



LAMB HEALTH *Bangladesh*

Annual Report 16 for the year to 31 December 2019

This Annual Report includes:

Chair's Statement	page 2
The Activities of LAMB	pages 3 to 4
Trustees' Report	pages 5 to 9
Finances at a glance	page 10
Independent Examiner's report	page 11
Financial Statements	pages 12 to 18

Registered charity no. 1101217
www.lambhealth.org.uk
56a St. Peter's Road, Reading, RG6 1PH.

LAMB Health

CHAIR'S STATEMENT for the year to 31 December 2019

Once again it gives me great pleasure to commend this Annual Report to you, our supporters. I continue to be delighted with your generosity and what LAMB has been able to achieve with the money we send. In 2019 44,500 outpatients and over 7,000 in-patients were seen. About 8% of the out-patients (averaging £3.20 each) and 28% on the inpatients (averaging £35 each) access poor fund. It is wonderful to just think for a moment of the number of poorer families whose suffering was alleviated by LAMB supported by the money sent by LAMB Health each year for the poor fund.

In October, about 35 people joined us for the LAMB Day in Reading, where many encouraging stories were shared. In December, Development Photographer, Adam Dickens, who was instrumental in putting together LAMB Health's website, visited LAMB and has sent us some fantastic photographs.

I want to share three other pieces of good news from 2019. The first is the arrival of a new senior physician, Dr Chris Shin, to lead the medical team at LAMB. The second is that the LAMB Board gave the go-ahead for LAMB to focus more on helping those with mental illness, and exploratory work has already started to learn how best this can be done. And the third piece of good news is the national recognition that LAMB is now registered for training doctors in Obstetrics & Gynaecology.

Throughout the summer two applications for funding to DfID were written and presented – but neither were granted. On the day following this disappointing news, we heard that LAMB Health had received a grant funded by a large anonymous donation. Over the last few months a project has been written, to start in 2020, working to reduce child marriage (as did our last big community health project), but this time also to build resilience in the adolescent groups to protect against emotional/mental illness. This is pioneering work which will inform future strategies.

One of LAMB's aims is that all who come into contact with their work will experience the love of Christ. We too aspire to join with this in all we do. Thank you for standing with us.

Rosemary Croft – Chair of Trustees

25 January 2020



LAMB Health

The Activities of LAMB (Lutheran Aid to Medicine in Bangladesh)

LAMB is based in Parbatipur in North-West Bangladesh. It offers affordable and appropriate health care to a catchment area of around 2 million people and promotes community development for about 6 million people, with emphasis on the rights of women and children. LAMB works toward physical as well as social, emotional, and spiritual wellbeing.

What are LAMB's Objectives and Ends?

The broad aim for LAMB is to see people in Bangladesh transformed by the love of God, experiencing abundant life and living in healthy, just communities.

This is focused to the specific aims:

- People most in need, especially the poorest of the poor, have improved health
- Appropriate health policies are implemented by the Government health providers
- Community leaders take responsibility for health and justice in their communities
- Communities deliver and sustain equitable, accessible health and social systems

Across all these aims, people in contact with LAMB experience the love of Christ and are offered help to understand what they experienced.



What services does LAMB provide?

An integrated household-to-hospital continuum of care through

- training of village health volunteers to work in their own communities
- support to communities to set up and manage health care centres
- a 150-bed hospital, specialising in obstetrics and gynaecology, paediatrics, surgery and medicine. In 2019 the hospital admitted over 7,000 in-patients and saw over 44,000 out-patients

A disability programme reaches out through community clinics for initial contact, training, therapy and support for families. A residential unit provides therapy and assistive devices, while also strengthening parental understanding of their child's capabilities. The work improves the status of otherwise marginalised people.

There is a plan to develop a dental clinic in 2020 and LAMB hopes that the medical in-patient work will again expand with the leadership of Dr Shin.

LAMB Health

The Activities of LAMB (continued)

Nursing and midwifery training are run under a government-approved scheme, providing classroom and hands on instruction. Graduates are much in demand: LAMB midwives are now serving Rohingya refugees women in SE Bangladesh camps.

International research addressing key rural health problems in Bangladesh.
An English-medium school provides education for the children of staff and others.

How does LAMB benefit the people of Bangladesh?

