

Charity no. 1149904

Medic to Medic
Report and Unaudited Financial
Statements
30 June 2020

Medic to Medic

Reference and administrative details

For the year ended 30 June 2020

Charity number	1149904
Registered office and operational address	54 Ashford Road Cricklewood London England NW2 6TT
Trustees	Trustees (who were also directors under company law until 23 July 2019), who served during the year and up to the date of this report were as follows: Dr Richard Banks Dr Maddy Gupta-Wright (resigned 21 June 2020) Dr Cathy Madden (Chair) Dr Adrian Mandeville Dr Kate Mandeville (resigned 05 August 2019) Paul Purcell Caroline Schmutte (resigned 25 August 2020)
Company secretary	Sheena Jaggiwan
Chief executive officer	Dr Tamsin Lillie
Management committee	Dr Kate Mandeville (up to 05 August 2019) Dr Cathy Madden (from 06 August 2019) Dr Adrian Mandeville
Bankers	Lloyds TSB Bank PLC 286-288 Station Road Harrow Middlesex HA1 2EB
Independent examiners	Godfrey Wilson Limited Chartered accountants and statutory auditors 5th Floor Mariner House 62 Prince Street Bristol BS1 4QD

Medic to Medic

Report of the trustees

For the year ended 30 June 2020

The trustees present their report and accounts for the year ended 30 June 2020.

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 the Statement of Recommended Practice - Accounting and Reporting by Charities (effective from January 2019).

Structure, governance and management

A future change to the structure of the charity was discussed as some length in last year trustees' report.

During the first three weeks of the 2019-20 accounting year, the charity was a company limited by shares. The two shareholders were Dr Kate Mandeville and Dr Adrian Mandeville, and each held a £1 share.

On 23 July 2019 the charity was converted to a Charitable Incorporated Organisation (CIO), with the name Medic to Medic and charity number remaining as 1149904. The company Medic to Medic Ltd was closed on the same date of 23 July 2019, and the trustees of the CIO were no longer officially company directors of Medic to Medic Ltd. A refund of £1 was made to each of the previous shareholders on 05 November 2019.

The trustee, Dr Kate Mandeville, who was the original founder of the Medic to Medic programme back in 2007, when it first became a separate part of IMET, the International Medical Education Trust, officially resigned from the new CIO on 05 August 2019, after completing 13 years' service. Another trustee, Dr Maddy Gupta-Wright, resigned on 21 June 2020, after three years' service. Discussions have already started with some potential new trustees, to fill these vacancies.

The management committee, who served during the period, were:

- Dr Kate Louise Mandeville (up to 5 August 2019)
- Dr Cathy Madden (from 6 August 2019)
- Dr Adrian Nicholas Mandeville

Management committee members are elected or appointed on an annual basis, with officers being elected from the membership of the trustees.

None of the management committee members have any beneficial interest in the CIO. All of the members of the CIO have guaranteed to contribute £10 in the event of a winding up.

The management committee has assessed the major risks to which the charity is exposed, and is satisfied that systems are in place to mitigate exposure to the major risks.

Objectives and activities

Medic to Medic believes that access to healthcare is a human right but is unequal both between and within nation states. Shortage of trained healthcare professionals is a major driver of such inequities.

- We strive to address this issue by supporting healthcare students in Africa and Low and Middle Income Countries who can no longer afford to continue their studies;
- We value gender equality and seek to support women who are undervalued in the health care professions; and
- We seek to support students from disadvantaged backgrounds.

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Report of the trustees

For the year ended 30 June 2020

Public benefit statement

The trustees confirm that they have had regard for the Charity Commission guidance on public benefit when reviewing the charity's aims and objectives.

Achievements and performance

It is the policy of the charity that all funds are used for furtherance of its objectives.

The attached financial statements show the current state of finances which the trustees consider to be sound. Some looming financial problems were identified in early December 2019, and three steps were immediately taken to mitigate the issues: stricter control on expenditure during January-June 2020; extra efforts to increase short and long term income generation; and plans prepared to introduce an austerity budget for the 2020-21 year.

