

WORLD VISION OF IRELAND

(A company limited by guarantee)

Annual Report & Audited Financial Statements

For year ended 30 September 2020



Company Information

Directors

- Adrienne Prendergast
- Frank Dunne
- Richard Hopkinson (appointed 19 May 2020)
- Tara Doyle
- Robert Saunders
- Gus McNamara (appointed 19 August 2020)
- Aderemi Sotunbo (appointed 30 July 2020)
- Johnny O'Rourke (appointed 30 July 2020)
- Robert Whiteside (resigned 28 July 2020)
- Kristin Quinn
- Fiona MacLeod (resigned 20 February 2020)
- Lara Dewar (resigned 20 February 2020)

Company Secretary

- Kelly McKee (resigned 29 July 2020)
- Kristin Quinn (appointed 29 July 2020)

Corporate Details

Company No . 93645,
incorporated 11 March 1983.
CLG - Company Limited by Guarantee

Registered Office

The Mews, Garland House,
Rathmines Park, Dublin 6

Auditors

Grant Thornton
Chartered Accountants & Statutory
Auditors 13-18 City Quay, Dublin 2

Bankers

Allied Irish Banks plc
69/71 Morehampton Road, Dublin 4.

Bank of Ireland plc
College Green, Dublin 2.

Granted charitable status by the Revenue Commissioners
Reference CHY 6434, Charity Number is 20011796.

Contents

| | Page |
|---|-------|
| • Directors' Annual Report | 4-25 |
| • Directors' Responsibilities Statement | 26-27 |
| • Independent Auditor's Report | 29-30 |
| • Statement of Financial Activities | 31 |
| • Statement of Financial Position | 31 |
| • Statement of Changes in Reserves | 32 |
| • Statement of Cash Flows | 32 |
| • Notes to the Financial Statements | 33-39 |



Directors' Annual Report

The directors present their report together with the audited financial statements for the year ended 30 September 2020.

A detailed review of the aims and activities of World Vision Ireland is published in an Annual Report incorporating the financial statements. Total income for the year amounted to €10,040,881 (2019: €9,253,165).

At the end of the year the charity has assets of €7,633,464 (2019: €7,942,293) and liabilities of €6,944,595 (2019: €7,176,969).



Structure, Governance & Management

The Board's principal responsibilities include determining the overall strategy, policies, direction and goals of WorldVision Ireland; protecting and promoting the identity and values of the charity and fulfilling their statutory responsibilities. The directors review the finances and monitor the charitable work of World Vision Ireland at each board meeting.

Meetings of the Board of Directors were held quarterly and monitoring of World Vision Ireland's financial performance against budget was a standing item at each meeting.

Throughout the year, the Board acknowledged and discharged its responsibility for ensuring that there is a framework for accountability, for examining and reviewing all systems and methods of financial control including risk analysis and risk management, and for ensuring the charity is compliant with relevant laws, financial regulations and good practice.

A number of board directors retired during this year due to their term expiring, whilst a small number resigned due to the time commitments involved. We now have a small, but fully committed board, and we are actively recruiting additional board members.

Structure, Governance & Management

Responsibility for reviewing and providing recommendations on prospective projects or programmes requiring funding is delegated to the Ministry, Strategy & Resource Development Committee. The committee is mandated to ensure that all projects funded by World Vision Ireland meet World Vision Partnership standards and have clearly defined and agreed upon standards of quality and accountability.

The committee enhances policies and processes, including monitoring & evaluation mechanisms, to ensure they reflect best practice. The Ministry, Strategy & Resource Development Committee Chair is responsible for reporting back to the full Board at each Board meeting and the committee reviews the progress of each project against plan and advise on future strategy.

Responsibility for the day to day operation of the charity and management of personnel is delegated to the Chief Executive (CEO) who works closely with a Senior Management team to ensure delivery of the strategic plan within the budgetary parameters agreed by the Board.

Our Fundraising and Communications departments were merged under the direction of Fiona O'Malley, and we said goodbye to our previous Fundraising Director, Danny Curran. Both Fiona O'Malley and the Chief Executive Niall McLoughlin are aligned in our strategic vision for the organisation and deliver on our commitment to both our donors and the children and communities we serve.





Structure, Governance & Management

World Vision Ireland recognises the importance of good governance and transparency and strives to exceed the minimum standards required under legislation. The organisation has fully subscribed to the Guidelines for Charitable Organisations Fundraising from the Public and is fully compliant with the provisions of the Charities Act 2009.

Governance processes were strengthened throughout the year, with updated committee structures introduced, successful donor compliance audits and CRA Governance Code compliance achieved.

The directors acknowledge their accounting responsibilities under the Companies Act 2014, and their other corporate governance obligations. They have confirmed their compliance with these. In relation to these financial statements, there were no contingent liabilities or capital commitments at the balance sheet date other than those disclosed, nor have any events taken place since that date which would necessitate their revision or annotation.

World Vision Ireland is part of the World Vision International (WVI), one of the largest privately funded NGOs in the world. Our partnership is governed by the **World Vision Covenant**.

The Covenant

- **Regarding** World Vision as a partnership of interdependent national entities,
- **Affirming** the principle of relationships based on commonly held mission, values and commitments,
- **Acknowledging** the process of internationalization that has brought the World Vision Partnership to its present stage of development, and
- **Recognizing** the need for a statement of the rights and obligations of member entities,
- **We**, as a properly constituted national World Vision Board (or Advisory Council), do covenant with other World Vision Boards (or Advisory Councils) to:



A. Uphold the following statements of world vision identity and purpose;

1. The Statement of Faith that declares our shared beliefs as Christians, as members of many churches.
2. The Mission Statement, setting out the fundamental purpose and activities of World Vision.
3. The Core Values, which emphasize our commitment to Jesus Christ and the poor, and describe the character to which we aspire as an organization.
4. The Vision Statement, which declares our aspirations for the persons among whom we work.

B. Contribute to the enrichment of partnership life and unity, by;

1. Sharing in strategic decision-making and policy formulation through consultation and mechanisms that offer all members an appropriate voice in Partnership affairs.
2. Communicating clearly to constituencies and the public that we are members of a larger, international Christian Partnership.
3. Accepting the leadership and organizational structures established by the WVI Council and Board for the operation of the Partnership.
4. Carrying out World Vision ministries in a manner that is sensitive and responsive to national cultures and contexts.
5. Observing and practicing at all levels a modest lifestyle as reflected in buildings and furnishings, compensation levels, class of travel and accommodations, and general mode of operation.

