

Atd Fourth World - Ireland Limited
Annual Report and Financial Statements
for the financial year ended 31 December 2019

Atd Fourth World - Ireland Limited

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Atd Fourth World - Ireland Limited

DIRECTORS AND OTHER INFORMATION

Directors	Hugh Frazer Gerald Doherty Isabelle Pypaert-Perrin Maurice Hurely Marie Williams Juliette Pechenart Gail Maire Seekamp Elaine Phelan
Company Secretary	Marie Williams
Company Number	475746
Charity Number	18678
Registered Office and Business Address	30 Mountjoy Square Dublin 1
Auditors	KT Nolan & Associates Limited Chartered Accountants and Registered Auditor 302 The Capel Building Mary's Abbey Dublin 7 Ireland
Bankers	Bank of Ireland Sutton Dublin 13

Atd Fourth World - Ireland Limited

DIRECTORS' REPORT

for the financial year ended 31 December 2019

The directors present their report and the audited financial statements for the financial year ended 31 December 2019.

2019 was a year of celebration for ATD Ireland as it marked with friends and supporters 20 years of engagement with individuals and families experiencing poverty and exclusion in Ireland. It was also a year of change as it commenced a period of transition for the establishment of new permanent team in Dublin to be concluded in July 2020.

Our key actions during the year included:

- Regular visits to individuals and families to offer support and learn from their experiences of resisting poverty;
- A major project and report detailing the lived experience of people facing socioeconomic discrimination in their daily lives which served as a contribution to the wider ongoing campaign to have the ground of socioeconomic discrimination recognised in Irish equality legislation;
- The Irish launch of ATD Fourth World's international participatory report in conjunction with Oxford University on 'The Hidden Dimensions of Poverty' presented by the ATD Fourth World UK delegation; and
- The facilitation of the Dublin event for the International United Nations Day for the Eradication of Poverty on 17 October and the provision of networking support to groups around the country for the observance of the Day.

A number of advocacy campaigns were supported in association with partner organisations including the promotion of Agenda 2030 for Sustainable Development and the Leave No One Behind Promise (which included a charity cycle from Dublin to Paris), and the Minimum Essential Standard of Living (MESL) campaign.

Finally, the organisation moved to a new office in 30 Mountjoy Square, Dublin 1, so enabling it to continue its presence to disadvantaged communities in the north inner city and beyond.

After a deficit budget of (€7,155) in the year 2018, ATD ended 2019 with a surplus budget of €6,175.

This is thanks to a strong year which saw Income of €136,785 which is an increase 18.2% over 2018 Income of €115,713. This increase in Income generation is accompanied by an expected rise in expenses to €130,610 which is an increase of only 6.3% over 2018 expenses of €122,868. The higher growth of Income over expenses creates a surplus for the year and is a sign of improved effectiveness and efficiency in operations and management.

Principal Risks and Uncertainties

ATD Fourth World-Ireland Ltd is funded by grants and donations from the public and like all companies in this sector is dependent on securing sufficient funding.

For the past 10 years and for the coming 4 years, the French ATD Fondation is committed to support ATD Ireland to balance its annual budgets.

Financial Results

The surplus/(deficit) for the financial year amounted to €6,175 (2018 - €(7,155)).

At the end of the financial year, the company has assets of €18,912 (2018 - €6,866) and liabilities of €13,402 (2018 - €7,531). The net liabilities of the company have decreased by €6,175.

Directors and Secretary

The directors who served throughout the financial year were as follows:

Hugh Frazer
Gerald Doherty
Isabelle Pypaert-Perrin
Maurice Hurely
Marie Williams
Juliette Pechenart
Gail Maire Seekamp
Elaine Phelan

The secretary who served throughout the financial year was Marie Williams.

Future Developments

The company plans to continue its present activities.

Post Balance Sheet Events

There have been no significant events affecting the company since the financial year-end.

Atd Fourth World - Ireland Limited

DIRECTORS' REPORT

for the financial year ended 31 December 2019

Auditors

The auditors, KT Nolan & Associates Limited, (Chartered Accountants) have indicated their willingness to continue in office in accordance with the provisions of section 383(2) of the Companies Act 2014.

Accounting Records

To ensure that proper books and accounting records are kept in accordance with Section 202 Companies Act, 1990, the directors have employed appropriately qualified accounting personnel and have maintained appropriate computerised accounting systems. The books of account are located at the company's office at 30 Mountjoy Square, Dublin 1.

Signed on behalf of the board

Gerald Doherty
Director

23 April 2020

Juliette Pechenart
Director

23 April 2020

Atd Fourth World - Ireland Limited

DIRECTORS' RESPONSIBILITIES STATEMENT

for the financial year ended 31 December 2019

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable Irish law and regulations.