The effects of the Covid-19 pandemic on the charity were minor during the 2019-20 year. The charity office was closed on 23 March 2020, but working from home and internet communications have alleviated this difficulty. One potential church donation was cancelled, and two large regular donations have so far failed to materialise. It is difficult to predict what will happen in 2020-21 and later years. Certainly all our proposed special fundraising events are unlikely to take place, but on the other hand our regular monthly income is holding up and has even slightly increased recently. It is even possible that the pandemic might have a positive benefit on our finances, by decreasing our anticipated expenditure on tuition fees in Malawi during 2020-21, due to postponement of the start of the colleges' academic year.

Review of charitable activities

The Chief Executive Officer, Dr Tamsin Lillie, writes:

2020 has been a year of unprecedented global challenges. Even though there have been many reasons to feel hopeless, our students, graduates and volunteer community have continued to inspire us. Our students, who have had their learning disrupted through university closures, have been spending time productively in their villages conducting educational activities or volunteering at health centres. Our graduates are working on the frontlines during the global pandemic to look after the health of their nation. And our volunteer community have been generous with their time, including the school children who have felt sufficiently passionate about recycling to get involved in our fundraising initiatives, and those who have made face coverings and donated all sales to our cause. They have all been a source of strength during these periods of uncertainty.

From July 2019 – June 2020 we supported a total of 66 students. These included 18 medical students, 7 physiotherapy students, 4 pharmacy students and 1 medical laboratory science student, training at the College of Medicine; 12 nursing students and 1 optometry student training at Mzuzu University; 6 clinical officers training at Ekwendeni College of Health Sciences; 13 students training in mental health at St John of God College – 3 in the diploma of psychosocial counselling and 10 in clinical medicine/psychiatric nursing; 1 student training in the diploma of optometry at College of Health Sciences in Lilongwe; 1 student specialising in palliative care nursing, studying in Kenya; 1 postgraduate student completing her Master of Paediatrics at Makerere University in Uganda; and 1 medical student in Zambia. We hope that our pilot student in Zambia will be the start of a long term relationship supporting more needy students in a country where there is also more need for medical doctors. This year saw 9 of our students graduate, bringing the total number of alumni to 130. Unfortunately this is fewer students graduating than we expected due to the closures of universities for Covid-19.

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Report of the trustees

For the year ended 30 June 2020

Our current team are continuing to write and sign off on charitable policies for our organisation to become more accountable. Hearteningly we've had more involvement from volunteers who we hope will continue in more official roles in the future. We welcome Aneta Gyorgyova supporting the management of our accounts; Abby Deibert who is updating our blog each week; Robin Schreiber involved with advocacy and fundraising; and Helen Dzamalala in Malawi who is helping support our registration with the national NGO commission in that country. All of these volunteers support our initiatives and progress towards expanding our organisation.

Notable thanks go to: London Doctors Orchestra and Choir, who organized a Christmas carol concert in December 2019; UCL hockey team and intercalating global health medical students at Dundee University have also helped us raise vital funds; Jennifer Manuel and Kate Lillie for making face coverings so passionately; and our recycling champions, including Noah Brown from the Beacon School, Bryony Beckett at Salisbury hospital, Inge Jeffries at Juniper School, Wendy Mather at St Mary's School in Welwyn, and Terries Newsagent in Amersham, for hosting recycling boxes which have helped us recycle hundreds of kilos of items through Terracycle and fundraise sustainably.

A final thanks to our donor community whose loyalty has sustained our organisation during these challenging times. They helped us to raise over £12,400 during a crowdfunding campaign in April – our largest fundraising total from a single campaign to date – to provide personal protective equipment (PPE) kits to 126 of our graduate alumni. Having built strong relationships with our graduate community during their training as health workers, the thought of their safety being put at risk during their day to day work during the Covid-19 pandemic motivated us to act.

Most of the money raised from our PPE appeal was spent in Malawi. When we started this project, central to its planning was that items would be commissioned and purchased in country so that we could invest and support local businesses. This would not only enable Malawi to respond to its own needs during the pandemic, but would also mean we wouldn't be expecting international shipments of PPE during a time when there were global shortages. The PPE kits contained 2 sets of scrubs, surgical hats, overshoes, visors, bars of soap, liquid soap, hand sanitiser, face masks, a box of gloves and storage bags. We were also able to provide a modest allowance to our graduates so that replacement equipment could be purchased.