6. Engaging in direct, open dialogue with other entities on issues of tension or conflict, seeking constructive solutions that seem best for all concerned, and demonstrating the power of reconciliation in Christ.
7. Fostering an open spirit of exchange for ideas, proposals, vision and concern within the Partnership.
8. Encouraging board members and staff in their participation in the worship and life of a local church, which is important to our Christian existence and a sign of our corporate commitment to support the Church in her global mission.
9. Empowering and enabling national offices so that decision making and accountability takes place as close as possible to those affected by the decisions (Federalist Principle of Empowerment).
10. Accepting that World Vision International and the member entities can only achieve their shared mission by cooperating with each other (Federalist Principle of Interdependence).
11. Making a commitment to honour both the work of the local and global organisation in the spirit of twin citizenship – recognising national interests but appreciating them in the light of the good of the whole Partnership (Federalist Principle of Twin Citizenship).
12. Mutually holding individuals, World Vision International and the member entities accountable for meeting behavioural expectations and making sure our commitments are upheld (Federalist Principle of Accountability).

C. Work within the accountability structures by which the partnership functions, by;

1. Affirming the principle of mutual accountability and transparency between all entities, including our willingness to have our ministries (including domestic ministries) and our financial affairs evaluated and examined, and our compensation programs reviewed, with due notice, by appropriate Partnership representatives.

2. Accepting Partnership policies and decisions established by WVI Board consultative processes.
3. Honouring commitments to adopted budgets to the utmost extent possible.
4. Ensuring that where Partnership entities plan bilateral arrangements that are outside already agreed Partnership plans World Vision International is consulted, in agreement and regularly informed.
5. Consulting with World Vision International or other member entities on decisions which may have a significant impact on other members of the Partnership.
6. Executing an agreement with World Vision International to protect the trademark, name and symbols of World Vision worldwide.
7. Ensuring that we establish no office or programme outside our own national borders without the consent of both WVI and the host country.

D. Observe agreed financial principles and procedures, especially;

1. Using funds raised under the auspices of World Vision exclusively in World Vision approved ministries. 2. Keeping overhead and fund-raising expenses to a minimum to ensure that a substantial majority of the funds raised are responsibly utilized in ministry among the poor.
3. Remitting through World Vision International all resources intended for ministry outside of donor countries, with the exception of direct project funding under approved bilateral agreements.
4. Being accountable for effective Financial Stewardship including Planning and Budgeting that is based on WVI policies and in alignment with the WVI Board approved framework for Partnership financial operations.
5. Ensuring that funds or commodities accepted from governments or multi-lateral agencies do not compromise World Vision's mission or core values, and that such resources do not become the major ongoing source of support.

E. Present consistent communications messages, that;

1. Reflect our Christian identity in appropriate ways.
2. Include words, images, numbers and statistics that are consistent with ministry realities.
3. Avoid paternalism and cultural insensitivity.
4. Are free from demeaning and degrading images.
5. Build openness, confidence, knowledge and trust within the Partnership.



Reserves

Restricted funds are generated when the donor stipulates how a donation may be spent. In many cases there will be a time lag between when such funds are received and when they are spent.

Unrestricted funds are generated when the donor does not stipulate how the income may be spent. Within certain operating needs, the charity's policy is to ensure that such funds are spent as soon as possible, while guaranteeing that these resources are used effectively. The operational reserve is held to cover any temporary shortfall in income, unforeseen rise in spending requirements or other financial contingency, in order that the charity can continue to operate at any time.

The Board has determined that the appropriate level of free reserves which are not invested in tangible fixed assets should be equivalent to 90 days' expenditure. At year-end our reserves stand at 17 days which is after an unrealised loss of €370,872. Without this loss the reserves are 90 days and the board are looking to maintain or increase this in the coming year. At the date of signing, reserves stand at 109 days. All direct grant related expenditure is covered by restricted funds (see above) and so is excluded from this estimation. Our policy is, therefore to maintain reserves at that level by means of annual operating surpluses and judicious management of expenses and of our foreign exchange risk.

At the year-end date, World Vision Ireland carry an exposure to an Unrealised Loss on hedging contracts held for the USD/EUR pairing. This loss is the result of an unsteady USD running up to elections in November 2020, an unsteady EUR running up to Brexit in December 2020, exacerbated by the COVID-19 pandemic. Contracts will be satisfied within the financial year so as to mitigate exposure for the FY21 Balance Sheet.

Risk Management

Throughout FY20 World Vision Ireland managed risks in accordance with the organisation's established Enterprise Risk Management System and Risk Appetite Statement. The Board of Directors reviewed the organisation's risk register on a quarterly basis and tasked the Finance, Audit & Risk Committee with ensuring that mechanisms designed to monitor, control and mitigate the impact of risks were in place and operating effectively.

Much of our costs, particularly overseas costs, are denominated in US dollars while most income is received in Euro and Sterling. A strengthening of the US dollar against the Euro and Sterling could have a significant adverse effect on our ability to deliver our planned programme of work. These currency risks are monitored on an ongoing basis and managed as deemed appropriate by utilising a combination of spot and forward foreign currency contracts.

Administrative details

In the year ended 30 September 2020 we continued to strengthen both the management and board functions of the organisation.

Grant Thornton were re-appointed Auditors this year following a successful audit in 2019, and we are satisfied that these accounts give a true and fair reflection of our finances.

As a Board made up of volunteers, we know how important it is to our supporters and the public that we use our funds (both personal donations and public funds) wisely and that we are open, transparent, and accountable in our financial reporting. An important element of our duty as a Board is to ensure that there are sufficient funds available to the organisation should there ever be a significant reduction in our income in the future. As such we, as a Board, are committed to building our financial reserves over the next three years.





We manage a number of separate income streams associated with our long-term development programmes (mainly funded by our committed sponsors), our Irish Aid funded Health Programme (AIM) - focusing on the transformation of maternal and infant health, our Irish Aid funded Humanitarian Programme (HPP) focusing on education and protection across four countries Syria, Sudan, South Sudan & Somalia, and the EBODAC (Ebola Vaccine Deployment, Acceptance and Compliance) project - originally focused in Sierra Leone in response to the Ebola crisis. This is a multi-agency project, co-ordinated by the EU IMI (Innovative Medicines Initiative), World Vision, Janssen Pharmaceutical, Grameen Foundation USA, London School of Hygiene and Tropical Medicine. Within these funding streams, we are required to be responsive to the needs of our funded partners while also assuring ourselves that our expenditure is being managed and reported appropriately. We, in common with other organisations in the NGO sector in Ireland, continue to be challenged to identify and secure new income streams.

World Vision Ireland is accountable to the Irish taxpayer for the robust stewardship of both our Development and Humanitarian programmes, via the grants received from Irish Aid. As such in 2020 World Vision Ireland completed an audit and governance review with Irish Aid to evaluate both programmatic implementation and operational performance & governance. I would like to acknowledge and thank both Irish Aid and our own Board members for their time and participation in this valuable process. The agreed implementation of the subsequent recommendations will support best practice in the years to come.

