

Atd Fourth World - Ireland Limited
Annual Report and Financial Statements
for the financial year ended 31 December 2020

Atd Fourth World - Ireland Limited

CONTENTS

	Page
Directors and Other Information	3
Directors' Report	4 - 5
Directors' Responsibilities Statement	6
Independent Auditor's Report	7 - 8
Appendix to the Independent Auditor's Report	9
Income and Expenditure Account	10
Balance Sheet	11
Reconciliation of Members' Funds	12
Notes to the Financial Statements	13 - 16
Supplementary Information on Trading Statement	17 - 18

Atd Fourth World - Ireland Limited
DIRECTORS AND OTHER INFORMATION

Directors

Elaine Phelan
Juliette Pechenart
Isabelle Pypaert
Bernie Brown
Maurice Hurley
Hugh Frazer
Robbie Gilligan
Pat O'Gorman

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 2020

The directors present their report and the audited financial statements for the financial year ended 31 December 2020.

2020 was an unprecedented year and a very difficult period for many of our members. Covid 19 and the extensive lockdown put a serious amount of pressure on many people who were already living in hardship. One of ATD Ireland's key goals is developing connections between people, especially those who become isolated due to poverty. So when lockdown measures began pushing people further into loneliness and isolation we had to adapt.

Two new key actions developed during this time were our #Keepconnected project and our Lockdown Liberties writing group. The essential aims of both were to connect to our members through any means. Acknowledging the fact that many of our family members were already left behind digitally, we began with weekly phone calls and handwritten letters and cards. In parallel we also developed an online presence through Facebook and other social media. Through the KeepConnect project we tried to maintain connections. It might have seemed not overly important, but it was vital for many and we received a lot of positive feedback:

"Most importantly, these connections helped us realize that the world was still there. We kept our humanity with dignity even though we were battered and confused by the whole surreal situation. Even the word isolation - it doesn't bring up any positive connotations, does it? Just being told you are in isolation makes you feel alone and it can really get into your head."

"The fact that people were thinking of you brought in the human element. The isolation was like been put into solitary confinement, like a prison... the #KeepConnected page broke this space, like a clinch of light through the window... being surprised by the sight of the sun or a flower. These moments were so important. The gesture of reaching out was critical. "

The second key action was the online 'Lockdown Liberties' group, a space where members could share poetry they had written:

"Writing poetry - it got me out of my head where I was imprisoned for a while...Without this group, I would have been a prisoner in my mind."

"It allowed people to express their fears, concerns, and joy in a safe trustworthy space. That is something that is not to be underestimated in the very surreal situation that is the lockdown and the extreme restrictions people had to endure."

Our other key actions of the year included the project 'Does it Only Happen to Me?', which contributes to the wider campaign to have socio-economic discrimination recognized as a tenth ground of discrimination in the Irish Equal Status Act. Our Socio-Economic Status (SES) project offers a platform for members and volunteers of ATD's network to provide a space for people who experience socio-economic discrimination to communicate their stories. We are beginning to see our hard work pay off as the campaign continues to be spread by individuals and agencies throughout Ireland. For example, the article below was printed in the Irish Times. We have new funded projects in the works that we hope will further the campaign's dissemination which focus on those who suffer from this discrimination telling their stories through art and film.

As part of our promotion of the 'The Hidden Dimensions of Poverty', ATD Fourth World's international participatory report in conjunction with Oxford University, we are developing a new educational poverty-awareness resource and workshop which offers a fresh look at persistent poverty and what it means to "Leave No One Behind". It is aimed at educationalists, teachers and curriculum development specialists and provides wide access to a learning resource on poverty, including presentations by ATD Ireland community activists highlighting the important voice of people with lived experience of poverty.

We observed International United Nations Day for the Eradication on 17 October by facilitating a webinar and providing network support to local groups around the country.

We have been sharing widely our new films, '17 Voices, 1 Message; Stop Poverty' and 'What does Poverty mean to you?'. Both films were spread widely on social media and shown at the EPIC centre and more recently, Trinity College.

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

The Company is limited by guarantee not having a share capital and its registered charity number is: 20072131 with CRA and CHY 18678 with the Revenue.

Atd Fourth World - Ireland Limited

DIRECTORS' REPORT

for the financial year ended 31 December 2020

Principal Risks and Uncertainties

ATD Fourth World-Ireland Ltd is funding 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 5 years, the French ATD Fondation is committed to support ATD Ireland to balance its annual budgets.

Financial Results

The surplus for the financial year amounted to €19,336 (2019 - €6,175).

At the end of the financial year, the company has assets of €61,042 (2019 - €18,912) and liabilities of €36,196 (2019 - €13,402). The net assets of the company have increased by €19,336.

Directors and Secretary

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

Elaine Phelan
Juliette Pechenart
Isabelle Pypaert
Bernie Brown
Maurice Hurley
Hugh Frazer
Robbie Gilligan
Pat O'Gorman

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.