LAMB aims to be self sustaining and so charges for its health services. It also obtains income from training, technical assistance and consultancy work. However, LAMB is committed to serving the poor who cannot afford to pay, in an area where a labourer's wage is less than £2 a day. Many patients need help with fees, and so benefit from subsidies, mainly funded by LAMB Health.

LAMB budgets about £100,000 a year to provide subsidies to make health care available to the poorest people in the communities. The subsidy for poor hospital patients in 2019 averaged £35 for patient. The Poor Fund subsidized treatment for 2,106 inpatients and 3,452 outpatients. The benefits of individuals being restored to good health also extends to their family and community members.



LAMB relies upon LAMB Health grants for the Poor Fund

In 2019 LAMB Health sent £90,000 for LAMB's Poor Fund plus an extra 10% towards managing it. This enabled many of the poorest people to receive subsidised treatment. LAMB has no other significant recurring source of income to fund the Poor Fund, so the Charity plays a key role by making grants for this purpose.

LAMB community health work among adolescents

The work among adolescents in the areas where LAMB works continues, and LAMB Health is very excited to have been involved in the development of a new project, starting in 2020, which aims to improve adolescent mental health. Suicide is now, we believe, the biggest killer of adolescent and women under age 35 and this work is much needed.

For more information on LAMB please refer to www.LAMBproject.org

LAMB Health

TRUSTEES' REPORT for the year to 31 December 2019

The Trustees of LAMB Health (the Charity), registered charity no. 1101217, present the sixteenth annual report and financial statements which are for the year to 31 December 2019.

Objectives and activities

Objects of the charity

The objects of the Charity are:-

- (i) the relief of poverty, sickness and disability;
- (ii) the advancement of education;
- (iii) the preservation and protection of good health;
- (iv) to promote such other charitable purposes according to the laws of England and Wales as the Trustees in their absolute discretion think fit.

The area of benefit is Bangladesh and South Asia.

Activities

The Trustees have decided that for the time being they will achieve the objectives of the Charity by supporting LAMB through raising funds to provide financial support, and to make known its model of integrated health care and community development.

The activities of LAMB are summarised on pages 3 and 4.

The Trustees authorise grants to LAMB for purposes which LAMB has requested and which are within the Charity's objectives.

The Charity is a Christian organisation and the Trustees believe that God both guides and helps them in management decisions and fund raising. We thank God for all the supporters, their generosity and for their prayers for the work of the Charity and of LAMB.

Achievements for the year

Recurring donations increased but did not achieve the increased target of £110,000. The Trustees recognise the commitment of both the group of long term regular donors and those who have started regular giving in the year. Regular income by standing order meets over half the grants for the Poor Fund, which provides a good basis for the continued funding of the Poor Fund.

Total donations of £116,852 and a legacy of £1,722, gave total voluntary income of £118,564, a 30% decrease from the previous year.

Grant income was £255,000, primarily a grant from Stewardship.

This contributed to the significant increase in total income to £373,365.

Grants to LAMB for its activities, primarily the Poor Fund, were £137,535.

Grants for the new Adolescent & Community Transformation Project were £98,000.

The Trustees have satisfied themselves that the grants are used for the purposes intended, in particular to benefit poor people in rural Bangladesh. During the year two trustees visited LAMB to see the activities for themselves.

LAMB Health

TRUSTEES' REPORT for the year to 31 December 2019 (continued)

Funds held by the Charity have increased by £130,912 to £200,330. Most of this increase is because £152,000 of the grant from Stewardship has been retained in reserves and will be sent to LAMB over the next two years.

Grant for Adolescent & Community Transformation Project (ACT)

Receipt of an unexpected grant of £250,000 for use over the medium term provided the opportunity to invite LAMB to suggest a project to be funded by this money. LAMB proposed building on the successful Ashirbad project, which improved adolescent reproductive health as a major step towards reducing early marriage and difficult pregnancies and births.

The new ACT project, has the goal of improved mental health, psycho-social well-being and sexual and reproductive health among adolescents in the selected areas of Nawabganj.

The purposes are:

1. Adolescents are empowered with decision making skills, coping strategies and awareness on sexual reproductive health and mental health issues
2. Parents, leaders and community people are mobilized and express new norms, attitude and behaviour regarding adolescent sexual reproductive health and mental health
3. Adolescents with sexual reproductive, mental health and psychosocial problems have access to and use appropriate sexual reproductive health and mental health care

The grant will go to LAMB as follows: 2019 - £98,000, 2020 - £75,000, 2021 - £77,000.