We continue to place the global World Vision Strategy Our Promise at the centre of everything we do – “Our vision for every child, life in all its fullness. Our prayer for every heart, the will to make it so”. We would like to thank you, once again for your support in bringing this vision to reality.

Financial Review

The Statement of Financial Activities, Statement of Comprehensive Income, Statement of Financial Position, Statement of Changes in Reserves and Statement of Cash Flows for the year ended 30 September are set out on pages 13 to 16. In summary, our income has increased to €10m (2019: €9.2m) mainly due to new grants received from the United Nations. Related expenditure has also increased to €10.1m (2019: €9.2m) primarily due to increased COVID related programming through the U.N grants.

At the 30 September 2020 the charity had restricted funds of €581,173 (2019: €207,308).

The deficit incurred for the year amounts to €76,455 (2019: surplus €26,589) with further income arising from increased UN funding which was offset by increased expenditure with these projects and an unrealised loss on Foreign Exchange of €370,872.

The cash at bank decreased to €1.5m (2019: €2.9m) at 30 September 2020 mainly due to delayed receipt of reimbursement from our largest EU grant for €2.27m.

COVID-19, U.S Elections & Brexit continues to threaten currency fluctuations in FY20, and this will be closely monitored and managed.

Aligned to World Vision International's Global Strategy "Our promise: Building Brighter Futures for Children" World Vision Ireland continued with the implementation of our Strategic Plan for 2019 – 2020. This strategy, which places children's wellbeing at the core of our work, focuses on three areas Development Programmes, Humanitarian and Emergency Affairs and Advocacy – Justice for Children.

Across all these areas we prioritise four thematic sectors 1) Health and Nutrition, 2) Education, 3) Child Rights and Protection and 4) Resilience and Livelihoods. During this year in line with "Our Promise" we created the FY21 -FY23 World Vision Ireland strategy.

Development Programmes

With the support of our Child Sponsors we continued to work with local communities in delivering a holistic approach to poverty reduction in our Area Programmes. At the end of the financial year we were supporting 5 Area Programmes in 3 countries Tanzania (2), Uganda (2) and Mauritania (1). We are happy to report that two Area Programmes, Shizelweni in Eswatini and Sanzawa in Tanzania transitioned to local ownership over this time which was a great success. Our Area Programme in Imperi, Sierra Leone successfully transitioned World Vision UK also. WV Ireland supported Area Programmes reached approximately 120,000 direct beneficiaries with a wide variety of interventions including food and nutrition security, building resilience and livelihoods, education, and child protection.

We continued with the implementation of the Irish Aid supported Access to Infant and Maternal Health Plus (AIM Health Plus) Programme in Tanzania, Uganda, Sierra Leone and Mauritania reaching 19,000 households. The programme continues to strengthen community systems to support pregnant women and new-borns. Through the programme we empower Community Health Workers to support pregnant women and mothers in their homes and providing them support, guidance and advice at critical times, using World Vision's Timed and Targeted Counselling approach.

In partnership with the London School of Hygiene & Tropical Medicine, Janssen Pharmaceutica, N.V. and the Grameen Foundation, we continued implementing the EBODAC (Ebola Vaccine Deployment, Acceptance and Compliance) project in Sierra Leone, Uganda and Senegal. The project is supporting clinical trials of Ebola vaccines in Sierra Leone, while simultaneously preparing for the future deployment of a licensed vaccine through a series of linked projects focused on communications, community engagement, and enabling technologies.

Humanitarian and Emergency Affairs

Ongoing Emergencies: Responding to protracted humanitarian crisis our Irish Aid funded work implemented activities in Syria, Somalia, Sudan and South Sudan which aimed to build the resilience of conflict affected women and children. Working with government ministries and local authorities we provided essential services to approximately 70,000 beneficiaries enhancing the wellbeing of women and children. The programme has a range of interventions including teacher trainings, construction and rehabilitation of learning and safe spaces, provision of income generating activities, awareness raising sessions, child protection and Gender Based Violence (GBV) case management and referral.

Disaster Relief: With support from Irish Aid, Emergency Response Fund Scheme (ERFS), and our Children in Emergencies supporters we responded to a number of emergencies over the past year. In December responding to the Central Sulawesi Earthquake and Tsunami we reached approximately 18,000 beneficiaries with emergency support. Responding to the Venezuelan Migrant Crisis, in Brazil we reached 4,102 children and adolescence who participated in activities run through Child-Friendly Spaces. In Syria lifesaving emergency health services reached 17,377 individuals and 3,909 individuals received emergency protection services. In Somalia during a drought, 2,270 people benefited from receiving emergency cash assistance to help families meet their immediate food needs.

In Jordan we provided support for Syrian Refugees through Early Childhood Development Centres in Azraq Refugee Camp. In South Sudan we supported the Fragile Context Programme Approach Pilot in Renk which addresses access to nutrition, water and livelihoods activities. We also provided support towards World Visions response to the Ebola Epidemic in North Kivu, Democratic Republic of the Congo.



Advocacy – Justice for Children

Last year we continued to work and promote the “Make Ireland Sustainable for All” Project, this is part of an EU funded programme which works across 15 countries to build awareness and promote action to be taken on the Sustainable Development Goals. In Ireland we coordinate this project with the Irish Environmental Network, and work with support from Social Justice Ireland and Eco- UNESCO. The second of three annual National Conferences took place in Croke Park in April. This year’s theme was Sustainable Food and Agriculture and examined the role of small-scale farmers in achieving the Sustainable Development Goals. There was attendance of over 120 participants from across civil society, academia and government at the conference.

Liam Cunningham continued to be a very important ambassador for our organisation. He launched the Dignity exhibition of photographs at the Solomon Art Gallery, taken while visiting Programmes with World Vision Ireland in South Sudan, and spoke passionately on RTE1’s Late Late Show and on Today FM about World Vision Ireland’s work and the importance of supporting refugees and displaced communities in crisis.

Through strong Irish public engagement events, good content on social media, and strong media lands, World Vision Ireland is progressing with our plan of inspiring, informing and educating the Irish public to be active global citizens in our fight against poverty and injustice. We ran social media campaigns and face-to-face events focusing on our three themes - AIM (Access to Infant and Maternal Health), HungerFree and EVAC (ItTakesaWorldtoEndViolenceAgainstChildren). Our EVAC campaign commenced with collaboration with Barefeet Theatre, Fighting Words and the National Youth Council of Ireland. The event took place in Liberty Hall and included collaborative workshops and a performance of Empyre with an attendance of 300 people.



Future Developments

Following a successful Supporter Reactivation campaign at the beginning of the year the team included more telemarketing campaigns in the strategy.

The onset of COVID-19 and the merging of our Fundraising and Communications departments in March 2020 resulted in significant strategic changes for our team. All acquisition was redirected to Digital channels.