As universities are starting to reopen in Malawi we are having an influx of applications for student scholarships. As we look ahead towards our next financial year we hope to be able to respond to this evolving situation so that more young people are able to act in future pandemics as qualified health workers through the support of Medic to Medic.

Changes to charity office management in London and Malawi

On 28 February 2019 we moved our registered office from the Northwick Park hospital campus to a private house address in Cricklewood in north-west London. At the same time we rented a small storage space nearby in the same borough, to retain all our possessions, such as medical equipment, laptops, suitcases, medical books, and fund-raising equipment. These arrangements have worked well for the first eight months of the current accounting year. The charity engages a part-time office manager, Nadia Panait, who contributes 6 hours per week administrative input. Normally she meets up with the treasurer trustee at the office for one morning per week, and completes the rest of her input remotely from her home in east London. However, since the Covid-19 lockdown on 23 March 2020, all her input has been conducted remotely, and nobody met up at the office in the remaining three month period up to end of the accounting year.

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Report of the trustees

For the year ended 30 June 2020

The charity has a future vision of opening up an administrative office in Blantyre in Malawi, where the majority of the students that we support are located. This would allow much of the work of the charity to become more sustainable, by engaging Malawi staff to assist with the local administration. Since the Medic to Medic programme started in 2007, we have received much voluntary assistance from Helen Dzamalala, the Secretary to the Dean of Students at the College of Medicine in Blantyre. Since she is nearing retirement from this job, starting from July 2019 Medic to Medic have engaged her on a part-time basis working from her home, to assist with administrative matters, by providing her with a suitable computer laptop. The savings on the rental of the previous office at Northwick Park hospital were sufficient to cover this new outlay.

Financial review

During this accounting year, 01 July 2019 – 30 June 2020, the charity's total income was £83,665 and total expenditure was £90,876. Total income fell short of the total expenditure by £7,211. Both income and expenditure were inflated compared to the amounts for the previous year; this was due to the successful crowdfunding appeal in April 2020 to raise £12,432 to supply PPE equipment for all our frontline graduates, to ensure their safety during the early stages of the Covid-19 pandemic in Malawi. This equipment was purchased and distributed prior to the end of the accounting year. This means that the deficit, mentioned above, was not affected by this particular PPE appeal, but arose from our normal routine programme of work.

There were two major one-off donations received by Medic to Medic which remained unspent at the close of the previous 2018-19 accounting year. The first was £575 from Dr Bryony Beckett for tuition fees for an MBBS student; the second was £350 from Jacqueline Logue for student accommodation costs for an MBBS student. These two sets of funds were fully expended during the 2019-20 accounting year.

There were four major one-off donations made towards the end of the 2019-20 accounting year that were carried forward in full to be expended during the 2020-21 year: £2,000 from the Eleanor Rathbone Charitable Trust for support to 12 nursing graduates; £3,000 from the Souter Charitable Trust for purchase of 10 computer laptops; £500 from the Matthews Wrightson Charity Trust for transport of medical books out to Malawi; and £300 from the Marsh Christian Trust as a contribution to general funds.

The financial problems for the charity were first identified in early December 2019, when the current cash flow balance was about £10,000 lower than in the previous December. Examination showed that the cumulative income in the first 6 months was about the same as the previous year, but expenditure had become substantially too high. One of the main reasons for this problem was that entry students at the College of Medicine were paying a much higher revised rate of tuition fees than the graduating students that they were replacing, even if there was no change to the overall number of students that we were supporting. Analysis indicated that if no changes were made to our existing programme, the forecast end-of-year deficit on 30 June 2020 would exceed £13,000, in contrast to the surplus of £3,886 made during 2018-19 year, and the cash flow balance would drop to near zero by December 2020, putting the future existence of the charity at considerable risk.

Three main changes were therefore implemented. First, for the remaining 6 months of the accounting year a much tighter control of expenditure was introduced. This, together with some additional income in May-June, meant that the projected deficit reduced to about £10,500. Also, due to the closure of the office from 23 March onwards, three cheques dated prior to 30 June 2020 were found there subsequently, and their total of £3,800 reduced the expected deficit to about £6,700, which was much more manageable than the £13,000 originally anticipated.