DfID grant

The Charity, in conjunction with LAMB, concluded the Ashirbad project in July 2018. The final evaluation of the Ashirbad project showed that the project delivered its objectives. In 2019 DfID concluded that the project was completed to the highest standard expected. LAMB deserve this recognition of the quality of their community programme, and its ability to improve the livelihoods of beneficiaries.

Fundraising

Donations from third parties are used solely for grants in furtherance of the objectives of the Charity. Donations by trustees and former trustees contribute the unrestricted income, from which the costs of running the Charity are paid.

The Trustees raise funds by seeking donations from individuals and churches in the UK who wish to support LAMB. Two grant applications to DfID were unsuccessful. No applications were made to grant making trusts.

Achievements since Inception

The Charity's total income during the sixteen years of operation was £2,796,000, from which grants made to LAMB and expenditure in support of its work amount to £2,593,000. The difference is held in reserves.

Looking Ahead

The Trustees intend to continue supporting LAMB, with a target for recurring income of £100,000 for this purpose in 2020.

It is not in current plans to widen support to other healthcare work in South Asia.

LAMB Health

TRUSTEES' REPORT for the year to 31 December 2019 (continued)

Structure, Governance and Management

Trust Deed

LAMB Health is a Trust established by a Trust Deed dated 10 January 2003, and amended by a revised Trust Deed dated 31 January 2008.

Trustees

The Trustees met on five occasions in 2019 to deal with the business of the Charity. Considerable work was undertaken by the trustees in conjunction with LAMB to plan the ACT project funded by a grant from Stewardship.

The Trustees from 1 January 2019 to 25 January 2020 were:-

Dr Rosemary Croft (Chair)	Nominated by LAMB	(Re-appointed January 2019)
Mr John Ayrton	Elected by Trustees	(Appointed 1 February 2018)
Dr Christine Edwards	Nominated by LAMB	(Re-appointed September 2017)
Mrs Vikki Ford-Powell	Elected by Trustees	(Appointed 1 February 2018)
Dr Judith Hansford	Elected by Trustees	(Re-appointed May 2019)
Mr Mike Mitchell	Elected by Trustees	(Appointed January 2016)
Mr Richard Todd	Nominated by LAMB	(Re-appointed September 2017)

Selection of Trustees

The Deed states that the body of Trustees shall consist, when complete, of seven persons, being four co-opted (elected by the Trustees) and three nominated by the Board of LAMB. Trustees serve for terms of four years, after which they can be re-appointed.

Trustees are selected on the basis of their relevant experience and qualifications. It is important that some Trustees have experience of life in Bangladesh and that all are in sympathy with the spiritual dimension to LAMB's work. Experience in healthcare, managing institutional grants or management of a Charity are also valuable.

The responsibilities of charity trustees are explained to them before appointment and they are required formally to accept them. The Trustees ensure that collectively they have the expertise necessary to determine the policy of the Charity and to manage its activities.

Public Benefit

In continuing to support LAMB the Trustees have regard to the Charity Commission's guidance on public benefit. Grants by the Charity enable LAMB to extend the benefits of health care and community development to the population of a poor rural area of Bangladesh. These benefits are available to all members of the community who need them, regardless of their means. The treatment of those who cannot afford to pay the modest fees charged by LAMB is subsidised in part or whole through the Poor Fund. Trustees who visited in the year saw how Poor Fund grants are made for the benefit of the poorest people. The Trustees prioritize grants for the Poor Fund to ensure it has sufficient resources to meet demand.

LAMB Health

TRUSTEES' REPORT for the year to 31 December 2019 (continued)

Financial Responsibilities

The Trustees are responsible for keeping proper books of account with respect to the affairs of the Charity. They are also responsible for safeguarding the financial assets of the Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities. Grants are made only to one non-government organisation registered in Bangladesh, and subject to regulatory authorisation. Reporting procedures are in place to ensure that grants to LAMB, the Charity's main beneficiary, are spent in accordance with grant conditions.

Risk management

The Trustees keep the risks faced by the Charity under review. To guard against risk to the financial security of the Charity, it is the Trustees' policy not to incur any liabilities which are not covered by funds already raised. The risk of fraud is kept to a minimum by the requirement that any expenditure from the Charity's funds must be authorised by the Trustees collectively and that all grant payments and cheques must be signed by two authorised signatories.