Bolstering this strategy is our connection to the World Vision Partnership, through which we will re-brand our Children in Emergencies product to Childhood Rescue, with increased leveraging of our global reach through an improved donor communications plan. Strategic planning continued to focus on revitalising our Child Sponsorship product and funding model. Additionally, work has also begun with our UK office to research ways in which we could achieve economies of scale for fundraising operations, as well as knowledge & information sharing.

This financial year also saw the first Irish Emergencies Alliance campaign, focusing on the COVID-19 pandemic across 7 different countries, raising over €250,000 for all member agencies.

World Vision Ireland is committed to its membership of the Alliance and look forward to playing its part in building on the success of the first appeal in 2021 and beyond.



In addition to the Charities Regulatory Authority (CRA) obligations, World Vision Ireland will undertake a Governance Peer Review as we seek to deliver the highest standards of corporate governance and compliance as a key priority for 2021.

In terms of financial forecasting, World Vision Ireland will continue to monitor COVID-19 & Brexit developments along with our currency risks and take appropriate action where necessary to ensure stability.

This year sees the commencement of the “One Europe” initiative. This is a collaboration of World Vision European offices working together to focus on strategic imperatives – Sustainability, Digital Marketing, CRM & Website “United4”

Continuous improvements to operational efficiencies will include an upgrade to our “United 4” website platform in 2021 to support digital acquisition and user journeys. Further investment will be made in developing a new CRM with our European Partnership colleagues, with Microsoft Dynamics identified as the likely solution.

In 2021 World Vision Ireland will launch Childhood Rescue in conjunction with the World Vision Partnership. The aim will be to engage both existing supporters and new audiences through digital platforms. We will continue our strategic planning for revitalising our child sponsorship model in the coming years.

COVID-19 means that World Vision Ireland will not participate in the anticipated Paris2/Nice cycle in 2021, but we look forward to the 2022 event and to recruiting a team for the event.





COVID-19 outbreak

We have not yet experienced a decreased demand for our services as a result of the outbreak affecting current economic conditions in Ireland. We have experienced income growth from Institutional donors such as the U.N to respond to the pandemic globally.

At the outset of the pandemic, and in conjunction with forecasted risks to our non- institutional donations we moved to a 'working from home' environment, reduced our operations to a 4 day week and availed of the Government COVID subsidy for one quarter of the financial year, withdrawing from it by June 30 2020 and reinstating full working hours

We are confident that our operations are well placed to withstand the ongoing COVID-19 crisis.



Accounting Records

The Directors acknowledge their responsibilities under Sections 281 to 285 of the Companies Act 2014 to keep adequate accounting records for the company. In order to comply with the requirements of the Act, full time accounting and bookkeeping staff are employed.

The accounting records of the company are maintained at the company's premises and registered office:

The Mews,
Garland House,
Rathmines Park,
Dublin 6.

Political Donations

The company did not make any political donations during the financial year.

Events after the year end

Other than the ongoing Covid-19 crisis the only other significant event was due to personal reasons, our CEO Niall McLoughlin stood down in May 2021. An interim CEO has been appointed and a successful handover carried out. Interim CEO Gillian Barnett has come from World Vision UK and will remain in place until a permanent CEO is identified.

Research and Development

The company did not carry out research and development during the financial year.

Exemption Disclosure

The company has not availed of any disclosure exemptions.

Funds held as custodian trustee on behalf of others

The company does not hold any funds or other assets by way of custodian arrangement.





Statement on relevant audit information

Each of the persons who are Directors at the time when this Directors' report is approved has confirmed that:

- so far as the Director is aware, there is no relevant audit information of which the group's auditors are unaware; and,
- the Director has taken all the steps that ought to have been taken as a Director in order to be aware of any relevant audit information and to establish that the group's auditors are aware of that information.

Auditors

The auditor, Grant Thornton, will continue in office in accordance with section 383(2) of the Companies Act 2014.

This report was approved by the board and signed on its behalf.

Tara Doyle

Director

Frank Dunne

Director



Directors' Responsibilities Statement

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 giving a true and fair view of the state of affairs of the company for each financial year. Under the law the directors have elected to prepare the financial statements in accordance with Irish Generally Accepted Accounting Practice in Ireland, including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and promulgated by the Institute of Chartered Accountants in Ireland, and Irish Law.

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 and then apply them consistently;
- make judgements and 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 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.

This report was approved by the board and signed on its behalf.

Tara Doyle

Director

Frank Dunne

Director



Statement & Reports

for the financial year ended 30 September 2020

Independent auditor's report to the members of World Vision of Ireland

Opinion

We have audited the financial statements of World Vision of Ireland (the Company), which comprise the Statement of Financial Activities, the Statement of Financial Position, Statement of Cashflows and Statement of Changes in Reserves for the financial year ended 30 September 2020, and the related notes to the financial statements, including the summary of significant accounting policies.

The financial reporting framework that has been applied in the preparation of the financial statements is Irish law and accounting standards issued by the Financial Reporting Council including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (Generally Accepted Accounting Practice in Ireland).

In our opinion, World Vision of Ireland's financial statements:

- give a true and fair view in accordance with Generally Accepted Accounting Practice in Ireland of the assets, liabilities and financial position of the company as at 30 September 2020 and of its financial performance and cash flows for the financial year then ended; 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 'Responsibilities of the auditor 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 the financial statements in Ireland, including the Ethical Standard for Auditors (Ireland) issued by the Irish Auditing and Accounting Supervisory Authority (IAASA), and the ethical pronouncements established by Chartered Accountants Ireland, applied as determined to be appropriate in the circumstances for the entity. 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 director's use of 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

Other information comprises information included in the annual report, other than the financial statements and the auditor's report thereon, including the Director's Report. The directors are responsible for the other information. 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.

Independent auditor's report to the members of World Vision of Ireland

Other information (continued)

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 in the financial statements, 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.

Matters on which we are required to report by 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.
- In our opinion the information given in the Directors' report is consistent with the financial statements. Based solely on the work undertaken in the course of our audit, in our opinion, the Directors' report has been prepared in accordance with the requirements of the Companies Act 2014.

Matters on which we are required to report by exception

Based on our knowledge and understanding of the Company and its environment obtained in the course of the audit, we have not identified material misstatements in the Directors' report.

Under the Companies Act 2014 we are required to report to you if, in our opinion, the disclosures of directors' remuneration and transactions specified by sections 305 to 312 of the Act have not been made. We have no exceptions to report arising from this responsibility.

Responsibilities of management and those charged with governance for the financial statements

As explained more fully in the Directors' responsibilities statement, management is responsible for the preparation of the financial statements which give a true and fair view in accordance with Generally Accepted Accounting Practice in Ireland, including FRS 102, and for such internal control as they determine 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, management is 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 operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the company's financial reporting process.