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Report of the trustees

For the year ended 30 June 2020

The second change was that an austerity budget for year 2020-21 was discussed and agreed by the board of trustees. Some severe cuts were introduced in order to reduce our anticipated annual expenditure by £20,600, from £72,900 to £52,300. These included a freeze on recruitment of new students (which would result in corresponding decreases in tuition fees and student allowances, due to older students graduating), cancellation of the annual monitoring trip to Malawi scheduled for September 2020, and a reduction in supply of student aids such as laptops, medical equipment and books.

In parallel with these reductions in expenditure, the third change was to introduce short term measures to increase our income during the last 6 months of accounting year 2019-20, and look for other ways of providing a more sustainable long term income over 2020-21 and beyond. Our CEO, Dr Tamsin Lillie, has been particularly outstanding on this issue, not just by providing most of the ideas to increase our income, but by actually implementing the measures directly and raising the majority of the extra income by herself, with the assistance of her family, while the rest of the trustees and volunteers trail behind gasping in her wake! She has submitted 22 applications to grant making trusts and foundations, of which four have been successful bringing in £5,800 in grants and donations alone in 2019-20, with further successes anticipated during 2020-21. She has also explored numerous methods of raising funds on a regular monthly basis. The list is long, but some examples are: sale of Covid-19 facemasks, collection box in charity shop, sale of Chitenje medical scrubs, NNUH stall, terracycle redemption, Ziffit book sales, mobile recycling, virtual quizzes during the pandemic lockdown, FaceBook sales and Amazon Smile commission. The first of these involves her mother and her making Covid-19 protection facemasks to sell to the public who are passing by her family's home in Amersham, and has been particularly successful, raising £581 between 29 May and 30 June 2020, and still continuing at the same monthly rate since then.

Effects of Covid-19 pandemic

The financial difficulties listed above started well before the Covid-19 pandemic materialised, and are unconnected with it. So what are the negative, or possible positive, effects of the pandemic on Medic to Medic finances for both the current accounting year and 2020-21 and future years?

The negative effects during the 2019-20 year appear to be minor. A potential church Lenten collection of about £400 in aid of the charity failed to materialise because the church was ordered to be shut during this period, so no collection was taken. In June/July 2020 at the time of moving from one accounting year to another, there were two donations of £1,000 each from regular donors which did not appear on time, but it is possible that they were delayed, rather than cancelled completely. In February 2020 one of our trustees introduced a new donor who will be providing £5,000 per annum to the charity for at least 5 years going forward. However, there will be less certainty of some of our other regular large donations being repeated during 2020-21, so safeguards will need to be incorporated to prevent this outcome.

One of the major negative effects during 2020-21 concerns our planned special events, with a potential profit of £1,900 in jeopardy. The standard Prudential Cycle Ride scheduled for August 2020 was cancelled, we are currently unable to book tube stations in London for carol singing, and our Xmas concert involves singing, so cannot proceed under current government regulations. On the other hand, our regular monthly donations look healthy. The funds raised through Rapidata (Access) have actually increased over the last few months, and in August 2020 topped £2,000 per month for the first time ever. The five regular donors with standing orders via Lloyds Bank have remained unchanged, and some more regular donors have joined those paying through PayPal.

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Report of the trustees

For the year ended 30 June 2020

It is just possible that the Covid-19 pandemic may have some unexpected positive benefits on our finances and work programme. There are two semesters at the colleges where we support students in Malawi. The first semester normally starts in late August, and the second semester starts in February. The students are currently at home employing virtual learning through the internet. It is unlikely that they will start Semester 1 in August, and rumour has it that this will be moved to commence in January 2021. This delay may mean that Medic to Medic will be obliged to pay only one semester tuition fees, rather than two, during the 2020-21 accounting year. If this is confirmed in a few months' time, it would result in a substantial reduction in our anticipated expenditure. However it is most likely we would retain two sets of student allowances during the year, as our students still need this support, as even when they are at home they need money for making regular connection to their colleges through the internet. Another sort of benefit from the pandemic is that we were obliged to cancel our proposed monitoring visit to Malawi in September through financial constraints, but, as events have turned out, we would still have been unable to fly to Malawi at this time through government restrictions on international travel.