Irish company law requires the directors to prepare financial statements for each financial year. Under the law the directors have elected to prepare the financial statements in accordance with the Companies Act 2014 and FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" issued by the Financial Reporting Council. Under company law, the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the assets, liabilities and financial position of the company as at the financial year end date and of the surplus or deficit of the company for the financial year and otherwise comply with the Companies Act 2014.

In preparing these financial statements, the directors are required to:

- select suitable accounting policies for the company financial statements and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether the financial statements have been prepared in accordance with applicable accounting standards, identify those standards, and note the effect and the reasons for any material departure from those standards; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for ensuring that the company keeps or causes to be kept adequate accounting records which correctly explain and record the transactions of the company, enable at any time the assets, liabilities, financial position and surplus or deficit of the company to be determined with reasonable accuracy, enable them to ensure that the financial statements and Directors' Report comply with the Companies Act 2014 and enable the financial statements to be readily and properly audited. 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.

Signed on behalf of the board

Gerald Doherty
Director

23 April 2020

Juliette Pechenart
Director

23 April 2020

INDEPENDENT AUDITOR'S REPORT

to the Members of Atd Fourth World - Ireland Limited

Report on the audit of the financial statements

Opinion

We have audited the financial statements of Atd Fourth World - Ireland Limited ('the company') for the financial year ended 31 December 2019 which comprise the Income and Expenditure Account, the Balance Sheet, the Reconciliation of Members' Funds, the Cash Flow Statement and the related notes to the financial statements, including a summary of significant accounting policies set out in note 2. The financial reporting framework that has been applied in their preparation is Irish Law and FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

In our opinion the financial statements:

- give a true and fair view of the assets, liabilities and financial position of the company as at 31 December 2019 and of its surplus for the financial year then ended;
- have been properly prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland"; and
- have been properly prepared in accordance with the requirements of the Companies Act 2014.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (Ireland) (ISAs (Ireland)) 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 ethical requirements that are relevant to our audit of financial statements in Ireland, including the Ethical Standard for Auditors (Ireland) issued by the Irish Auditing and Accounting Supervisory Authority (IAASA), 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.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which ISAs (Ireland) 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.

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 2014

Based solely on the work undertaken in the course of the audit, we report that:

- in our opinion, 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
- in our opinion, the Directors' Report has been prepared in accordance with the Companies Act 2014.

We have obtained all the information and explanations which we consider necessary for the purposes of our audit.

In our opinion the accounting records of the company were sufficient to permit the financial statements to be readily and properly audited. The financial statements are in agreement with the accounting records.

Matters on which we are required to report by exception

Based on the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified any material misstatements in the Directors' Report. The Companies Act 2014 requires us to report to you if, in our opinion, the disclosures of directors' remuneration and transactions required by sections 305 to 312 of the Act are not made. We have nothing to report in this regard.

INDEPENDENT AUDITOR'S REPORT

to the Members of Atd Fourth World - Ireland Limited

Respective responsibilities

Responsibilities of directors for the financial statements

As explained more fully in the Directors' Responsibilities Statement, 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 they 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 concern basis of accounting unless management either intends to liquidate the company or to cease operation, or has 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 (Ireland) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is contained in the appendix to this report, located at page 9, which is to be read as an integral part of our report.

The purpose of our audit work and to whom we owe our responsibilities

Our report is made solely to the company's members, as a body, in accordance with section 391 of the Companies Act 2014. 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 any 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.

Kieron Nolan

for and on behalf of

KT NOLAN & ASSOCIATES LIMITED

Chartered Accountants and Registered Auditor

302 The Capel Building

Mary's Abbey

Dublin 7

Ireland

23 April 2020

Atd Fourth World - Ireland Limited

APPENDIX TO THE INDEPENDENT AUDITOR'S REPORT

Further information regarding the scope of our responsibilities as auditor

As part of an audit in accordance with ISAs (Ireland), we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our Auditor's Report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our Auditor's Report. However, future events or conditions may cause the company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Atd Fourth World - Ireland Limited

INCOME AND EXPENDITURE ACCOUNT

for the financial year ended 31 December 2019

	Notes	2019 €	2018 €
Income	4	136,785	115,713
Expenditure		<u>(130,610)</u>	<u>(122,868)</u>
Surplus/(deficit) for the financial year		<u>6,175</u>	<u>(7,155)</u>
Total comprehensive income		<u><u>6,175</u></u>	<u><u>(7,155)</u></u>

Approved by the board on 23 April 2020 and signed on its behalf by:

Gerald Doherty
Director

Juliette Pechenart
Director

Atd Fourth World - Ireland Limited

BALANCE SHEET

as at 31 December 2019

	Notes	2019 €	2018 €
Current Assets			
Debtors	7	8,297	3,405
Cash and cash equivalents		10,615	3,461
		<u>18,912</u>	<u>6,866</u>
Creditors: Amounts falling due within one year	8	(13,402)	(7,531)
Net Current Assets/(Liabilities)		5,510	(665)
Total Assets less Current Liabilities		5,510	(665)
Reserves			
Income and expenditure account		5,510	(665)
Equity attributable to owners of the company		5,510	(665)

Approved by the board on 23 April 2020 and signed on its behalf by:

Gerald Doherty
Director

Juliette Pechenart
Director

Atd Fourth World - Ireland Limited
RECONCILIATION OF MEMBERS' FUNDS

as at 31 December 2019

	Retained surplus/ (deficit) €	Total €
At 1 January 2018	6,490	6,490
Deficit for the financial year	<u>(7,155)</u>	<u>(7,155)</u>
At 31 December 2018	(665)	(665)
Surplus for the financial year	<u>6,175</u>	<u>6,175</u>
At 31 December 2019	<u><u>5,510</u></u>	<u><u>5,510</u></u>

Atd Fourth World - Ireland Limited**CASH FLOW STATEMENT**

for the financial year ended 31 December 2019

	Notes	2019 €	2018 €
Cash flows from operating activities			
Surplus/(deficit) for the financial year		6,175	(7,155)
		<u>6,175</u>	<u>(7,155)</u>
Movements in working capital:			
Movement in debtors		(4,892)	(905)
Movement in creditors		5,871	(12,518)
		<u>7,154</u>	<u>(20,578)</u>
Cash generated from/(used in) operations		7,154	(20,578)
Net increase/(decrease) in cash and cash equivalents		7,154	(20,578)
Cash and cash equivalents at beginning of financial year		3,461	24,039
Cash and cash equivalents at end of financial year	13	10,615	3,461

Atd Fourth World - Ireland Limited

NOTES TO THE FINANCIAL STATEMENTS

for the financial year ended 31 December 2019

1. GENERAL INFORMATION

Atd Fourth World - Ireland Limited is a company limited by guarantee incorporated in the Republic of Ireland.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the company's financial statements.

Statement of compliance

The financial statements of the company for the year ended 31 December 2019 have been prepared on the going concern basis and in accordance with generally accepted accounting principles in Ireland and Irish statute comprising the Companies Act 2014 and in accordance with the Financial Reporting Standard applicable in the United Kingdom and the Republic of Ireland (FRS 102) issued by the Financial Reporting Council.

Basis of preparation

The financial statements have been prepared on the going concern basis and in accordance with the historical cost convention except for certain properties and financial instruments that are measured at revalued amounts or fair values, as explained in the accounting policies below. Historical cost is generally based on the fair value of the consideration given in exchange for assets. The financial reporting framework that has been applied in their preparation is the Companies Act 2014 and FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" issued by the Financial Reporting Council.

The company qualifies as a large company as defined by section 280H of the Companies Act 2014 in respect of the financial year.

Income

Income comprises the funding received from grants and donations during the year.

Trade and other debtors

Trade and other debtors are initially recognised at fair value and thereafter stated at amortised cost using the effective interest method less impairment losses for bad and doubtful debts except where the effect of discounting would be immaterial. In such cases the receivables are stated at cost less impairment losses for bad and doubtful debts.

Trade and other creditors

Trade and other creditors are initially recognised at fair value and thereafter stated at amortised cost using the effective interest rate method, unless the effect of discounting would be immaterial, in which case they are stated at cost.

Taxation

The company is recognised as a charitable organisation by the Revenue Commissioners and therefore no charge to tax arises as company is exempt from corporate income taxes

Foreign currencies

Monetary assets and liabilities denominated in foreign currencies are translated at the rates of exchange ruling at the Balance Sheet date. Non-monetary items that are measured in terms of historical cost in a foreign currency are translated at the rates of exchange ruling at the date of the transaction. Non-monetary items that are measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was determined. The resulting exchange differences are dealt with in the Income and Expenditure Account.

3. DEPARTURE FROM COMPANIES ACT 2014 PRESENTATION

The directors have elected to present an Income and Expenditure Account instead of a Profit and Loss Account in these financial statements as this company is a not-for-profit entity.