Independent auditor's report to the members of World Vision of Ireland

Responsibilities of the auditor for the audit of the financial statements

The auditor's 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 their 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.

As part of an audit in accordance with ISAs (Ireland), the auditor will exercise professional judgment and maintain professional scepticism throughout the audit. The auditor will 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 their 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 management.
- Conclude on the appropriateness of management's 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 they conclude that a material uncertainty exists, they are required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify their opinion. Their conclusions are based on the audit evidence obtained up to the date of the 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 matter that achieves a true and fair view.

The auditor communicates 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 may be identified during the audit.

Independent auditor's report to the members of World Vision of Ireland

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

This 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 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.



Dan Holland FCA
For and on behalf of
Grant Thornton
Chartered Accountants & Statutory Audit Firm
City Quay
Dublin 2.

Date: 18 June 2021

Statement of Financial Activities

for the financial year ended 30 September 2020

| | Note | 2020 Unrestricted Funds € | 2020 Restricted Funds € | 2020 Total Funds € | 2019 Total Funds € |
|---|------|------------------------------------|----------------------------------|-----------------------------|-----------------------------|
| Income: | | | | | |
| Voluntary income | 7 | 803,242 | 1,697,424 | 2,500,666 | 2,668,197 |
| Irish Government grants | 8 | 243,770 | 3,819,061 | 4,062,831 | 4,208,611 |
| European Union | 9 | 424,688 | 2,365,288 | 2,789,976 | 2,376,357 |
| United Nations grants | 10 | 41,067 | 565,268 | 606,335 | - |
| Irish institutional grants | | - | 81,073 | 81,073 | - |
| Total income | | 1,512,767 | 8,528,114 | 10,040,881 | 9,253,165 |
| Expenditure: | | | | | |
| Cost of generating funds | 10 | 1,259,287 | 1,536 | 1,260,823 | 1,103,872 |
| Charitable activities | 11 | 332,928 | 8,152,713 | 8,485,641 | 8,122,704 |
| Other expenses – unrealised loss on derivatives | 14 | 370,872 | - | 370,872 | - |
| Total expenditure | | 1,963,087 | 8,154,249 | 10,117,336 | 9,226,576 |
| Net (outgoing)/incoming resources before investments | | (450,320) | 373,865 | (76,455) | 26,589 |
| Transfer between funds | | - | - | - | - |
| Net movement on funds for the year | | (450,320) | 373,865 | (76,455) | 26,589 |
| Total funds as at 1 October | | 558,016 | 207,308 | 765,324 | 738,735 |
| Total funds as at 30 September | | 107,696 | 581,173 | 688,869 | 765,324 |

All amounts relate to continuing operations.

The notes on pages 17 to 27 form part of these financial statements.

Statement of Financial Position

for the financial year ended 30 September 2020

| | Note | 2020 € | 2019 € |
|---|------|------------------|------------------|
| Current assets | | | |
| Debtors: amounts falling due within one year | 14 | 6,107,967 | 4,984,816 |
| Cash and cash equivalents | 15 | 1,525,497 | 2,957,477 |
| | | 7,633,464 | 7,942,293 |
| Creditors: amounts falling due within one year | 16 | (6,944,595) | (2,876,969) |
| Net current assets | | 688,869 | 5,065,324 |
| Total assets less current liabilities | | 688,869 | 5,065,324 |
| Creditors: amounts falling due after more than one year | 17 | - | (4,300,000) |
| Net assets | | 688,869 | 765,324 |
| Funds | | | |
| Unrestricted funds | | 107,696 | 558,016 |
| Restricted funds | | 581,173 | 207,308 |
| Total funds | | 688,869 | 765,324 |

The financial statements were approved and authorised for issue by the board:


Tara Doyle
Director


Frank Dunner
Director

Date: 16 June 2021

The notes on pages 17 to 27 form part of these financial statements.

World Vision of Ireland Company Limited by Guarantee

Statement of Changes in Reserves

For the financial year ended 30 September 2020

| Note | Restricted Funds | Unrestricted Funds | Total |
|--|------------------|--------------------|----------------|
| | € | € | € |
| At 1 October 2018 | 186,632 | 552,103 | 738,735 |
| Net (outgoing)/incoming resources for the year | (577,978) | 604,567 | 26,589 |
| Transfer between funds | 598,654 | (598,654) | - |
| Balance at 30 September 2019 | 207,308 | 558,016 | 765,324 |
| At 1 October 2019 | 207,308 | 558,016 | 765,324 |
| Net incoming/(outgoing) resources for the year | 373,865 | (450,320) | (76,455) |
| Balance at 30 September 2020 | 581,173 | 107,696 | 688,869 |

The notes on pages 17 to 27 form part of these financial statements.

World Vision of Ireland Company Limited by Guarantee

Statement of Cash flows

For the financial year ended 30 September 2020

| | 2020 € | 2019 € |
|---|--------------------|------------------|
| Cash flows from operating activities | | |
| Net (outgoing)/incoming resources | (76,455) | 26,589 |
| (Increase)/decrease in debtors | (1,123,151) | 625,475 |
| (Decrease)/Increase in creditors | (232,374) | 1,378,233 |
| Net cash (used in) / generated from operating activities | (1,431,980) | 2,030,297 |
| Cash flows from financing activities | | |
| Repayment of loans | - | - |
| Net cash generated used in financing activities | - | - |
| Net (decrease)/ increase in cash and cash equivalents | (1,431,980) | 2,030,297 |
| Cash and cash equivalents at beginning of financial year | 2,957,477 | 927,180 |
| Cash and cash equivalents at end of financial year | 1,525,497 | 2,957,477 |
| Cash and cash equivalents end of financial year comprises: | | |
| Cash at bank and in hand | 1,525,497 | 2,957,477 |
| Cash and cash equivalents at end of financial year | 1,525,497 | 2,957,477 |

The notes on pages 17 to 27 form part of these financial statements.

Notes to the financial statements

For the financial year ended 30 September 2020

1. General information

World Vision of Ireland is a child-focused overseas aid agency and registered charity, operating as "World Vision Ireland". It is a CLG - Company Limited by Guarantee incorporated in the Republic of Ireland, and exempted under section 1180 of the Companies Act 2014 from the requirement to display the company type at the end of its name. The Mews, Garland House, Rathmines Park, Dublin 6 is the registered office and also the principal place of business of the company.

2. Accounting policies**2.1 Basis of preparation***(a) Statement of compliance with the Financial Reporting Standards*

The financial statements have been prepared in accordance with Financial Reporting Standard 102 (FRS 102), the Financial Reporting Standard applicable in the United Kingdom and the Republic of Ireland and Irish statute comprising of the Companies Act 2014.