The Trustees have addressed the risk that grants made by the Charity might not be used for the purposes for which they are given. Annual confirmation is obtained from LAMB that grants have been used for the approved purposes.

The main overall risk relates to the need to ensure in the future that Trustees with the necessary expertise and commitment are available to carry on the work. The Trustees are aware of the need to maintain a complement of suitable Trustees.

Safeguarding

We give regular attention to our Safeguarding policies and have updated both our Child & Vulnerable Beneficiary Safeguarding Policy and our Whistleblowing policy. We have discussed at length with LAMB, our requirements and the standards that we expect to be followed and are aware that LAMB has robust procedures in place.

Safeguarding no longer only refers to children, but also includes vulnerable adults, beneficiaries, and employees. We have a duty of care to all these groups and expect all LAMB staff to receive training, and know to whom they would need to report concerns. We, as trustees of LAMB Health, have a responsibility to make sure that no harm is perpetrated by officers and workers of our downstream partner organisation. We require LAMB to report any such issues without delay and, in the absence of any reports, ask them annually to sign a declaration that nothing needs reporting.

We are aware of what needs to be reported to the Charity Commission in the UK via a serious incident report and are assured that no such incidents have taken place.

LAMB Health

TRUSTEES' REPORT for the year to 31 December 2019 (continued)

Reserves Policy

The principal activity of the Charity is to use income to make grants, without undue delay. It is the policy of the Trustees not to maintain reserves other than sums held to meet anticipated grant requirements and a modest contingency against an unexpected decline in income. The receipt of a grant which will be used over the next two years means there is a temporary addition to restricted reserves of £152,000.

Administration

The Trustees carry on the administrative work of the Charity themselves and do not employ staff. It is the policy of the Trustees to meet all administrative expenses either out of their own pockets or out of donations which have been made to the Charity as unrestricted in their use.

Bankers

The Charity's banker is The Cooperative Bank plc.

Independent Examiner

The Independent Examiner appointed in the year to examine the Charity's financial statements is Stewardship, of 1 LAMB's Passage, London EC1Y 8AB.