Atd Fourth World - Ireland Limited
NOTES TO THE FINANCIAL STATEMENTS

continued

for the financial year ended 31 December 2019

4. INCOME

The income for the financial year has been derived from:-

	2019	2018
	€	€
Social Inclusion Division DSP	5,700	6,000
Forsa Small Grants Fund	250	1,900
ATD Fourth World Foundation	100,000	65,000
Sale of Publications	-	15,960
Donations	11,057	8,447
Sales type F	-	2,000
Erasmus and Other EU funding	-	197
International 17 October Committee	237	-
Tesco Community Fund	-	12,559
Association Science et Service Volontariat ATD	-	2,800
Cork street fund	-	450
Community Platform Grant	-	400
North East Inner City (NEIC) Fund	2,300	-
ATD International through Agence Francaise De Developpemet (AFD)	997	-
Concern Worldwide	5,000	-
Irish Human Rights & Equality Commission (IHREC)	5,594	-
Dublin City Council	1,300	-
National Youth Council of Ireland	400	-
Dublin City Community Enhancement Programme	3,950	-
	<u>136,785</u>	<u>115,713</u>

The whole of the company's income is attributable to its market in the Republic of Ireland and is derived from the principal activity of receiving donations and grants for its social projects.

5. OPERATING SURPLUS/(DEFICIT)

	2019	2018
	€	€
Operating surplus/(deficit) is stated after charging:		
Auditor's remuneration		
- audit of individual company accounts	1,000	1,000
	<u>1,000</u>	<u>1,000</u>

6. EMPLOYEES AND REMUNERATION

The staff costs comprise:	2019	2018
	€	€
Wages and salaries	62,307	61,379
	<u>62,307</u>	<u>61,379</u>

7. DEBTORS

	2019	2018
	€	€
Trade debtors	997	2,105
Other debtors	2,800	1,300
Prepayments	4,500	-
	<u>8,297</u>	<u>3,405</u>

8. CREDITORS

Amounts falling due within one year	2019	2018
	€	€
Taxation (Note 9)	1,325	2,160
Accruals	2,077	1,077
Deferred Income	10,000	4,294
	<u>13,402</u>	<u>7,531</u>

Atd Fourth World - Ireland Limited
NOTES TO THE FINANCIAL STATEMENTS

continued

for the financial year ended 31 December 2019

9. TAXATION	2019	2018
	€	€
Creditors:		
PAYE	1,325	2,160

10. STATUS

The liability of the members is limited.

Every member of the company undertakes to contribute to the assets of the company in the event of its being wound up while they are members or within one year thereafter for the payment of the debts and liabilities of the company contracted before they ceased to be members and the costs, charges and expenses of winding up and for the adjustment of the rights of the contributors among themselves such amount as may be required, not exceeding € 1.

11. CAPITAL COMMITMENTS

The company had no material capital commitments at the financial year-ended 31 December 2019.

12. POST-BALANCE SHEET EVENTS

There have been no significant events affecting the company since the financial year-end.

13. CASH AND CASH EQUIVALENTS	2019	2018
	€	€
Cash and bank balances	10,615	3,461

14. APPROVAL OF FINANCIAL STATEMENTS

The financial statements were approved and authorised for issue by the board of directors on 23 April 2020.

ATD FOURTH WORLD - IRELAND LIMITED

SUPPLEMENTARY INFORMATION

RELATING TO THE FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2019

NOT COVERED BY THE REPORT OF THE AUDITORS

THE FOLLOWING PAGES DO NOT FORM PART OF THE AUDITED FINANCIAL STATEMENTS

Atd Fourth World - Ireland Limited
SUPPLEMENTARY INFORMATION RELATING TO THE FINANCIAL STATEMENTS
TRADING STATEMENT
for the financial year ended 31 December 2019

	Schedule	2019 €	2018 €
Income		<u>136,785</u>	<u>115,713</u>
Gross surplus Percentage		<u>100.0%</u>	<u>100.0%</u>
Overhead expenses	1	<u>(130,610)</u>	<u>(122,868)</u>
Net surplus/(deficit)		<u><u>6,175</u></u>	<u><u>(7,155)</u></u>

Atd Fourth World - Ireland Limited**SUPPLEMENTARY INFORMATION RELATING TO THE FINANCIAL STATEMENTS****SCHEDULE 1 : OVERHEAD EXPENSES**

for the financial year ended 31 December 2019

	2019 €	2018 €
Administration Expenses		
Wages and salaries	62,307	61,379
Staff training	8,145	6,900
Rent payable	20,253	14,400
Insurance	2,429	2,538
Light and heat	3,800	4,619
Materials,Printing, postage and stationery	26,928	24,234
Telephone	1,544	1,773
Transport	2,450	2,862
Bank charges	99	74
General expenses	1,055	2,489
Subscriptions	600	600
Auditor's remuneration	1,000	1,000
	<u>130,610</u>	<u>122,868</u>