The company meets the definition of public benefit entity under FRS 102.

In preparing the financial statements, the charity has adopted the guidelines of Statements of Recommended Practice (SORP): Accounting and Reporting for Charities, 2014 FRS 102.

The financial statements are prepared on the going concern basis.

(b) Functional and presentation currency

The financial statements are presented in Euro (€), the company's functional and presentation currency, and all values represent absolute amounts except when otherwise indicated.

(c) Going Concern

The company is substantially dependent on discretionary income to cover its operating expenses and to meet its stated objectives as stated in the directors' report. Such income normally takes the form of grants, general fundraising receipts and other funding. The directors believe that income will continue at an adequate level for the foreseeable future so that the company can continue in operational existence. In these circumstances the financial statements are prepared on a going concern basis.

2.2 Fund accounting

Unrestricted income funds comprise those funds which the Directors are free to use for any purpose in furtherance of the charitable objects. Unrestricted funds include designated funds where the Directors, at their discretion, have created a fund for a specific purpose.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by the donor or trust deed.

2.3 Recognition of income

All resources raised by World Vision Ireland are used in furtherance of its charitable objectives as a Christian humanitarian relief and development agency. World Vision Ireland is a member, along with other World Vision offices, of the World Vision Partnership, a not for profit corporation registered in the State of California U.S.A., whose board is representative of the world wide partnership. The term "partnership" is used to signify shared mission and Christian values and is not meant to be interpreted in the legal sense of the word, in that World Vision entities are not partners in the legal sense.

World Vision Ireland is autonomous in developing its own organisational objectives, strategies, plans and budgets. World Vision Ireland has established bilateral relationships with several Southern World Vision offices for the purpose of carrying out development programmes. It is the policy of World Vision Ireland to distinguish restricted income from unrestricted. Restricted income refers to funds given subject to conditions imposed by the donor or implied by the nature of the appeal.

Notes to the financial statements

For the financial year ended 30 September 2020

2 Accounting policies (continued)**2.4 Incoming resources**

Incoming resources are recognised in the statement of financial activities when the charity has entitlement to the funds, it is probable that the income will be received and that the amount can be measured reliably.

Child Sponsorship

World Vision Ireland's principal recurring source of income is Child Sponsorship income, which is donated on a regular basis, usually monthly, and is primarily received from individuals. Sponsorship money goes to assist children and their communities within Area Programmes (AP). A typical AP would involve such components as education, health and training, water procurement, food security, agricultural development, and micro enterprise amongst others. Each sponsor is linked to one or more children within each AP and receives regular information about that child and the community's progress. Not less than 80% of the sponsors' donations is treated as restricted income and is applied to the AP and to associated costs of the project. Interest earned on sponsorship monies awaiting transmission to the AP is credited to unrestricted funds.

Irish Government, European Union and United Nations

Income from government, and other grants, is recognised when the charity has entitlement to the funds, and 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. With certain projects, or at certain times, World Vision Ireland may agree to commit funds to a project prior to approved grants being received. Grants are applied in accordance with the instructions of the donor, and, if required are supplemented by an allocation from unrestricted funds.

Donated goods and services

Donated goods and services (if any) are included in income and expenditure at the estimated market price in the country of origin, on the date of receipt or, if later, the year in which they are distributed.

2.5 Funds

The company maintains the following funds:

Restricted funds represent unspent grants, donations and legacies which can only be used for the particular purposes as contracted with the donors; these purposes being within the overall objectives of World Vision Ireland. Unrestricted funds represent amounts including donations designated to an area or country which are expendable at the discretion of the Board, in furtherance of World Vision Ireland's objectives and in accordance with the donor's intentions.

2.6 Resources expended

Expenditure is accounted for on an accruals basis. Expenditure is analysed between charitable expenditure and cost of generating funds, and is further analysed according to the proportion of restricted and unrestricted income. Expenditure includes VAT when charged.

- Costs of generating funds comprise the costs associated with attracting voluntary income and funding.
- Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.
- All costs are allocated between the expenditure categories of the statement of financial activities on a basis designed to reflect the use of the resource. Costs relating to an activity are allocated directly, others are apportioned on an appropriate basis e.g. floor areas, per capita or estimated usage as set out in Note 11.

Notes to the financial statements

For the financial year ended 30 September 2020

2 Accounting policies (continued)

2.6 Resources expended (continued)

- Direct expenditure on charitable activities primarily comprises amounts paid directly to field offices, as well as to World Vision International, which manages the cash transfer of funds to the programme countries for the projects funded by World Vision Ireland

2.5 Taxation

The company has been granted charitable tax exemption by the Revenue Commissioners under Sections 207 and 208 of the Taxes Consolidation Act 1997, CHY number 6434, and as such is exempt from any charge to corporation tax. The charity is eligible under the Scheme of Tax Relief for Donations to Eligible Charities and Approved Bodies under Section 848A Taxes Consolidation Act, 1997, therefore income tax refunds arising from personal donations exceeding €250 per annum are included in unrestricted funds. Irrecoverable VAT is expended as incurred.

2.6 Foreign currency

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. Translation differences are dealt with in the statement of financial activities.

2.7 Retirement benefits

The company operates a defined contribution retirement benefit scheme. Contributions are charged to the statement of financial activities as incurred.

2.8 Leasing

Assets obtained under hire purchase contracts and finance leases are capitalised and disclosed under tangible assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged against income a straight line basis over the lease term. Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged against income on a straight line basis over the lease term.

3. Significant judgement and estimates

In the application of the charity's accounting policies, the management 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.

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 the current and future periods.

Notes to the financial statements

For the financial year ended 30 September 2020

3 Significant judgement and estimates (continued)

The following area is considered to involve the critical judgement and source of estimation uncertainty when applying the accounting policies.

Cost Allocation

The cost allocation methodology requires a judgement as to what are the most appropriate bases to use to apportion support costs; these are reviewed annually for reasonableness.

4. Financial instruments

World Vision has financial assets and liabilities that qualify as basic financial instruments. They are measured as follows:

Cash and cash equivalents include cash on hand, demand deposits and other short-term highly liquid investments with original maturities of three months or less, or where classification of a longer-term deposit with early withdrawal provisions as a cash equivalent is appropriate. Bank overdrafts are shown within borrowings in current liabilities on the balance sheet.

Debtors are recognised initially at transaction price (including transaction costs) unless a financing arrangement exists in which case they are measured at the present value of future receipts discounted at a market rate. Subsequently these are measured at amortised cost less any provision for impairment. A provision for impairment of trade receivables is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of receivables. The amount of the provision is the difference between the asset's carrying amount and the present value of estimated future cash flows, discounted at the effective interest rate. All movements in the level of the provision required are recognised in the statement of financial activity.