On behalf of the Trustees

Rosemary Croft
Chair

Richard Todd
Trustee

25 January 2020

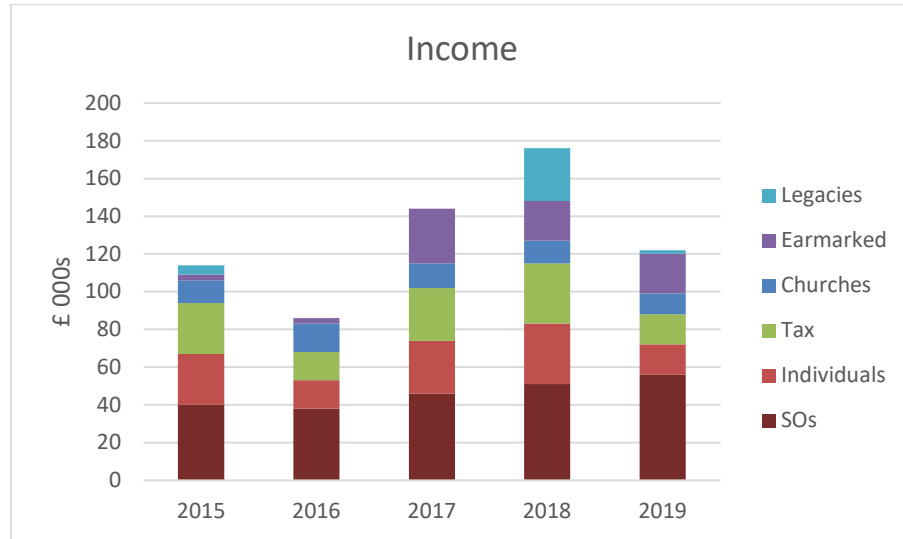


LAMB Health Trustees

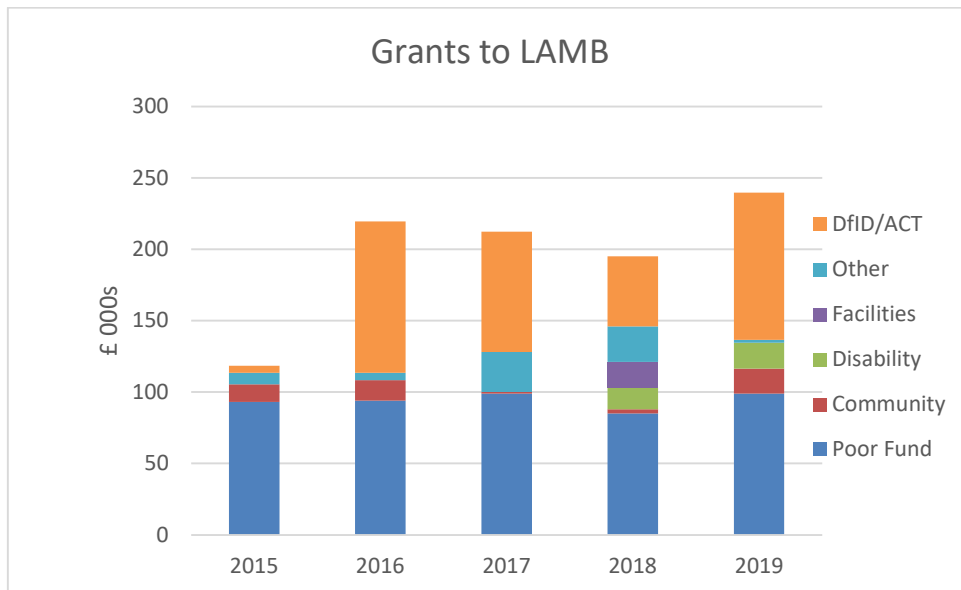
LAMB Health

LAMB Health Finances at a Glance

These charts show income, excluding grants, and grants to LAMB over the past five years.



There are now 77 people who give monthly or quarterly to LAMB Health
This regular income meets more than half the needs of the Poor Fund



LAMB Health meets most of LAMB's Poor Fund expenditure

LAMB Health

Independent Examiner's Report to the Trustees of LAMB Health

I report to the trustees on my examination of the accounts of LAMB Health (the Trust) for the year ended 31 December 2019 on pages 12 to 18 following.

Responsibilities and basis of report

As the charity trustees of the Trust 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 Trust'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

Since the Charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of the Institute of Chartered Accountants in England and Wales, which is one of the listed bodies.

I have completed my examination. I have identified matters of concern that give me reasonable cause to believe that the accounts prepared for the Trust are not fully compliant with the accounting requirements of section 133 of the Act and have not been prepared fully in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities. Instead of preparing accounts on an accruals basis, the Trust has prepared receipts and payments accounts, despite being in breach of the threshold for preparing accruals accounts. Therefore there is a failure to present a Statement of Financial Activity, Balance Sheet, with relevant accounting policies. Note 10 presents the information required of the aforementioned omitted primary statements, including a reconciliation of income, expenditure and reserves under the accruals basis of accounting with regards to the methods and principles of FRS 102 SORP.

I confirm that no other 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 Trust as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. except for the matter of concern noted above 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 confirm that there are no other matters to which your attention should be drawn to enable a proper understanding of the accounts to be reached.

Jacob Farley ACA
Institute of Chartered Accountants in England and Wales
Stewardship, 1 LAMB's Passage, London, EC1Y 8AB
Date: 2 April 2020

LAMB Health

Receipts and Payments Account for the year ended 31 December 2019

	Notes	Unrestricted funds £	Restricted funds £	Total funds £	Total 2018 £
Receipts					
<i>Voluntary Receipts</i>					
Donations	4	440	116,412	116,852	137,582
Legacies		-	1,722	1,722	28,333
Grant from Stewardship	5	-	250,000	250,000	-
Grant from DfID		-	5,000	5,000	49,009
Bank interest		-	61	61	-
Total Receipts		440	373,195	373,635	214,924
Payments in respect of the Charity's objectives					
Raising funds:					
Website, publicity & event		1,805	-	1,805	1,198
Charitable activities:					
Grants made	6	-	238,140	238,140	195,257
Costs of project at LAMB		-	-	-	2,372
Expenditure on behalf of LAMB, including medical equipment		45	1,575	1,620	3,444
Grant transmission fees		-	88	88	199
Other: Governance costs	7	1,070	-	1,070	1,024
Total Payments		2,920	239,803	242,723	203,494
Net receipts/(payments)		(2,480)	133,392	130,912	11,430
Transfers between funds		-	-	-	-
Net movement in funds		(2,480)	133,392	130,912	11,430
Total funds brought forward		7,075	62,343	69,418	57,988
Total funds carried forward		4,595	195,735	200,330	69,418