PPE appeal

Due to concerns about the safety of all our graduate students, arising from their frontline participation in the fight against the Covid-19 pandemic in Malawi and Uganda, our CEO, Dr Tamsin Lillie, arranged a very successful crowdfunding appeal to raise money for purchase of PPE equipment. A total of £12,432 was raised in 4 weeks, sourced from crowdfunding £9,942, other donations £1,258, and a gift aid claim of £1,232. After allowing for bank transfer charges of £135, these funds were divided into £12,012 for Malawi and £285 for Uganda. Local tailors and equipment suppliers were located in each country, and each graduate supplied with a full range of PPE equipment and consumables, as well as a small monetary allowance to allow them to replenish the consumables when they became exhausted.

Total income and total expenditure shown in the statement of financial activities on page 11 are both inflated this year, due to the large PPE appeal conducted during April - June 2020. This was a one-off fundraising event to purchase PPE equipment to supply all current Medic to Medic graduates in Malawi and Uganda. This appeal had income of £12,432 and expenditure of £12,452, as shown in the table under note 14 movement in funds on page 19, which is a significant proportion of the overall turnover of the charity.

It is consequently difficult to compare the income and expenditure for Medic to Medic, arising from the normal routine programme of work in 2020, with the same quantities for the previous year, unless the transactions for this PPE appeal are temporarily removed. If this is done, the estimated remaining financial activities for 2020 are shown in the table below.

	2020	2019
	Total	Total
	£	£
Total income (excluding PPE appeal in 2020)	71,233	62,252
Total expenditure (excluding PPE appeal in 2020)	<u>78,424</u>	<u>58,366</u>
Net income / (expenditure)	<u><u>(7,191)</u></u>	<u><u>3,886</u></u>

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Report of the trustees

For the year ended 30 June 2020

This table shows that normal income increased by £8,981 from 2019 to 2020, but expenditure increased more rapidly by £20,058. The net income went from a surplus of £3,886 in 2019 to a deficit of (£7,191) in 2020, resulting in a position at the end of this year which is £11,077 worse than that at the end of the previous year.

Reserve policy

We have an existing policy to build up a reserve fund which would be sufficient to see the current cohort of students through to graduation in the unfortunate event of the winding up of the charity. With our reserve fund balance standing at £6,000 at the end of the last accounting year on 30 June 2019, we were then half way towards our eventual target of £12,000. Due to the overall deficit incurred in the current year's finances, it has not proved possible to add a further tranche of £3,000 to this reserve, so our total reserve remains at £6,000 on 30 June 2020. We are planning to open an additional Lloyds Bank account, in order to keep this reserve fund money separate from our normal day-to-day operating transactions.

Statement of responsibilities of the trustees

The trustees are responsible for preparing the trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102: The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and 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 the incoming resources and application of resources, including the net income or expenditure, of the charity for the year. In preparing those 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 judgements and accounting estimates that are reasonable and prudent;
- state whether applicable accounting standards and statements of recommended practice have been followed, subject to any material departures disclosed and explained in the financial statements; and
- 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 which disclose with reasonable accuracy at any time the financial position of the charity and which 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 constitution. The trustees 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.

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

Members of the charity guarantee to contribute an amount not exceeding £10 to the assets of the charity in the event of winding up. The trustees are members of the charity but this entitles them only to voting rights. The trustees have no beneficial interest in the charity.

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Report of the trustees

For the year ended 30 June 2020

Independent examiners

Godfrey Wilson Limited were re-appointed as independent examiners to the charity during the year and have expressed their willingness to continue in that capacity.

Approved by the trustees on 7 November 2020 and signed on their behalf by



Adrian Nicholas Mandeville

Independent examiner's report

To the trustees of

Medic to Medic

I report to the trustees on my examination of the accounts of Medic to Medic (the CIO) for the year ended 30 June 2020, which are set out on pages 11 to 20.

Responsibilities and basis of report

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

I report in respect of my examination of the CIO'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 Act.

Independent examiner's statement

I have completed my examination. I confirm that no material 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 CIO as required by section 130 of the 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.