Creditors are recognised initially at the transaction price net of transaction costs and subsequently measured at amortised cost using the effective interest method.

Derivative financial instruments are used to manage the exposure to foreign currency risk and interest rate risk through the use of forward currency contracts and interest rate swaps. World Vision of Ireland does not enter into speculative derivative transactions.

5. Net (outgoing)/incoming resources

Net (outgoing)/incoming resources is stated after charging:

| | 2020 | 2019 |
|-----------------------------|----------------|------------------|
| | € | € |
| Land and buildings - rental | 49,912 | 81,174 |
| Auditor's remuneration | 15,000 | 10,620 |
| Net foreign exchange gain | <u>(5,641)</u> | <u>(221,149)</u> |

Notes to the financial statements

For the financial year ended 30 September 2020

6. Statement of financial activities – prior year (detailed comparatives)

| | Unrestricted Funds € | Restricted Funds € | Total Funds € |
|--|----------------------------|--------------------------|---------------------|
| Income: | | | |
| Voluntary income | 932,721 | 1,735,476 | 2,668,197 |
| Irish Government grants | 252,517 | 3,956,094 | 4,208,611 |
| European Union | 580,320 | 1,796,037 | 2,376,357 |
| Total income | 1,765,558 | 7,487,607 | 9,253,165 |
| Expenditure: | | | |
| Cost of generating funds | 1,103,872 | - | 1,103,872 |
| Charitable activities | 57,119 | 8,065,585 | 8,122,704 |
| Total expenditure | 1,160,991 | 8,065,585 | 9,226,576 |
| Net incoming/(outgoing) resources | 604,567 | (577,978) | 26,589 |
| Transfer between funds | (598,654) | 598,654 | - |
| Net movement on funds for the year | 5,913 | 20,676 | 26,589 |
| Total funds as at 1 October 2018 | 552,103 | 186,632 | 738,735 |
| Total funds as at 30 September 2019 | 558,016 | 207,308 | 765,324 |

7. Voluntary income

| | Restricted funds € | Unrestricted funds € | Total 2020 € | Total 2019 € |
|----------------------------|--------------------------|----------------------------|--------------------|--------------------|
| Committed giving schemes | 1,393,480 | 365,944 | 1,759,424 | 1,661,246 |
| Tax reclaims | - | 343,579 | 343,579 | 323,333 |
| Corporate donations etc. | - | - | - | 134,479 |
| Irish Emergencies Alliance | 21,855 | 1,395 | 23,250 | - |
| Other donations | 282,089 | 91,324 | 373,413 | 466,649 |
| Legacy | - | 1,000 | 1,000 | 82,490 |
| | <u>1,697,424</u> | <u>803,242</u> | <u>2,500,666</u> | <u>2,668,197</u> |

Notes to the financial statements

For the financial year ended 30 September 2020

7. Voluntary income (continued)

Committed giving schemes comprise mainly Child Sponsorship & Children in Emergencies income. Sponsorship funds are used for World Vision Ireland's ADPs in Tanzania, Swaziland, Mauritania, Sierra Leone and Uganda. Children in Emergencies funds were used in Honduras, Afghanistan and DRC. Corporate donations came from staff funds, trusts and foundations for projects in, Tanzania and Uganda.

8. Irish Government funding (Irish Aid)

| | 2020 € | 2019 € |
|--|------------------|------------------|
| Emergency Response Fund | 371,631 | 480,000 |
| HPP (Humanitarian Programme Plan) in Syria, Somalia, South Sudan & Sudan | 1,971,737 | 2,024,798 |
| PG2 (Programme Grant II) Access Infant & Maternal (AIM) health programme, in, Tanzania, Sierra Leone, Uganda and Mauritania. | 1,719,463 | 1,703,813 |
| Total Irish Government funding | 4,062,831 | 4,208,611 |

9. European Union funding

| | 2020 € | 2019 € |
|--|------------------|------------------|
| Ebola Vaccine Development Acceptance & Compliance (EBODAC) project | 2,736,709 | 2,303,887 |
| Development Education Awareness & Raising Project (DEAR) project | 53,267 | 72,470 |
| Total Irish Government funding | 2,789,976 | 2,376,357 |

10. United Nations funding

| | 2020 € | 2019 € |
|--|----------------|-----------|
| UN-OCHA Covid-19 Response in Blue Nile (Sudan) | 227,272 | - |
| Sustainable Accountability Uniting Tanzanian and Irish Youth (SAUIT) project | 300,652 | - |
| UNICEF First Emergency Response Covid 19 Response - Delivering Inclusive, Quality Education for Girls and Boys in Makpandu (South Sudan) | 78,411 | - |
| Total United Nations funding | 606,335 | - |

World Vision of Ireland Company Limited by Guarantee

Notes to the financial statements

For the financial year ended 30 September 2020

11. Remittances to overseas programmes and other charitable costs

| | Restricted funds | Unrestricted funds | Total 2020 | Total 2019 |
|---|------------------|--------------------|------------------|------------------|
| | € | € | € | € |
| Afghanistan | 4,122 | - | 4,122 | 6,666 |
| Brazil | - | - | - | 117,500 |
| DRC | 1,619,723 | (38,134) | 1,581,589 | 51,308 |
| Honduras | 3,876 | - | 3,876 | 6,666 |
| Indonesia | - | - | - | 136,866 |
| Ireland | 30,330 | 14,667 | 44,997 | - |
| Kenya | 120,505 | (15,269) | 105,236 | - |
| Mauritania | 703,050 | - | 703,050 | 637,590 |
| Sierra Leone | 607,329 | (63,757) | 543,572 | 1,566,129 |
| Somalia | 657,986 | - | 657,986 | 766,714 |
| South Sudan | 630,702 | - | 630,702 | 682,003 |
| Sudan | 123,356 | (4,693) | 118,663 | 257,505 |
| Syria | 493,376 | 111,207 | 604,583 | 524,185 |
| Swaziland | - | - | - | 109,820 |
| Tanzania | 1,127,666 | (3,347) | 1,124,319 | 1,010,490 |
| Uganda | 835,482 | - | 835,482 | 817,944 |
| Global Pooled COVID Fund | 9,018 | - | 9,018 | - |
| Global Centre Pooled Fund –including Fragile Contexts & Emergency Fund | 4,957 | 122,741 | 127,698 | - |
| HQ M&E and Public Engagement | 170,924 | - | 170,924 | 358,940 |
| HQ Programs Salaries | 397,716 | 210,714 | 608,430 | 888,820 |
| HQ Programs Travel | 107,413 | - | 107,413 | 110,720 |
| HQ Advocacy, education and research | 486,131 | (1,200) | 484,931 | 72,838 |
| HQ Training | 19,050 | - | 19,050 | - |
| | <u>8,152,712</u> | <u>332,929</u> | <u>8,485,641</u> | <u>8,122,704</u> |

