

Since DeafReach does not employ staff, there is no requirement for us to meet any contractual commitments arising either from an unexpected cancellation of a programme or project, or the closure of the charity. We ensure that we have sufficient resources at all times to meet committed expenditure and basic operational expenditure which is very small. Free reserves at 31 August 2019 were £20,871 (2018: £5,958).

d. Investment policy

With little in the way of reserves, and with returns currently so low, the trustees have not felt it necessary to consider an investment policy. We hope for an amelioration in both aspects in the years to come.

Structure, governance and management

a. Method of appointment or election of Trustees

DeafReach is a charitable trust, its charity number is 262962 (England & Wales). It is governed by the Board of Trustees under its Trust Deed, dated 20th August 1971. The Trustees who served during the year were:

Isobel Blakeley
Rod Clark
Anthony Eaton
Chris Kubwimana
Teresa Quail
Anne Ryan
Susan Tindall

DeafReach is a membership organisation and the trustees are drawn from its members. They are appointed on the basis of a declared wish to contribute positively to the work of the charity, and in order to provide the Board with the necessary professional, business and compliance expertise. The Board meets at least 4 times a year, and none of the trustees has any beneficial interest in the company.

The charity has a policy that all of its work is done on a volunteer basis. The reasonable expenses, incurred overseas, of volunteers who are actively involved in delivering DeafReach's mission are met.

DEAF REACH

TRUSTEES' REPORT (continued) FOR THE YEAR ENDED 31 AUGUST 2019

b. Risk management

The Trustees have assessed the major risks to which the charity may be exposed and are satisfied that policies and systems either have or are being established to mitigate any identified major risks. A risk management process is in place which enables the regular assessment of all potential and identified risks to the charity.

Such risks include the potential for fraud, both at home and overseas. Given the current size of the charity, the risk at home is minimal. It is impossible to establish a foolproof system of fraud prevention when it comes to overseas expenditure, but our main policy in this respect, since we do not have a presence in any of the countries in which we work is that all overseas programmes and projects must be the subject of a comprehensive Memorandum of Understanding (MOU) which includes as a partner a locally-based independent NGO or INGO.

The other major area of risk is the possibility of the abuse suffered by children and vulnerable adults within the services offered by overseas partners. DeafReach has comprehensive Safeguarding policy and procedures which are under review at the time of this report.

The final risk we have identified is that our income generation proves to be inadequate to meet commitments to partners. In this respect, we have adopted the following stance:

- We advise partners of our longer-term intentions, making it clear that the successful outcome of these is dependent on successful income generation;
- We do not make absolute commitments to partners until we have the available resources.
- We do not make absolute commitments to partners until we have the available resources.

DEAF REACH

TRUSTEES' REPORT (continued) FOR THE YEAR ENDED 31 AUGUST 2019

Trustees' responsibilities statement


The Trustees 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).

The law applicable to charities in England & Wales requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Charity and of the incoming resources and application of resources of the Charity for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgments and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Charity will continue in operation.

The Trustees are responsible for keeping proper accounting records that are sufficient to show and explain the Charity's transactions and disclose with reasonable accuracy at any time the financial position of the Charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

This report was approved by the Trustees, on 7/3/2020 and signed on their behalf by:


Rod Clark OBE
Chairman

DEAF REACH

**INDEPENDENT EXAMINER'S REPORT
FOR THE YEAR ENDED 31 AUGUST 2019**

Independent Examiner's Report to the Trustees of Deaf Reach (the 'Charity')

I report to the charity Trustees on my examination of the accounts of the Charity for the year ended 31 August 2019.

Responsibilities and Basis of Report

As the Trustees of the Charity you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the 2011 Act').

I report in respect of my examination of the Charity's accounts carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent Examiner's Statement

I have completed my examination. I can confirm that no matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the Charity as required by section 130 of the 2011 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

Signed:

Jane Tweedie

Dated:

17 March 2020

S J Tweedie BSc FCA DChA

Whittingham Riddell LLP
Chartered Accountants
Belmont House
Shrewsbury Business Park
Shrewsbury
Shropshire
SY2 6LG

DEAF REACH

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 AUGUST 2019**

	Note	Unrestricted funds 2019 £	Restricted funds 2019 £	Total funds 2019 £	Total funds 2018 £
INCOME FROM:					
Donations	2	62,452	6,163	68,615	28,544
Charitable activities	3	19,106	-	19,106	11,248
Investments	4	19	-	19	-
Other income		501	-	501	500
TOTAL INCOME		82,078	6,163	88,241	40,292
EXPENDITURE ON:					
Charitable activities:					
Grants	5	44,800	3,510	48,310	11,000
Support costs	6	21,320	-	21,320	23,386
Governance	7	1,045	-	1,045	725
TOTAL EXPENDITURE		67,165	3,510	70,675	35,111
NET INCOME BEFORE OTHER RECOGNISED GAINS AND LOSSES		14,913	2,653	17,566	5,181
NET MOVEMENT IN FUNDS		14,913	2,653	17,566	5,181
RECONCILIATION OF FUNDS:					
Total funds brought forward		5,958	-	5,958	777
TOTAL FUNDS CARRIED FORWARD		20,871	2,653	23,524	5,958

The notes on pages 12 to 18 form part of these financial statements.