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

Elaine Phelan
Director

Juliette Pechenart
Director

Date: 22/05/2021

Date: 22/05/2021

Atd Fourth World - Ireland Limited

DIRECTORS' RESPONSIBILITIES STATEMENT

for the financial year ended 31 December 2020

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

Elaine Phelan
Director

Date: 22/05/2021

Juliette Pechenart
Director

Date: 22/05/2021

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 2020 which comprise the Income and Expenditure Account, the Balance Sheet, the Reconciliation of Members' Funds and notes to the financial statements, including the 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" issued in the United Kingdom by the Financial Reporting Council.

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 2020 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 described below in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of 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

In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the company's ability to continue as a going concern for a period of at least twelve months from the date when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

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.

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 course of 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

In our opinion, based solely on the work undertaken in the course of the audit, we report that:

- the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Directors' Report has been prepared in accordance with the Companies Act 2014.

We have obtained all the information and explanations which, to the best of our knowledge and belief, are 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. In our opinion the financial statements are in agreement with the accounting records.

INDEPENDENT AUDITOR'S REPORT

to the Members of Atd Fourth World - Ireland Limited

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, which relate to disclosures of directors' remuneration and transactions are not complied with by the company. We have nothing to report in this regard.

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 in accordance with the applicable financial reporting framework that 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, if 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 the 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

Date: 22/05/2021

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 2020

	Notes	2020 €	2019 €
Income	4	118,609	136,785
Expenditure		(99,273)	(130,610)
Surplus for the financial year		<u>19,336</u>	<u>6,175</u>
Total comprehensive income		<u><u>19,336</u></u>	<u><u>6,175</u></u>

Atd Fourth World - Ireland Limited
BALANCE SHEET

as at 31 December 2020

	Notes	2020 €	2019 €
Current Assets			
Debtors	6	17,025	8,297
Cash and cash equivalents		44,017	10,615
		<u>61,042</u>	<u>18,912</u>
Creditors: Amounts falling due within one year	7	(36,196)	(13,402)
Net Current Assets		24,846	5,510
Total Assets less Current Liabilities		24,846	5,510
Reserves			
Income and expenditure account		24,846	5,510
Equity attributable to owners of the company		24,846	5,510

Approved by the board on 22/05/2021 and signed on its behalf by:

Elaine Phelan
Director

Juliette Pechenart
Director

Atd Fourth World - Ireland Limited
RECONCILIATION OF MEMBERS' FUNDS
as at 31 December 2020

	Retained surplus	Total
	€	€
At 1 January 2019	(665)	(665)
Surplus for the financial year	6,175	6,175
At 31 December 2019	5,510	5,510
Surplus for the financial year	19,336	19,336
At 31 December 2020	24,846	24,846

Atd Fourth World - Ireland Limited

NOTES TO THE FINANCIAL STATEMENTS

for the financial year ended 31 December 2020

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 2020 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.

Cash flow statement

The company has availed of the exemption in FRS 102 from the requirement to prepare a Cash Flow Statement because it is classified as a small company.

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
for the financial year ended 31 December 2020

continued

4. INCOME

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

	2020	2019
	€	€
Social Inclusion unit, Department of Social Protection	4,934	5,700
Impact's Joe Lucey Fund	-	250
ATD Fourth World Foundation	83,130	100,000
Sale of Publications	-	2,300
Donations	2,676	11,057
Dublin City Council	-	1,300
Erasmus and Other EU funding	25,000	997
EU Citizen Programme	-	237
Tesco Community Fund	2,869	14,544
Association Science et Service Volontariat ATD	-	400
	<u>118,609</u>	<u>136,785</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. EMPLOYEES AND REMUNERATION

The staff costs comprise:

	2020	2019
	€	€
Wages and salaries	60,183	62,307

6. DEBTORS

	2020	2019
	€	€
Trade debtors	9,130	997
Other debtors	3,395	2,800
Prepayments and accrued income	4,500	4,500
	<u>17,025</u>	<u>8,297</u>

7. CREDITORS

Amounts falling due within one year

	2020	2019
	€	€
Taxation (Note 8)	2,754	1,325
Accruals	3,442	2,077
Deferred Income	30,000	10,000
	<u>36,196</u>	<u>13,402</u>

8. TAXATION

	2020	2019
	€	€
Creditors:		
PAYE	2,754	1,325

Atd Fourth World - Ireland Limited
NOTES TO THE FINANCIAL STATEMENTS
for the financial year ended 31 December 2020

continued

9. 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.

10. CAPITAL COMMITMENTS

The company had no material capital commitments at the financial year-ended 31 December 2020.

11. POST-BALANCE SHEET EVENTS

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

12. APPROVAL OF FINANCIAL STATEMENTS

The financial statements were approved and authorised for issue by the board of directors on 22/05/2021.