12. Breakdown of costs incurred

| | Cost of generating funds | Direct charitable expenditure | Other expenses-unrealised loss on derivatives | 2020 | 2019 |
|----------------------------------|--------------------------|-------------------------------|---|-------------------|------------------|
| | € | € | € | € | € |
| Salaries including pension costs | 421,725 | 1,031,597 | - | 1,453,322 | 1,348,976 |
| Other Costs | 839,098 | 7,454,044 | 370,872 | 8,664,014 | 7,877,600 |
| | <u>1,260,823</u> | <u>8,485,641</u> | <u>370,872</u> | <u>10,117,336</u> | <u>9,226,576</u> |

World Vision of Ireland Company Limited by Guarantee

Notes to the financial statements

For the financial year ended 30 September 2020

13. Employees

Staff costs were as follows:

| | 2020 | 2019 |
|-----------------------|------------------|------------------|
| | € | € |
| Wages and salaries | 1,343,368 | 1,226,887 |
| Social security costs | 82,517 | 87,712 |
| Other pension costs | 27,437 | 34,377 |
| | <u>1,453,322</u> | <u>1,348,976</u> |

The average monthly number of employees during the financial year was as follows:

| | 2020 | 2019 |
|---|-----------|-----------|
| | No | No |
| Programmes, advocacy and communications | 9 | 9 |
| Fundraising and supporter care | 6 | 3 |
| Governance, finance and IT | 7 | 7 |
| | <u>22</u> | <u>19</u> |

These costs have been apportioned between fundraising, government, and support costs for charitable activities.

The number of employees whose remuneration fell in the following bands is:

| | 2020 | 2019 |
|---------------------|----------|----------|
| | No | No |
| €60,001 - €70,000 | 3 | 2 |
| €70,001 - €80,000 | 1 | 4 |
| €80,001 - €90,000 | - | - |
| €90,001 - €100,000 | 2 | 1 |
| €100,001 - €110,000 | - | - |
| | <u>6</u> | <u>7</u> |

Pension contributions of €27,437 (2019: €34,377) have been paid on behalf of the above employees.

The key management of the charity comprises the chief executive and the heads of finance and programmes. The total employee pay and benefits including pension of the key management personnel of the charity was €254,977 (2019: €217,608).

Notes to the financial statements

For the financial year ended 30 September 2020

14. Other expenses – unrealised loss on derivatives

The Company has entered into hedging contracts during the financial year to reduce its exposure to foreign exchange exposures.

As at 30 September 2020, the Company have an unrealised loss on hedging contracts held amounting to €370,872.

15. Directors' remuneration

As charity Directors, the Directors received no remuneration for their services. Directly incurred expenses are reimbursed, if claimed, and in 2020 totalled €nil (2019: €nil). There were no other transactions with Directors.

16. Debtors

| | 2020 | 2019 |
|---------------|------------------|------------------|
| | € | € |
| Accrued grant | 5,953,401 | 4,779,107 |
| Trade debtors | 132,531 | 169,461 |
| Other debtors | - | 1,609 |
| Prepayments | 22,035 | 34,639 |
| | <u>6,107,967</u> | <u>4,984,816</u> |

17. Cash and cash equivalents

| | 2020 | 2019 |
|---------------------------|------------------|------------------|
| | € | € |
| Cash and cash equivalents | 1,525,497 | 2,957,477 |
| | <u>1,525,497</u> | <u>2,957,477</u> |

18. Creditors: amounts falling due within one year

| | 2020 | 2019 |
|---|------------------|------------------|
| | € | € |
| Derivative liabilities | 370,872 | - |
| EBODAC Advance refundable | 4,300,000 | - |
| Commitments not yet remitted | 1,812,075 | 2,523,112 |
| Accruals | 349,974 | 225,454 |
| Payroll taxes and social security costs | 36,898 | 34,788 |
| Other creditors | 27,248 | 10,376 |
| Trade creditors | 47,528 | 83,239 |
| | <u>6,944,595</u> | <u>2,876,969</u> |

Trade Creditors are payable on standard terms. Commitments to not yet unremitted at the year-end arose due to grant funding being received after the year-end, and are payable in the current year.

Notes to the financial statements

For the financial year ended 30 September 2020

19. Creditors: amounts falling due after more than one year

| | 2020 | 2019 |
|---------------------------|----------|------------------|
| | € | € |
| EBODAC Advance refundable | - | 4,300,000 |
| | <u>-</u> | <u>4,300,000</u> |

The €4.3m cash advance for the EBODAC grant was received in 2015 to fund activities. Once the project is finished, repayment of the advance, less amounts due from the Donor become due the following July 2021.

20. Financial commitments

At 30 September 2020, annual commitments under cancellable operating leases were as follows:

| | 2020 | 2019 |
|----------------------------|----------------|----------------|
| | € | € |
| Expiry date: | | |
| Within one year | 47,796 | 54,548 |
| Between one and five years | 143,388 | 165,707 |
| | <u>191,184</u> | <u>220,255</u> |

21. Financial instruments

| | 2020 | 2019 |
|--|------------------|------------------|
| | € | € |
| Financial assets measured at fair value through profit or loss | 1,525,497 | 2,957,477 |
| Financial assets measured at amortised cost | 6,085,932 | 4,984,816 |
| | <u>7,611,429</u> | <u>7,942,293</u> |
| Financial liabilities measured at amortised cost | 6,907,697 | 7,166,593 |
| | <u>6,907,697</u> | <u>7,166,593</u> |

Financial assets measured at fair value through profit or loss comprise of cash at bank and in hand.

Financial assets measured at amortised cost comprise of trade debtors and accrued grant.

Financial liabilities measured at amortised cost comprise of derivative liabilities, trade creditors, commitments not yet remitted, accruals, other creditors and EBODAC advance refundable. As 30 September 2020, the company's open foreign exchange forward contracts had a principal value of €15,088,947 and a fair value loss of €370,872 (2019: €NIL).

World Vision of Ireland Company Limited by Guarantee

Notes to the financial statements

For the financial year ended 30 September 2020

22. Related party transactions

No material transactions with related parties occurred that require disclosure.

23. Contingent liabilities

There were no contingent liabilities at 30 September 2020 (2019: Nil).

24. Events after the end of the financial year

Other than the ongoing Covid-19 crisis the only significant events affecting the company since the financial year end is due to personal reasons, our CEO Niall McLoughlin stood down in May 2021. An interim CEO has been appointed and a successful handover carried out. Interim CEO Gillian Barnett has come from World Vision UK and will remain in place until a permanent CEO is identified.

The Board is confident that the operations are well placed to withstand the ongoing COVID-19 crisis.

25. Approval of financial statements

The financial statements were approved by the board of Directors on __16th June 2021_____.