LAMB Health

Assets and Liabilities at 31 December 2019

	Total 2019 £	Total 2018 £
Bank and cash balances		
Cash at bank	200,330	69,418
Other assets and liabilities		
Assets		
Gift aid tax recovery not yet received	3,374	3,455
Liabilities		
Unbilled fee for Independent Examination	(1,080)	(750)

As indicated on the statement of receipts and payments, £195,735 of the cash held is restricted in nature. Of the other assets and liabilities, the Gift Aid recovery is in respect of restricted funds.

All other assets and liabilities are in respect of the charity's unrestricted funds.

The accounts on pages 12 to 18 were approved by the Trustees on 25 January 2020 and were signed on their behalf by:

Rosemary Croft
Chair

Richard Todd
Trustee

LAMB Health

Notes to the financial statements for the year to 31 December 2019

1 Charity Information

LAMB Health is a charity with the registered charity number 1101217. It was established in 2003 and is registered and domiciled in England at the address of 56a St Peter's Road, Reading, RG6 1PH.

2 Basis of Preparation

The accounts have been prepared on a receipts and payments basis with a statement of assets and liabilities. See note 10.

3 Fund Accounting

Unrestricted funds are monies which can be used in accordance with the charitable objectives at the Trustees' discretion.

Restricted funds arise when the donor specifies the purpose, within the charitable objectives, to which donations are to be put. All donations, and related tax recoveries, to be applied for the benefit of LAMB by making grants to LAMB are restricted.

4 Analysis of receipts

	Unrestricted	Restricted	2019
	£	£	£
Voluntary income			
Donations	440	103,462	103,902
Tax refunds on donations	-	12,950	12,950
	<u>440</u>	<u>116,412</u>	<u>116,852</u>

The majority of donations is from individuals; trusts and churches provide the rest of the donations.

	Unrestricted	Restricted	2018
	£	£	£
Voluntary income			
Donations	1,280	124,090	125,370
Tax refunds on donations	185	12,027	12,212
	<u>1,465</u>	<u>136,117</u>	<u>137,582</u>

5 Grant from Stewardship

A grant from Stewardship of £250,000 was received in the year. This will be used to fund the ACT Project for three years from the end of 2019. See note 6.2.

LAMB Health

Notes to the financial statements for the year to 31 December 2019

(continued)

6 Analysis of payments - Grants

	2019	2018
	£	£
Unrestricted: General note 6.1	-	650
Ashirbad note 6.3	-	18,920
	-	19,570
Restricted: General note 6.1	137,535	126,678
ACT note 6.2	98,000	-
Ashirbad note 6.3	2,605	49,009
	238,140	175,687
Total Grants	238,140	195,257

6.1 Grants to LAMB, excluding Projects:

	2019	2018
	£	£
Unrestricted	-	650
Restricted	137,535	126,678
	137,535	127,328
Poor Fund	90,000	77,754
Poor Fund management	8,800	7,750
Disability work	18,350	15,227
Community programme	17,500	2,884
Nursing Institute	585	2,966
Medical equipment	1,900	2,597
Infrastructure	400	15,650
Fistula programme	-	2,500
Total General Grants to LAMB	137,535	127,328
General Grants received by LAMB in taka	15,030,000	13,888,000
Average exchange rate £1 = Taka	109.1	109.2

6.2 Grants to LAMB for ACT Project

The grant from Stewardship of £250,000 will be used to fund the new Adolescent & Community Transformation Project for three years from the final quarter of 2019. The grant is being paid annually in advance, the first grant being for £98,000. Subsequent grants will be £75,000 in 2020 and £77,000 in 2021.

The ACT project, has the goal of improved mental health, psycho-social well-being and sexual and reproductive health among adolescents in the selected areas of Nawabganj.