Alison Godfrey

Date: 10-Nov-2020

Alison Godfrey FCA

Member of the ICAEW

For and on behalf of:

Godfrey Wilson Limited

Chartered accountants and statutory auditors

5th Floor Mariner House

62 Prince Street

Bristol

BS1 4QD

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Statement of financial activities

For the year ended 30 June 2020

	Note	Restricted £	Unrestricted £	2020 Total £	2019 Total £
Income from:					
Donations	3	36,534	46,887	83,421	62,246
Other trading activities	4	-	237	237	-
Investments		-	7	7	6
Total income		36,534	47,131	83,665	62,252
Expenditure on:					
Raising funds		569	3,794	4,363	3,135
Charitable activities		29,670	56,843	86,513	55,231
Total expenditure	6	30,239	60,637	90,876	58,366
Net income / (expenditure)		6,295	(13,506)	(7,211)	3,886
Transfers between funds		103	(103)	-	-
Net movement in funds	7	6,398	(13,609)	(7,211)	3,886
Reconciliation of funds:					
Total funds brought forward		3,242	33,399	36,641	32,755
Total funds carried forward		9,640	19,790	29,430	36,641

All of the above results are derived from continuing activities. There were no other recognised gains or losses other than those stated above. Movements in funds are disclosed in note 14 to the accounts.

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Balance sheet

As at 30 June 2020

	Note	2020 £	2019 £
Current assets			
Stock	10	320	-
Debtors	11	148	184
Cash at bank and in hand		<u>30,222</u>	<u>37,537</u>
		30,690	37,721
Liabilities			
Creditors: amounts falling due within 1 year	12	<u>(1,260)</u>	<u>(1,080)</u>
Net assets	13	<u>29,430</u>	<u>36,641</u>
Funds	14		
Restricted funds		9,640	3,242
Unrestricted funds			
Designated funds		6,000	6,000
General funds		13,790	27,397
Share capital		<u>-</u>	<u>2</u>
Total charity funds		<u>29,430</u>	<u>36,641</u>

Approved by the trustees on 7 November 2020 and signed on their behalf by



Adrian Nicholas Mandeville - trustee

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Notes to the financial statements

For the year ended 30 June 2020

1. Accounting policies

a) Basis of preparation

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities in preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Medic to Medic meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

b) Going concern basis of accounting

The accounts have been prepared on the assumption that the charity is able to continue as a going concern. However, as described in the trustees' report, the ongoing Covid-19 pandemic has affected the charity. The trustees have considered the impact of Covid on the charity's current and future financial position. At 30 June 2020, the charity holds total unrestricted reserves of £19,790 and a cash balance of £30,222. The trustees consider that the charity has sufficient cash reserves, confirmed future funding and sufficient control over expenditure to continue as a going concern for a period of at least 12 months from the date on which these financial statements are approved.

c) Income

Income is recognised when the charity has entitlement to the funds, any performance conditions attached to the item(s) of income have been met, it is probable that the income will be received and the amount can be measured reliably.

Income from the government and other grants, whether 'capital' grants or 'revenue' grants, is recognised when the charity has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that the income will be received and the amount can be measured reliably and is not deferred.

d) Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity: this is normally upon notification of the interest paid or payable by the bank.

e) Funds accounting

Unrestricted funds are available to spend on activities that further any of the purposes of the charity. Designated funds are unrestricted funds of the charity which the trustees have decided at their discretion to set aside to use for a specific purpose. Restricted funds are donations which the donor has specified are to be solely used for particular areas of the charity's work or for specific projects being undertaken by the charity.

f) Expenditure and irrecoverable VAT

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.

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Notes to the financial statements

For the year ended 30 June 2020

1. Accounting policies (continued)

f) Expenditure and irrecoverable VAT (continued)

Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred.

g) Allocation of support and governance costs

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Governance costs are the costs associated with the governance arrangements of the charity, including the costs of complying with constitutional and statutory requirements and any costs associated with the strategic management of the charity's activities. These costs have been allocated between cost of raising funds and expenditure on charitable activities based on the proportion of direct costs, as follows:

	2020	2019
Raising funds	5%	5%
Charitable activities	95%	95%

h) Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

i) Cash at bank and in hand

Cash at bank and cash 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.

j) Creditors

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

k) Financial instruments

The charity 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 with the exception of bank loans which are subsequently recognised at amortised cost using the effective interest method.

l) Foreign currency transactions

Transactions in foreign currencies are translated at rates prevailing at the date of the transaction. Balances denominated in foreign currencies are translated at the rate of exchange prevailing at the year end.

m) Accounting estimates and key judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and underlying assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

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Notes to the financial statements

For the year ended 30 June 2020

1. Accounting policies (continued)

m) Accounting estimates and key judgements (continued)

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

There are no key sources of estimation uncertainty that have a significant effect on the amounts recognised in the financial statements.