DEAF REACH

**BALANCE SHEET
AS AT 31 AUGUST 2019**

	Note	£	2019 £	£	2018 £
CURRENT ASSETS					
Cash at bank and in hand		24,424		6,683	
CREDITORS: amounts falling due within one year	10	(900)		(725)	
NET CURRENT ASSETS			<u>23,524</u>		<u>5,958</u>
NET ASSETS			<u>23,524</u>		<u>5,958</u>
CHARITY FUNDS					
Restricted funds	11		2,653		-
Unrestricted funds	11		20,871		5,958
TOTAL FUNDS			<u>23,524</u>		<u>5,958</u>

The financial statements were approved by the Trustees on 7 March 2020 and signed on their behalf, by:



Mr Rodney Clark
Chairman

The notes on pages 12 to 18 form part of these financial statements.

DEAF REACH

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2019

1. ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant notes to these accounts. The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16 July 2014 and Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and Charities Act 2011.

Deaf Reach constitutes a public benefit entity as defined by FRS 102.

1.2 Income

All income is recognised once the Charity has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

For legacies, entitlement is taken as the earlier of the date on which either: the Charity is aware that probate has been granted, the estate has been finalised and notification has been made by the executor(s) to the Trust that a distribution will be made, or when a distribution is received from the estate. Receipt of a legacy, in whole or in part, is only considered probable when the amount can be measured reliably and the Charity has been notified of the executor's intention to make a distribution. Where legacies have been notified to the Charity, or the Charity is aware of the granting of probate, and the criteria for income recognition have not been met, then the legacy is treated as a contingent asset and disclosed if material.

Donated services or facilities are recognised 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 of the Charity of the item is probable and that economic benefit can be measured reliably. In accordance with the Charities SORP (FRS 102), general volunteer time is not recognised and refer to the Trustees' report for more information about their contribution.

On receipt, donated professional services and donated facilities 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 benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

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

Income tax recoverable in relation to investment income is recognised at the time the investment income is receivable.

DEAF REACH

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2019

1. ACCOUNTING POLICIES (continued)

1.3 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources.

Support costs are those costs incurred directly in support of expenditure on the objects of the Charity and include project management carried out at Headquarters. Governance costs are those incurred in connection with administration of the Charity and compliance with constitutional and statutory requirements.

Charitable activities and Governance costs are costs incurred on the Charity's operations, including support costs and costs relating to the governance of the Charity apportioned to charitable activities.

Grants payable are charged in the year when the offer is made except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled. Grants offered subject to conditions which have not been met at the year end are noted as a commitment, but not accrued as expenditure.

1.4 Cash at Bank and in hand

Cash at bank and in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

1.5 Liabilities and provisions

Liabilities are recognised when there is an obligation at the Balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably. Liabilities are recognised at the amount that the Charity anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide. Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised within interest payable and similar charges.

1.6 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the Charity and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the Charity for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

DEAF REACH

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2019**

2. INCOME FROM DONATIONS AND LEGACIES

	Unrestricted funds 2019 £	Restricted funds 2019 £	Total funds 2019 £	Total funds 2018 £
Donations	30,652	6,163	36,815	28,544
Grants	31,800	-	31,800	-
Total donations and legacies	62,452	6,163	68,615	28,544
<i>Total 2018</i>	<i>28,544</i>	<i>-</i>	<i>28,544</i>	

3. INCOME FROM CHARITABLE ACTIVITIES

	Unrestricted funds 2019 £	Restricted funds 2019 £	Total funds 2019 £	Total funds 2018 £
Membership Fees	19,106	-	19,106	11,248
<i>Total 2018</i>	<i>11,248</i>	<i>-</i>	<i>11,248</i>	

4. INVESTMENT INCOME

	Unrestricted funds 2019 £	Restricted funds 2019 £	Total funds 2019 £	Total funds 2018 £
Investment income	19	-	19	-

5. GRANTS PAYABLE

	Total 2019 £	Total 2018
Tranche	-	11,000
DRC	4,343	-
Rwanda: FHR/UDS	41,665	-
Rwanda: Nyabihu	2,000	-
Burundi	300	-
Total	48,308	11,000