LAMB Health

Notes to the financial statements for the year to 31 December 2019 (continued)

6.2 Grants to LAMB for ACT Project (continued)

Following four months of preparatory work, this project will run for three years starting in January 2020. The intended direct beneficiaries are 17,500 adolescents, with peers, families and community leaders as indirect beneficiaries, totalling over 100,000. Nawabganj sub-district has been selected as a community which has yet to benefit from an investment of this nature.

6.3 Grants to LAMB for Ashirbad Project

The Department for International Development (DfID) funded the three-year Ashirbad Project, which ran from 2015 to 2018; the final grant of £5,000 was received in 2019.

In 2018 the Charity contributed £18,920 by way of matched funding to meet exchange losses and staff costs of the project. These amounts were paid from Unrestricted Funds, not from general donations to the Charity

7 Governance costs

	Unrestricted	Restricted	2019	2018
	£	£	£	£
BOND Subscription	350	-	350	304
Independent examiner's fee	720	-	720	720
	<u>1,070</u>	<u>-</u>	<u>1,070</u>	<u>1,024</u>

8 Declarations on certain matters

8.1 The charity has no paid employees.

8.2 Except for donations by Trustees and reimbursement of expenses, there were no transactions with Trustees or related parties.

8.3 All payment or reimbursement of expenses made to any Trustee or to third parties for expenses incurred by any Trustee, were solely in respect of the charity's activities.

LAMB Health

Notes to the financial statements for the year to 31 December 2019 (continued)

9 Endowment and restricted funds

Restricted funds consist of donations made specifically to support LAMB. The fund comprises:

	2019	2018
	£	£
Awaiting allocation by trustees	43,411	57,913
Future grant payments for ACT Project	152,000	-
Donated for earmarked use by LAMB	324	4,430
	<u>195,735</u>	<u>62,343</u>

The movements in the Restricted Fund were:

	2019	2018
	£	£
Incoming resources	373,195	213,459
Outgoing resources	<u>(239,803)</u>	<u>(179,276)</u>
Net incoming (outgoing) resources	133,392	34,183
Fund at start of year	<u>62,343</u>	<u>28,160</u>
Fund at end of year	<u>195,735</u>	<u>62,343</u>

The charity has no endowment funds.

10 Basis of Preparation of Accounts

Income for the year exceeds £250,000 which means that the accounts should be prepared on an accruals basis, as set out in section 133 of the Charities Act 2011. The Trustees do not expect income to continue above the £250,000 threshold in the near future, and so this requirement applies to 2019 in isolation. For consistency with the preceding and subsequent years, the accounts are prepared on a receipts and payments basis. The trustees acknowledge that this basis is in breach of the requirements of section 133 of the Charities Act 2011.

Information set out below compares both bases of accounting. Readers of this note have the information which would be available had the accounts been prepared on an accruals basis. With this disclosure, the Trustees consider that accruals accounts will not provide additional benefit to readers of the accounts.

Under the accruals basis the following adjustments would be required:

- Taxation recoverable would apply at both start and end of the year, so there is a small change in income; the closing debtor is £3,374
- Accrued expenses would apply at both start and end of the year, so there is a small change in expenses; the closing liability is £1,080
- Committed grants payable in future amount to £152,000, shown as a grant payable and a liability; there was no equivalent at the end of the previous year

LAMB Health

Notes to the financial statements for the year to 31 December 2019

(continued)

10 Basis of Preparation of Accounts (continued)

	Receipts and payments basis	Note above	Accruals basis
Total Income	373,365	a	373,554
Grants payable	238,140	c	390,140
Other expenditure	4,583	b	4,914
Total expenditure	242,723		395,054
Surplus (deficit) for year	130,912		(21,500)
Bank balances	200,330		200,330
Current assets less liabilities	-	a & b	2,294
Future grants payable		c	(152,000)
Net Assets	200,330		50,624
Unrestricted Reserves	4,595	b	3,515
Restricted Reserves	195,735	a & c	47,109
Total Reserves	200,330		50,624
<i>Reconciliation of closing reserves</i>			
On receipts and payments basis			200,330
Add tax debtor		a	3,374
Less expenses creditor		b	(1,080)
Less grants payable		c	(152,000)
On an accruals basis			50,624

During the year the charity received donations totalling £7,510 (2018: £6,880) from related parties (which includes trustees, any other members of key management and anyone closely connected to them).

This information is not included with the independent examination, however, it has been subject to review by the independent examiner, who refers to the situation in his report.