2. Prior period comparatives

	Restricted £	Unrestricted £	2019 Total £
Income from:			
Donations	9,233	53,013	62,246
Investments	-	6	6
Total income	9,233	53,019	62,252
Expenditure on:			
Raising funds	181	2,954	3,135
Charitable activities	12,083	43,148	55,231
Total expenditure	12,264	46,102	58,366
Net income / (expenditure)	(3,031)	6,917	3,886
Transfers between funds	168	(168)	-
Net movement in funds	(2,863)	6,749	3,886

3. Income from donations

	Restricted £	Unrestricted £	2020 Total £
Regular giving	1,620	24,183	25,803
Other donations	14,760	10,508	25,268
Fundraising donations and appeals	13,422	1,803	15,225
Gift aid	1,232	10,393	11,625
Grant income	5,500	-	5,500
	36,534	46,887	83,421

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Notes to the financial statements

For the year ended 30 June 2020

3. Income from donations (continued)

Prior period comparative

	Restricted £	Unrestricted £	2019 Total £
Regular giving	1,620	22,686	24,306
Other donations	7,613	13,685	21,298
Fundraising donations and appeals	-	5,728	5,728
Gift Aid	-	10,914	10,914
	<u>9,233</u>	<u>53,013</u>	<u>62,246</u>

4. Income from other trading activities

	Restricted £	Unrestricted £	2020 Total £
Sales of African scrubs	-	237	237

There was no income from other trading activities in the prior year.

5. Government grants

The charity does not receive government grants.

6. Total expenditure

	Raising funds £	Charitable activities £	Support and governance costs £	2020 Total £
Tuition fees, allowances and study support tools	-	52,683	-	52,683
Medical equipment	-	1,661	-	1,661
PPE equipment	-	13,655	-	13,655
Programme coordination	-	15,402	-	15,402
Governance costs	-	-	3,276	3,276
Fundraising	<u>4,199</u>	-	-	<u>4,199</u>
Sub-total	4,199	83,401	3,276	90,876
Allocation of support and governance costs	<u>164</u>	<u>3,112</u>	<u>(3,276)</u>	<u>-</u>
Total expenditure	<u>4,363</u>	<u>86,513</u>	<u>-</u>	<u>90,876</u>

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Notes to the financial statements

For the year ended 30 June 2020

6. Total expenditure (continued)

Prior period comparative

	Raising funds £	Charitable activities £	Support and governance costs £	2019 Total £
Tuition fees, allowances and study support tools	-	34,509	-	34,509
Medical equipment	-	4,000	-	4,000
Programme coordination	-	11,946	-	11,946
Governance costs	-	-	5,047	5,047
Fundraising	<u>2,864</u>	<u>-</u>	<u>-</u>	<u>2,864</u>
Sub-total	2,864	50,455	5,047	58,366
Allocation of support and governance costs	<u>271</u>	<u>4,776</u>	<u>(5,047)</u>	<u>-</u>
Total expenditure	<u>3,135</u>	<u>55,231</u>	<u>-</u>	<u>58,366</u>

7. Net movement in funds

This is stated after charging:

	2020 £	2019 £
Trustees' remuneration	Nil	Nil
Trustees' reimbursed expenses	Nil	Nil
Independent examiner's remuneration:		
▪ Independent examination (including VAT)	<u>1,260</u>	<u>1,080</u>

8. Staff costs and numbers

The charity has no paid staff. The key management personnel of the charity comprise the trustees, none of whom were remunerated in the current or prior reporting period.

9. Taxation

The charity is exempt from corporation tax as all its income is charitable and is applied for charitable purposes.