DEAF REACH

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2019**

6. SUPPORT COSTS

	Activities £	Total 2019 £	Total 2018 £
Donations	6,870	6,870	7,791
Website	446	446	650
Travel expenses	12,039	12,039	14,404
Donations	595	595	-
Printing and postage	856	856	230
Bank charges	514	514	311
	<u>21,320</u>	<u>21,320</u>	<u>23,386</u>
<i>Total 2018</i>	<u>23,386</u>	<u>23,386</u>	

7. GOVERNANCE COSTS

	Unrestricted funds 2019 £	Restricted funds 2019 £	Total funds 2019 £	Total funds 2018 £
Independent Examination	900	-	900	725
Prior year accounting under provision	145	-	145	-
	<u>1,045</u>	<u>-</u>	<u>1,045</u>	<u>725</u>

8. NET INCOME/(EXPENDITURE)

During the year, no Trustees received any remuneration (2018 - £NIL).

During the year, no Trustees received any benefits in kind (2018 - £NIL).

During the year, 3 Trustees received reimbursement of expenses amounting to £1,890 in relation to travel expenses and £267 in relation to Postage and Stationery costs. (2018 £NIL).

9. STAFF COSTS

The Charity has no employees. The Trustees did not receive any remuneration (2018 - £NIL).

10. CREDITORS: Amounts falling due within one year

	2019 £	2018 £
Accruals	<u>900</u>	<u>725</u>

DEAF REACH

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2019**

11. STATEMENT OF FUNDS

STATEMENT OF FUNDS - CURRENT YEAR

	Balance at 1 September 2018 £	Income £	Expenditure £	Balance at 31 August 2019 £
Unrestricted funds				
General Funds - all funds	5,958	82,078	(67,165)	20,871
	<hr/>	<hr/>	<hr/>	<hr/>
Restricted funds				
Restricted Donations	-	6,163	(3,510)	2,653
	<hr/>	<hr/>	<hr/>	<hr/>
Total of funds	5,958	88,241	(70,675)	23,524
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

General Funds

The general funds relate to all income and expenditure the Charity incurs by carrying out its charitable activities.

Restricted Funds

The restricted donations relate to the following:

Nyabihu and Umutara School Revenue: Donations towards the provision of food for the children and for the salaries of teachers at Nyabihu and Umutara Deaf Schools in Rwanda

FHR TVET Project: A capital project to construct a Technical and Vocational Education and Training Centre for Friends of Handicap in Rwanda, including the appointment of a Development Officer to enhance income generation within Rwanda.

Architect Expenses - Donations towards Architect expenses in relation to the capital project.

Aurora Deaf Aid Africa (ADAA) - In August 2019, the trustees of ADAA and DeafReach reached an agreement to work together for a period of 6 months, with the intention of amalgamating the two charities at the end of that time, should the experience have proved mutually positive. Funds were transferred from ADAA to DeafReach and held in a specific account, into which ADAA income was paid and out of which ADAA expenditure was paid. Chris Kubwimana, the Chairman of ADAA, joined the Trustee Board of DeafReach at the start of this process and all ADAA business in the ensuing months was conducted through DeafReach.

DEAF REACH

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2019

11. STATEMENT OF FUNDS (continued)

STATEMENT OF FUNDS - PRIOR YEAR

	<i>Balance at 1 September 2017 £</i>	<i>Income £</i>	<i>Expenditure £</i>	<i>Balance at 31 August 2018 £</i>
General Funds - all funds	777	40,292	(35,111)	5,958
Restricted funds				
Total of funds	<u>777</u>	<u>40,292</u>	<u>(35,111)</u>	<u>5,958</u>

DEAF REACH

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2019**

12. ANALYSIS OF NET ASSETS BETWEEN FUNDS

ANALYSIS OF NET ASSETS BETWEEN FUNDS - CURRENT YEAR

	Unrestricted funds 2019 £	Restricted funds 2019 £	Total funds 2019 £
Current assets	21,771	2,653	24,424
Creditors due within one year	(900)	-	(900)
	<u>20,871</u>	<u>2,653</u>	<u>23,524</u>

ANALYSIS OF NET ASSETS BETWEEN FUNDS - PRIOR YEAR

	<i>Unrestricted funds 2018 £</i>	<i>Restricted funds 2018 £</i>	<i>Total funds 2018 £</i>
Current assets	6,683	-	6,683
Creditors due within one year	(725)	-	(725)
	<u>5,958</u>	<u>-</u>	<u>5,958</u>

13. RELATED PARTY TRANSACTIONS

Trustees made aggregate grants and donations to the Charity of £54,978. These grants and donations were made without conditions.