10. Stock

	2020 £	2019 £
African scrubs	<u>320</u>	<u>-</u>

Medic to Medic**Notes to the financial statements****For the year ended 30 June 2020**

11. Debtors

	2020	2019
	£	£
Prepayments	<u>148</u>	<u>184</u>

12. Creditors : amounts due within 1 year

	2020	2019
	£	£
Accruals	<u>1,260</u>	<u>1,080</u>

13. Analysis of net assets between funds

	Restricted funds £	Designated funds £	General funds £	Total funds £
Current assets	9,640	6,000	15,050	30,690
Current liabilities	<u>-</u>	<u>-</u>	<u>(1,260)</u>	<u>(1,260)</u>
Net assets at 30 June 2020	<u>9,640</u>	<u>6,000</u>	<u>13,790</u>	<u>29,430</u>

Prior period comparatives

	Restricted funds £	Designated funds £	General funds £	Total funds £
Current assets	3,242	6,000	28,479	37,721
Current liabilities	<u>-</u>	<u>-</u>	<u>(1,080)</u>	<u>(1,080)</u>
Net assets at 30 June 2019	<u>3,242</u>	<u>6,000</u>	<u>27,399</u>	<u>36,641</u>

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Notes to the financial statements

For the year ended 30 June 2020

14. Movements in funds

	At 1 July 2019 £	Income £	Expenditure £	Transfers between funds £	At 30 June 2020 £
Restricted funds					
Student support	2,673	17,344	(16,288)	-	3,729
Medical equipment	-	2,708	(297)	-	2,411
Hurst essay prize	-	550	(633)	83	-
African scrubs	569	-	(569)	-	-
PPE	-	12,432	(12,452)	20	-
Computer equipment	-	3,000	-	-	3,000
Transport of books	-	500	-	-	500
Total restricted funds	3,242	36,534	(30,239)	103	9,640
Unrestricted funds					
Designated funds	6,000	-	-	-	6,000
General funds	27,397	47,131	(60,635)	(103)	13,790
Share capital	2	-	(2)	-	-
Total unrestricted funds	33,399	47,131	(60,637)	(103)	19,790
Total funds	36,641	83,665	(90,876)	-	29,430

Purposes of restricted funds

Student support	To cover student tuition fees and other education costs.
Medical equipment	To supply medical equipment packs for the supported physiotherapy, nursing and medical students.
Hurst essay prize	Annual competition open to all supported students to write an essay about a general health question.
African scrubs	To manufacture African-themed medical scrubs clothing in Malawi, to sell to UK health workers to raise funds for the charity.
PPE	To provide graduates with a full range of PPE, and a small monetary amount to purchase replenished consumables.
Computer equipment	To purchase 10 laptops to be used by medical students which the charity supports.
Transport of books	To cover the costs of air freight for transporting medical books.

Purposes of designated funds

The designated funds are to ensure the charity has sufficient funds to see the current cohort of students through to graduation in the unfortunate event of the winding up of the charity.

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Notes to the financial statements

For the year ended 30 June 2020

14. Movements in funds (continued)

Transfers between funds

The transfers in to the Hurst essay prize and PPE funds are to top up overspends with general funds.

Prior period comparative

	At 1 July 2018 £	Income £	Expenditure £	Transfers between funds £	At 30 June 2019 £
Restricted funds					
Student support	6,105	8,233	(7,665)	(4,000)	2,673
Medical equipment	-	-	(4,000)	4,000	-
Hurst essay prize	-	250	(418)	168	-
African scrubs	-	750	(181)	-	569
Total restricted funds	6,105	9,233	(12,264)	168	3,242
Unrestricted funds					
Designated funds	3,000	-	-	3,000	6,000
General funds	23,648	53,019	(46,102)	(3,168)	27,397
Share capital	2	-	-	-	2
Total unrestricted funds	26,650	53,019	(46,102)	(168)	33,399
Total funds	32,755	62,252	(58,366)	-	36,641

15. Related party transactions

Share capital of £2 was repaid in equal proportions to Dr Kate Mandeville and Dr Adrian Mandeville, trustees of the charity as the charitable company became a CIO at the start of the financial year.

The CEO, Dr Tamsin Lillie made a loan of £2,000 to the charity to enable the manufacture of PPE to start quickly in Malawi. This was repaid in full out of the money raised in the crowdfunding appeal on 12 May 2020.

The trustees and CEO donated a total of £4,297 to the charity in 2019-20.